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### COMMENTARY: PETROLEUM COMPLEX (WTI | BRENT | ULSD | RBOB)

Crude futures snapped a six-session rally today with unsupportive geopolitical and supply-side news, despite flat to higher trade in equities and a dip in the US dollar index. Reuters reports that Israel continues to reduce the number of troops it has stationed in Gaza, stating yesterday that more had been withdrawn. Both sides have sent teams to Egypt for talks ahead of the Eid holidays. In unsupportive supply-side news, Iraq is performing repair work on the 350kb/d crude oil pipeline from Kirkuk, in the semi-autonomous Kurdistan region of northern Iraq, to Ceyhan in Turkey. The goal is for it to be ready for operations by the end of the month. In economic news today, the German merchandise trade surplus was narrower than predicted in February, at E21.4bn, but German industrial output shot up 2.1% the same month, well above expectations calling for a 0.3% uptick. The German DAX rallied 0.79% higher today, outpacing a 0.72% jump in the French CAC 40 and a 0.41% rise in the UK FTSE 100. As of this writing, the Dow and S&P 500 had added 0.1% and the Nasdaq had risen by 0.2%. Also supportive for crude oil, the US dollar had depreciated by 0.1% against a basket of currencies.

COMMODITY	OPEN	HIGH	LOW	CLOSE	CHANGE \$	CHANGE %
WTI Crude	\$86.10	\$87.10	\$84.69	\$86.43	-\$0.48	-0.6%
BRENT Crude	\$90.09	\$91.10	\$88.78	\$90.38	-\$0.79	-0.9%
ULSD (HO)	\$2.7511	\$2.7556	\$2.6955	\$2.7287	-\$0.0443	-1.6%
RBOB Gasoline	\$2.7645	\$2.7845	\$2.7240	\$2.7486	-\$0.0400	-1.4%
Natural Gas	\$1.770	\$1.850	\$1.746	\$1.844	+\$0.059	+3.3%

TECHNICAL LEVELS: ULSD (HO)		Price
RESISTANCE	↑	3 \$2.8467
		2 \$2.8188
		1 \$2.7306
SETTLEMENT PRICE		\$2.7287
SUPPORT	↓	1 \$2.7099
		2 \$2.6831
		3 \$2.6439

VOLUME	128,831	LOW
RSI	52.8	NEUTRAL
SLOW STOCHASTICS		BEARISH
MACD		NEUTRAL
CANDLE STICKS		BEARISH
MOVING AVERAGES		BEARISH
ADX	14.2	FALLING
TECHNICAL DIRECTION		→

### COMMENTARY: NATURAL GAS | WEATHER | INVENTORIES

Natural gas futures on NYMEX continued higher today despite largely unsupportive developments. Cash prices at Henry Hub fell by 20 cents on Friday to \$1.58/mmBtu, even as futures prices increased. Transco Zone 6 prices in New York fell by 18 cents to \$1.54/mmBtu, and Algonquin citygate prices dropped 49 cents lower to \$1.66/mmBtu. Across the pond today, the Dutch TTF price eased down 3 cents to \$8.48/mmBtu, while the Japan Korea Marker held steady. In unsupportive US news, the GFS slashed its two-week HDD forecast, from 145 down to 104. This is now well below last year's 146 HDDs for the same period, and even further below the five-year average of 161. Also unsupportive, LSEG analysts cut their total US demand forecast for this week down by 1.3bcf/d to 101.2bcf/d, while raising their supply forecast by 0.7 to 107.0bcf/d, implying larger injections into storage of 5.8bcf/d. The market is expected to loosen even further next week, as demand tumbles 4.8bcf/d lower to 96.4bcf/d, and supply edges down 0.2bcf/d. The European model forecasts above-normal temperatures on the East Coast and in the Midwest over the next 10 days.

### ULTRA LOW SULFUR DIESEL (HO)

ULSD (\$/gallon)	8-Apr	5-Apr	Change (Δ)	
MAY4	\$2.7287	\$2.7730	↓	\$0.0443 -1.6%
JUN4	\$2.7217	\$2.7625	↓	\$0.0408 -1.5%
JUL4	\$2.7163	\$2.7534	↓	\$0.0371 -1.3%
Strip: 12-Months Ratable	\$2.6911	\$2.7209	↓	\$0.0298 -1.1%
Strip: 9-Months Ratable	\$2.7096	\$2.7422	↓	\$0.0325 -1.2%
Strip: Winter (Oct-Mar)	\$2.6597	\$2.6828	↓	\$0.0231 -0.9%

### RBOB GASOLINE and PROPANE

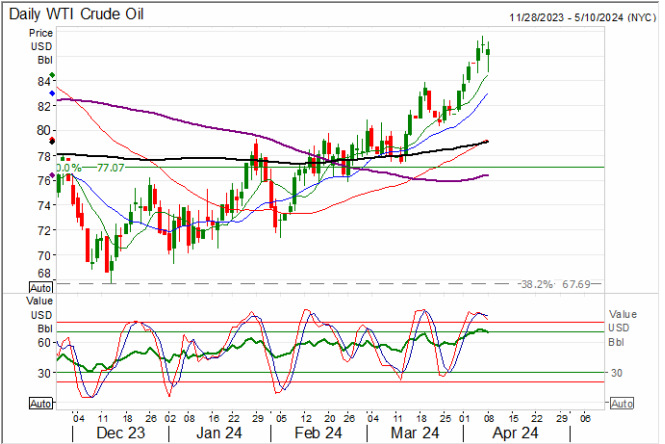
RBOB (\$/gallon)	8-Apr	5-Apr	Change (Δ)	
MAY4	\$2.7486	\$2.7886	↓	\$0.0400 -1.4%
JUN4	\$2.7295	\$2.7657	↓	\$0.0362 -1.3%
JUL4	\$2.6965	\$2.7295	↓	\$0.0330 -1.2%
PROPANE (\$/gallon)				
	05-Apr	04-Apr	Change (Δ)	
Mt. Belvieu	\$0.8475	\$0.8425	↑	\$0.005 +0.6%
Conway	\$0.8563	\$0.8425	↑	\$0.014 +1.6%



