

**Natural Gas – Normal Correction Could Drive Prices Back to \$4.867 – \$4.649:**

Natural gas futures are inching lower on Friday following a weak trade the previous session. The price action suggests the market may be getting ready to roll over to the downside amid profit-taking following the negative impact of Hurricane Ida over two weeks ago and the avoidance of any major damage from Hurricane Nicholas earlier in the week. Besides the easing of hurricane-related production worries, traders were also encouraged to book profits after the government’s weekly storage report showed a larger than expected injection and after new weather forecasts shifted to cooler, easing heat-related demand.

US Energy Information Administration Weekly Storage reported that domestic supplies of natural gas rose by 83 billion cubic feet (Bcf) for the week ended September 10. Ahead of the report, a consensus of estimates called for a build of 76 Bcf. According to the EIA, total stocks now stand at 3.006 trillion cubic feet (Tcf), down 595 Bcf from a year ago and 231 Bcf below the five-year average.

NYMEX traded, October Natural Gas futures finished Friday’s official trade at \$5.061 down 0.274 cents, or 5.14%. (Source: <https://www.fxempire.com/>)

9-NATURALGAS.Rolling - 17/09/21



**Technical Outlook:**

MCX NATURALGAS (SEP) future prices are facing the strong resistance around 400, which is also the 161.80% Fibonacci Extension level on the weekly. The major trend is bullish on NATURALGAS and the market is expected that it may touch 430-450 on the upper side; only if, price sustains above the resistance level of 400.

Alternatively, if the market struggles to sustain above the key resistance level, then there is a chance of some correction in prices for the downside support levels of 360 - 320.

| @ Futures  | Expiry Date | Quotation/ Base Value | Close | WoW % change | 52 wk H/L   | S2    | S1    | Pivot | R1    | R2    | Trend    |
|------------|-------------|-----------------------|-------|--------------|-------------|-------|-------|-------|-------|-------|----------|
| MCXBULLDEX | 24-Sep-21   | INDEX                 | 13697 | -2.76%       | 16251/13779 | 13343 | 13532 | 13864 | 14053 | 14385 | DOWN     |
| MCXMETLDEX | 21-Sep-21   | INDEX                 | 16094 | -2.32%       | 16100/13242 | 15683 | 15888 | 16196 | 16401 | 16709 | UP       |
| GOLD       | 05-Oct-21   | 10 GM                 | 45986 | -1.75%       | 51875/43320 | 44869 | 45435 | 46377 | 46943 | 47885 | UP       |
| SILVER     | 03-Dec-21   | 1 KG                  | 59992 | -5.67%       | 74425/61225 | 57406 | 58703 | 61185 | 62482 | 64964 | DOWN     |
| CRUDE OIL  | 20-Sep-21   | Rs/bbl                | 5281  | 3.04%        | 5733/3457   | 5033  | 5162  | 5269  | 5398  | 5505  | DOWN     |
| NG         | 27-Sep-21   | Rs/mmBtu              | 382   | 4.60%        | 415/176     | 331   | 356   | 385   | 410   | 439   | MODERATE |
| COPPER     | 30-Sep-21   | 1 KG                  | 721   | -2.63%       | 815/585     | 701   | 712   | 729   | 740   | 757   | MODERATE |
| NICKEL     | 30-Sep-21   | 1 KG                  | 1472  | -4.38%       | 1538/1145   | 1410  | 1441  | 1487  | 1518  | 1564  | MODERATE |
| LEAD       | 30-Sep-21   | 1 KG                  | 186   | -1.27%       | 182/155     | 183   | 185   | 187   | 189   | 191   | UP       |
| ZINC       | 30-Sep-21   | 1 KG                  | 256   | 0.47%        | 254/202     | 243   | 249   | 255   | 261   | 267   | UP       |
| ALUMINIUM  | 30-Sep-21   | 1 KG                  | 227   | -1.60%       | 215/159     | 219   | 224   | 229   | 234   | 239   | UP       |