


Natural Gas - (K6) - Neutral (+ 0.032 @ 2.036)

Only one way to signal the up trend is intact, clear resistance. That requires a push through the 2.059-2.097-2.0112 zone. Successfully clear resistance and the bulls have a green light to proceed up to 2.324-2.400 next, our seasonal target. In the event the bulls can not punch through resistance further consolidation near the highs becomes possible. Suggest patience.

R2 = 2.215
R1 = 2.075
S1 = 1.995
S2 = 1.940

WTI - (K6) - Up ? (- 0.41 @ 41.76)

This rally is all about hope. Hope that OPEC will do something to reduce the glut of crude oil. It is this hope for action on the part of OPEC that has helped push the typical winter to spring rally beyond an average gain of 42%. It is this hope that will lead to the demise of the bulls when the seasonal cycle peaks. As a reminder, the news is always bullish at the top. This time will not be different.

R2 = 44.30
R1 = 43.05
S1 = 40.75
S2 = 39.70

Brent - (M6) - Up ? (- 0.51 @ 44.18)

Not surprised to see a pause after a six day run. In fact I would not be surprised to see more congestion into the end of the week. But this will not change our near term outlook. In the bearish model we are looking for a seasonal top into the 45.79-46.22-46.42-46.81 neighborhood. In the bullish model Brent has room up to 51.12-52.71. Suspect OPEC will determine if a test of \$50+ is possible.

R2 = 46.80
R1 = 45.80
S1 = 43.15
S2 = 42.00

RBOB - (K6) - Up ? (- 0.0048 @ 1.5295)

Still peg 1.5416-1.5426-1.5451 as the gatekeeper. Punch through this area of contention and the door will be open for a further advance to 1.5998, possibly even 1.7388-1.7492 before a seasonal top is in place. In the event the bulls are unable to lift RBOB up and over resistance we will have a case for peaking action. However, to signal a top would require a break beneath 1.3873, the .236.

R2 = 1.6000
R1 = 1.5450
S1 = 1.4960
S2 = 1.4695

ULSD - (K6) - Up ? (- 0.0103 @ 1.2656)

While we can not rule out the possibility of additional consolidation the start of the weekend, such price action would not change our short term outlook. In the bearish model we are looking for a seasonal top into the 1.3310 vicinity. In the bullish model ULSD has room up to 1.4943. Suspect Sunday's OPEC announcement will determine if a test of the 1.5000 neighborhood is possible.

R2 = 1.3310
R1 = 1.3105
S1 = 1.2380
S2 = 1.2050

Gasoil - (K6) - Up ? (+ 1.00 @ 377.00)

While we can not rule out the possibility of additional consolidation the start of the weekend, such price action would not change our short term outlook. In the bearish model we are looking for a seasonal top into the 396.00 vicinity. In the bullish model Gasoil has room up to 447.75. Suspect Sunday's OPEC announcement will determine if a test of the 450.00 neighborhood is possible.

R2 = 396.00
R1 = 389.50
S1 = 366.25
S2 = 356.00

The market commentary contained in this document represents the opinions of the author. Such opinions are subject to change without notice. Principals and employees of ICAP Corporates LLC may or may not trade in the commodities discussed in this document, taking positions similar or opposite to the positions discussed herein. The information contained in this document is taken from sources we believe to be reliable, but it is not guaranteed by us as to the accuracy or completeness thereof and is sent to you for information purposes only. Commodity trading involves risk and is not for everyone. Any trade recommendations contained in this document are generated by Brian LaRose who is a registered futures broker with ICAP Corporates LLC and are intended to be a solicitation to enter into the recommended trades through ICAP Corporates LLC as futures broker.