

Natural Gas - (K6) - Up ? (+ 0.045 @ 1.981)**R2 = 2.055**

Moment of truth for the bulls. If this rally is legit the May contract should be able to blow through 1.980 (flat price resistance) and 2.023-2.043-2.056 (May contract resistance). Succeed and there is immediate airspace up to 2.112-2.138 (a=c from 1.611) next. Fail to punch through resistance and a larger degree ABC type pattern will have an opportunity to develop from the 1.957 high.

R1 = 1.990**S1 = 1.955****S2 = 1.915****WTI - (K6) - Neutral (- 1.11 @ 38.28)****R2 = 40.40**

With the technical picture growing more and more bearish by the minute the case for a trend reversal continues to gain momentum. However, bears still have not done enough damage on the price front to confirm a top is in place. To do that requires a decisive break beneath 36.56. As long as WTI remains above this level we are forced view this pull back as a minor bull market correction.

R1 = 39.45**S1 = 36.55****S2 = 35.50****Brent - (K6) - Neutral (- 1.13 @ 39.14)****R2 = 41.10**

Like WTI, the technicals continue to erode in Brent. But the bears have not broken the support levels necessary to validate the technical message. So we are still in a holding pattern. Bears need to force the June contract beneath 37.45-37.30 to signal a top. Bulls need to push the June contract up and over the 42.54/43.10 (spot/June) highs to keep the up trend alive.

R1 = 40.20**S1 = 37.70****S2 = 36.65****RBOB - (J6) - Neutral (- 0.0142 @ 1.4538)****R2 = 1.5135**

No change. Bulls need to push RBOB above the 1.5134 high to keep the up trend alive. Bears need to push RBOB beneath 1.3680 (.236) to signal a top is forming. As the April contract will be expiring in two days time we are much more interested in see the May contract clear resistance or take out support at this time. As long as May is trapped between these levels we sit on our hands.

R1 = 1.4860**S1 = 1.4220****S2 = 1.3680****ULSD - (J6) - Bottoming ? / Down ? (- 0.0246 @ 1.1555)****R2 = 1.2240**

What happens in distillate could very well set the tone for the rest of the petro complex (sans RBOB) for the next couple of weeks. So all eyes on 1.1384-1.1186. See this zone as our line in the sand for the bullish case. Hold here and bulls still have a shot at running to fresh highs. Take out support instead and we will be looking for a deeper retracement of the .8487 to 1.2762 advance near term.

R1 = 1.1920**S1 = 1.1130****S2 = 1.0625****Gasoil - (J6) - Bottoming ? / Down ? (- 10.50 @ 341.50)****R2 = 365.50**

Like ULSD, Gasoil is facing a bottom or else situation as we head into mid week. To have a chance at restoring the up trend bulls need to carve out a bottom from the 342.50-339.25-334.25 zone. Fail to do so and we will be looking for a deeper retracement of the 245.25 to 381.00 advance near term. Based on the technicals we are not confident the bulls can pull it off.

R1 = 356.00**S1 = 329.25****S2 = 313.25**

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