

Petro-TechnicalTM

July 7, 2017 Vol. 2, No. 4

WTI Crude (CL1)

Status: NEUTRAL TO BEARISH

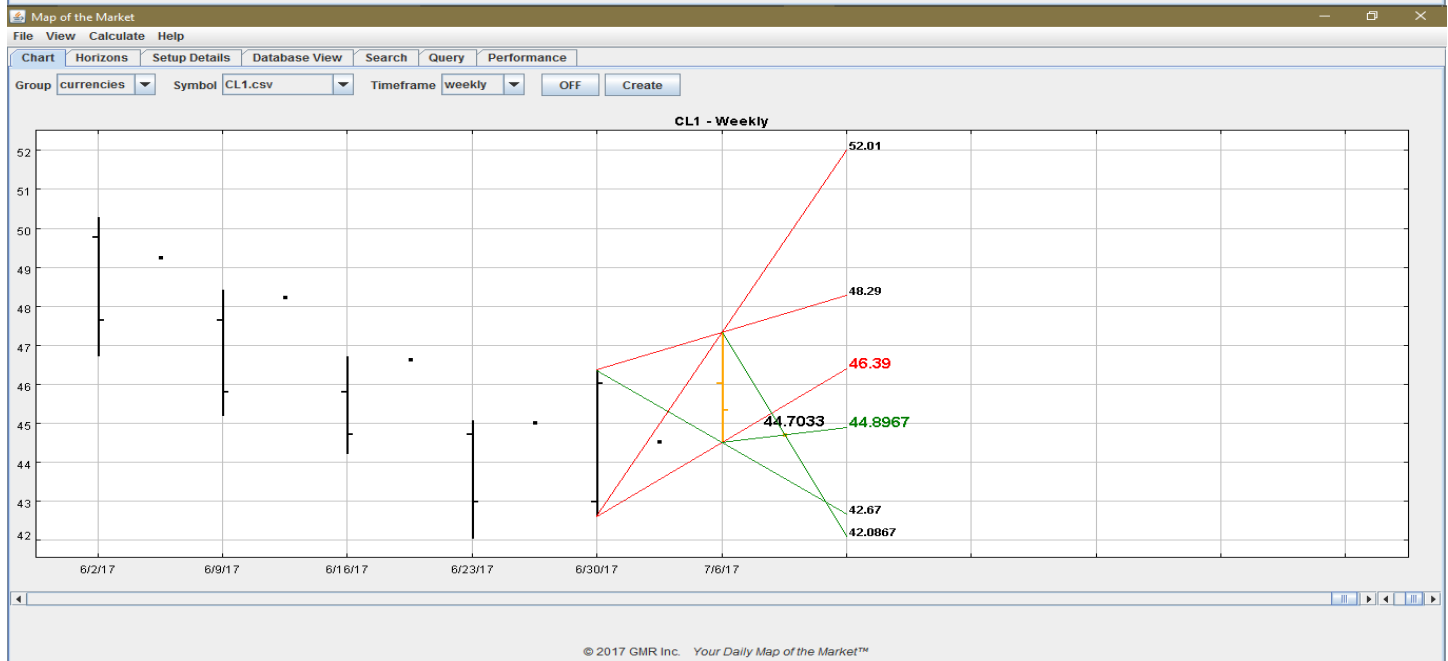
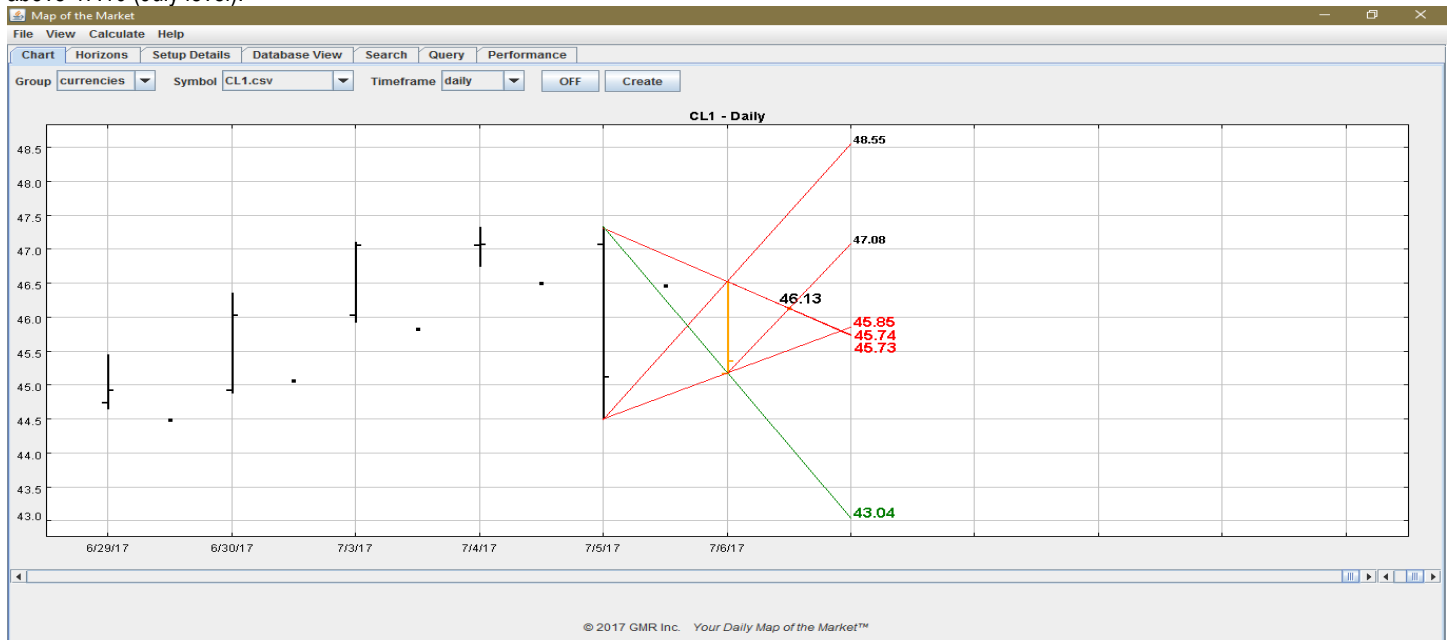
Prev. Close: 45.36

