

Natural Gas Daily Update

Wednesday 14th February 2024

Natural Gas Fundamental Analysis:

Natural Gas has fallen to fresh 42 month lows at the start of this week as traders reacted to weekend forecasts for warmer than expected temperatures across Europe and the US moving into early March which could reduce heating demand. After opening the week at 1.789, a gap open fall of 3.7% from Friday's closing level of 1.859, Natural Gas recovered briefly to print a weekly high at 1.860 on Monday afternoon before fresh selling pushed prices to the multi-year low at 1.652, where fresh dip buyers appeared again to nudge prices back higher.



Looking forward, while the technical outlook (**below**) remains an important consideration for Natural Gas traders, sentiment will also hinge on fresh inventory updates from Europe and the US markets. Previous reports have suggested storage levels currently sit around 10% higher than their seasonal averages for this time of year so any deviation up or down in the new readings could influence prices into the weekend. **The EIA release their weekly inventory update on Thursday at 1530 GMT.** Finally, with excess supply a concern for traders, the **Baker Hughes report on active US drilling rigs released at 1800 GMT Friday** could also impact the direction of Natural Gas prices after it rose to a 5 month high of 121 rigs last week.

Natural Gas Technical Analysis:

Daily Analysis:

The aggressive sell-off since 3.389 (Jan 9th high) has now produced breaks below 1.944 (April 16th 2023 low) to post new extremes. This doesn't rule out reactive recoveries but there appears to be no evidence of a sentiment shift while 1.851 (38% retrace Jan 31st to Feb 13th sell-off) remains intact. While below 1.851 there is potential to test down to 1.526 (lower daily Bollinger band). Even if breaks above 1.851 are seen, upside appears limited to 1.972 (higher 62% level).



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.

S&P 500: S&P 500 is a trademark of Standard & Poor's Financial Services LLC.

ASX 200: S&P® is a trademark of Standard & Poor's Financial Services LLC. ASX® is a trademark of the Australian Securities Exchange.

USA 30: USA 30 is a trademark of Standard & Poor's Financial Services LLC.