### COMMENTARY: ENERGY TECHNICALS (WTI | ULSD | RBOB | NG)

NYMEX HO futures gapped lower over the weekend and sold off down through nearby 50-day ma support (\$2.7306, becomes nearby resistance) and went on to fall through the 100-day ma (\$2.7099) and down to the 18-day ma (\$2.6952) before rebounding. We settled far off of the lows and near the middle of the daily range, but still below the 50-day ma. We fall back to neutral, seeing next support at the 100-day ma and then at the 9-day ma (\$2.6831), with nearby resistance at the 50-day ma and then at \$2.8188. The RSI is now neutral along with the MACD, whereas candlesticks and the major averages are bearish, and so are the slow stochastics after a cross for a sell signal just inside of overbought territory. We will be looking out for bearish confirmation tomorrow. RBOB futures also gapped lower over the weekend, and also lost ground today. Slow stochastics are bearish, as are the RSI and candlesticks, whereas the MACD is neutral and major averages are bullish. We sided with the bulls on Friday, but cautiously, as we noted limited headroom for the RSI and slow stochastics, and that we may well be late to the party. It appears that we were. We are back to neutral, looking to see if bears can keep up the momentum. We see nearby support at \$2.6522 and then at \$2.5514, with nearby resistance at \$2.8028 and \$2.8249. WTI futures gapped lower over the weekend and closed weaker. Overbought slow stochastics crossed for a sell signal, and the previously overbought RSI is falling bearishly. Major averages and the MACD are bullish, however. We fall back to neutral, looking to the 9-day ma (\$84.49) and then to \$82.88 for nearby support, with resistance at the recent \$87.96 high, followed by \$89.77. NYMEX natural gas futures strengthened today in a manner inconsistent with our neutral/bearish stance. We will stick to our guns, however, seeing support at the 50-day ma (\$1.823, taken out today) followed by \$1.609, with resistance seen at \$1.905 and then at \$2.247.

CRUDE OIL: WTI				
WTI (\$/barrel)	08-Apr	05-Apr	Change (Δ)	
MAY4	\$86.43	\$86.91	↓	-\$0.48 -0.6%
JUN4	\$85.53	\$86.10	↓	-\$0.57 -0.7%
JUL4	\$84.64	\$85.20	↓	-\$0.56 -0.7%



NATURAL GAS: HH				
NG (\$/MMBTU)	8-Apr	5-Apr	Change (Δ)	
MAY4	\$1.8440	\$1.7850	↑	\$0.0590 +3.3%
JUN4	\$2.0510	\$2.0100	↑	\$0.0410 +2.0%
JUL4	\$2.3900	\$2.3390	↑	\$0.0510 +2.2%



ECONOMIC INDICATORS				
INDICATOR	8-Apr	5-Apr	Change (Δ)	
DJI	38,923	38,904	↑	19.35 +0.0%
Dollar Index (DXY)	104.12	104.30	↓	-0.17 -0.2%
EUR/USD	\$1.0856	\$1.0835	↑	\$0.0021 +0.2%
Gold	\$2,341.8	\$2,325.7	↑	\$16.1 +0.7%

EIA Inventories				
		Week to: 29-Mar-2024		
COMMODITY	Current	Previous	Change (Δ)	
Crude Oil (mdbl)	451.417	448.207	↑	3.210 0.7%
Cushing (mdbl)	33.163	33.540	↓	-0.377 -1.1%
Distillates (mdbl)	116.069	117.337	↓	-1.268 -1.1%
East Coast	29.205	29.173	↑	0.032 0.1%
Heating Oil	6.549	7.162	↓	-0.613 -8.6%
East Coast	0.684	0.822	↓	-0.138 -16.8%
ULSD	107.490	107.993	↓	-0.503 -0.5%
East Coast	27.916	27.701	↑	0.215 0.8%
New England	4.217	4.774	↓	-0.557 -11.7%
Mid Atlantic	13.840	13.307	↑	0.533 4.0%
Propane (mdbl)	51.810	52.164	↓	-0.354 -0.7%
East Coast	4.059	4.039	↑	0.020 0.5%
Refinery Utilization (%)	88.60	88.70	↓	-0.100 -0.1%
Natural Gas (bcf)	2,259	2,296	↓	-37 -1.6%

NYMEX FORWARD CURVES				
MONTH	ULSD	RBOB	WTI	NAT GAS
MAY4	\$2.7287	\$2.7486	\$86.43	\$1.844
JUN4	\$2.7217	\$2.7295	\$85.53	\$2.051
JUL4	\$2.7163	\$2.6965	\$84.64	\$2.390
AUG4	\$2.7129	\$2.6477	\$83.71	\$2.493
SEP4	\$2.7141	\$2.5850	\$82.77	\$2.483
OCT4	\$2.7125	\$2.3765	\$81.84	\$2.571
NOV4	\$2.7050	\$2.3073	\$80.96	\$2.948

