

Natural Gas Daily Update

Wednesday 6th September 2023

Natural Gas Fundamental Analysis:

Its been a tough start to the week for Natural Gas which opened on Monday 2% lower than Friday's close at 2.699 and continued to take out weak long positions as it traded to a low at 2.65 before finding some fresh support. Tuesday saw even bigger falls, as prices dropped another 6% to print weekly lows at 2.568. It seems the positioning adjustment was down to reports of milder weather than was originally forecast across the US and Europe which reduced cooling demand for Natural Gas.



Looking forward, while EU storage currently sits at around 90% of capacity there are increased concerns around future demand, however, there are several unresolved issues that could increase upside volatility. Unscheduled maintenance at several Norwegian gas fields is on-going with potential overruns a concern. In Australia, Chevron and unions are still locked in mediation to avoid an increasingly fractious dispute at a major LNG plant, which if unresolved could result in strikes starting as early as tomorrow, and hurricane season is now entering its height which could cause production interruptions. **In terms of data releases the EIA Natural Gas Storage report released at 1530 BST tomorrow** will be eagerly awaited by traders to see if actual injection levels into storage match the expectations, if not prices could fluctuate further.

Natural Gas Technical Analysis:



Daily Analysis:
 Choppy conditions have emerged of late with selling pressure materialising from below recent highs (2.862 Aug 31st), seeing breaks under the Bollinger mid-average (2.659). While not an outright negative, risks are to retest 2.483 (mid-point Apr/Aug upside) with closing breaks below this level potentially acting as a trigger for a deeper sell-off towards 2.359 (62% retrace). **To the upside**, rallies above 2.659 (mid-average) suggest a more extended recovery to 2.716 (half latest decline) even 2.862 (Aug 31st high).

Disclaimer:

This presentation has been designed and delivered by The Corellian Academy Limited, company number 11596572 whose registered address is 10 Western Road, Romford, Essex RM1 3JT, United Kingdom. Corellian (or The Firm) operate under a single title and have no affiliations with any entity other than the company.

Information contained in this document is intended for the use of the addressee only and is confidential. Any dissemination, distribution, copying or use of this document without prior permission of the addressee is strictly prohibited.

All opinions and judgements expressed in this presentation /document and all projections, forecasts and statements concerning future events or possible results achieved by Corellian are personal opinions, judgements, projections, forecasts, and statements of Corellian and result from the interpretation by Corellian of the information that was in its possession at the date of preparation of this introductory presentation.

Any views and perspectives offered within this presentation are for the purposes of education only. Corellian do not provide financial advice and will not be held responsible for any misunderstanding or misuse of such information that results in a negative outcome. As a result, anyone participating in this presentation must form their own independent view as to such opinions, judgements, projections, forecasts, or statements.

The information herein is based on information obtained from sources believed to be reliable, but Corellian does not represent or warrant that it is accurate and complete or that the services herein are appropriate for any person. This presentation is for informational purposes only and is not, and may not, be relied on in any manner as legal, tax, investment, accounting or other advice or as an offer to sell or a solicitation of an offer of any security or service.

Certain information contained herein constitutes "forward-looking statements," which can be identified using terms such as "may", "will", "should", "expect", "anticipate", "project", "estimate", "intend", "continue," "target" or "believe" (or the negatives thereof) or other variations thereon or comparable terminology. Due to various risks and uncertainties, actual events or results or actual performance of the services offered herein may differ materially from those reflected or contemplated in such forward-looking statements.

As a result, the recipient should not rely on such forward-looking statements in making its decisions to pursue the services or products offered herein. No representation or warranty is made as to future performance or such forward-looking statements. All opinions and judgements expressed in this presentation and all projections, forecasts and statements concerning future events or possible results achieved by Corellian are personal opinions, judgements, projections, forecasts, and statements of Corellian and result from the interpretation by Corellian of the information that was in its possession at the date of preparation of this introductory presentation.