


Natural Gas - (J6) - Bottoming ? (+ 0.042 @ 1.848)
R2 = 1.980

Despite the bounce on Monday we are still sitting in neutral territory. Until we can get a better indication of the technical picture or we have reason to believe a break out in one direction is imminent we sit tight. To get us excited about the prospect of further upside bulls need to clear 1.949-1.957-1.981. To have us looking for the down trend to resume bears need to take out the 1.611 low.

R1 = 1.915**S1 = 1.785****S2 = 1.745**
WTI - (K6) - Neutral (- 0.07 @ 39.39)
R2 = 41.90

The wave count for May favors further downside. The wave count for flat price favors further upside. The short term technicals favor the bears. The longer term technicals favor the bulls. Only one way to solve this problem. Either the bulls need to clear the 41.90/42.49 (spot/May) highs or the bears need swing the longer term technicals their way and break 36.56. For now we wait.

R1 = 40.55**S1 = 38.15****S2 = 36.55**
Brent - (K6) - Neutral (- 0.17 @ 40.27)
R2 = 42.55

With only three days of trading left in the May contract our focus shifts to June. Not a whole lot changes though. To revive the up trend the bulls need to push the June contract up and over the 42.54/43.10 (spot/June) highs. To confirm a top of some kind is in place the bears need to swing the longer term technicals in their favor and crack both 37.45-37.30 and 36.23.

R1 = 41.30**S1 = 39.20****S2 = 37.70**
RBOB - (J6) - Neutral (+ 0.0021 @ 1.4680)
R2 = 1.5420

No change. Aside from a subtle shift in favor of the bears on the short term technical readings we have no other evidence to support peaking action at this time. To even suggest an early seasonal top is forming bears would need to push RBOB beneath 1.3680 and swing the longer term technicals in their favor. Unless this can be accomplished we will be looking for the slow grind higher to continue.

R1 = 1.5135**S1 = 1.4235****S2 = 1.3680**
ULSD - (J6) - Neutral (- 0.0178 @ 1.1801)
R2 = 1.2545

With only three days of trading left in the April contract our focus shifts to May. Not a whole lot changes though. To revive the up trend the bulls need to push the May contract up and over the 1.2762/1.2840 (spot/May) highs. To confirm a top of some kind is in place the bears need to swing the longer term technicals in their favor and crack 1.1384-1.1186.

R1 = 1.2255**S1 = 1.1560****S2 = 1.1130**
Gasoil - (J6) - Neutral (- 8.75 @ 352.00)
R2 = 374.25

Still stuck in neutral territory. Bears need to swing the longer terms technicals in their favor and crack 342.50-339.00-334.25 to signal a trend shift has taking hold. Bulls need to push Gasoil above the 381.00 high to keep the up trend going. As we have no reason to favor one scenario over the other at this time we prefer to wait for more information before taking a side.

R1 = 365.50**S1 = 339.50****S2 = 329.25**

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