Day	Week	Month	Quarter
Bearish Target = 44.60(Hit) Neutral Above 46.13	Neutral Projected Range 44.60 to 46.39	Bearish Target = 40.34 Neutral Above 48.09	Neutral Projected Range 37.09 to 52.28

Comments: NEUTRAL TO

BEARISH. The day chart ended up with an asymmetrically bearish setup that has the potential to get nasty. Daily trend remains bearish under 46.13 from Wednesday's reversal. The setup itself is acutely imbalanced lower under 45.73/85 (top). The only support nearby is the developing weekly trend base at +/-44.70/65 (bottom). That is highly likely to get tested today. If it gives way, downside projects to 43.04 for the day. The projected day range is 45.85/46.13 to 44.70/65 (with extension risk to 43.04 below). Will add modestly to the short at 46.39. Hold against 47.01 July level.

Position Strategy: Currently 33% short at 47.01 from Tuesday. On strength, add to 50% short at 46.39 developing weekly level – stop on close above 47.10 (July level).



NatGas (NG1)
 Status: NEUTRAL
 Prev. Close: 2.889

Day	Week	Month	Quarter
Bearish Target = 2.825 Neutral Above 2.918	Neutral Projected Range 2.825 to 3.093	Neutral Projected Range 2.825 to 3.143/195	Neutral Projected Range 2.443 to 3.295

Comments: NEUTRAL. Daily trend is bearish under 2.918/954 today (top) and driving lower. But the larger time frames – both the weekly and monthly – are neutral. The key support base is the fixed July level at 2.825. Below there, however, turns risk on the weekly chart open-ended lower and sees gap for July to 2.649. On the upside, note the early weekly resistance at 2.978 (bottom) roughly matches today's resistance. Getting above there both ends the daily trend and relieves the pressure up to 3.09/13 for next week. Expect a 2.918 to 2.825 day range. Will still set partial long against 2.825.

Position Strategy: Currently flat. On weakness, move 33% long against 2.825 – stop on close below 2.825 (or intraday break of 2.76). As long as 2.825 holds, upside will project to +/-3.09/13 next week.

