

SPECIAL

**TECHNICAL
REPORT**

ON

NATURAL GAS

SHORT TERM

October 11, 2023



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In the natural gas weekly charts, a base formation around the 160 levels has been established since February 2023. After reaching a high of 801 in August 2022, prices hit a low of 160.50 in April 2023, and since then, they have been forming higher highs and higher lows. The price level of 246 had been acting as a significant hurdle for a considerable time, but it was broken in the previous week, and currently, prices are trading around 285. The near-term hurdles are located around 300 and 340, but based on the chart formation, **prices could reach 390 and 480 in the next 2-3 months**. The MACD (Moving Average Convergence Divergence) is also trading near the zero line and indicates the possibility of a bullish crossover. If this occurs, prices are likely to move quickly, and **we may see them reach the 390 and 480 levels**.

Breaking above the 50-day Exponential Moving Average (EMA) is indeed a positive indication of a potential trend reversal. Prior to this recent breakout, prices had successfully broken and sustained above the 50-day EMA in October 2020, leading to a sharp rally from 208 to 485. Subsequently, in January 2022, prices struggled around the 50-day EMA but eventually, when they managed to sustain above it, another sharp rally followed, taking prices from 325 to 801. This historical performance of prices in relation to the 50-day EMA demonstrates that it has been a reliable indicator in the past, and its recent breakout suggests the possibility of another significant move in the natural gas market.

Conclusion: Prices could reach 390 and 480 in the next 2-3 months with the support of 230 followed by 160. Buy on dips advised.

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