



# EUA Technical Report

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

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	Support	Resistance	Current Price	Bull	Bear
S1	56.24	R1	59.62		
S2	53.83	R2	60.92	56.40	RSI below 50
S3	50.40	R3	62.68		

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (36)
- Stochastic is above 50
- Price is below the weekly the daily pivot EUR 60.48
- Technically bearish last week, the MA on the RSI suggested that momentum was weak. The futures were approaching the top of the Fibonacci support zone with the RSI still in divergence with price. Not a buy signal, it warned that we could see a momentum slowdown which needed to be monitored. Based on the current intraday Elliott wave cycle, we maintain a potential downside target at EUR 53.83; however, due to the divergence in play we remained cautious on moves lower. Despite being on an Elliott wave 5, we noted that there was a larger bear cycle in play, meaning upside moves should still be considered as countertrend. With key resistance on the higher timeframe at EUR 73.60. The futures traded to a low of EUR 55.41 before finding light bid support to trade up to EUR 59.05. We are now moving lower with price below the 8-21 period EMA's supported by the RSI below 50.
- Upside moves that fail at or below EUR 62.68 will leave the futures vulnerable to further tests to the downside, above this level will warn that we could be entering a higher timeframe corrective wave (we noted that there was more than one bearish Elliott wave cycle in play). Key longer-term resistance is now at EUR 72.46.
- Technically bearish, our intraday Elliott wave cycle is now suggesting that we have a potential downside target zone between EUR 53.83 – EUR 51.93. We maintain our view that upside moves look like they will still be countertrend in the near-term, providing we do not trade below the EUR 55.41 fractal low. If we do trade to a new low the futures will create a second negative divergence with the RSI, warning we could see a momentum slowdown. As noted last week, there remains a larger bearish wave cycle in play, meaning upside moves will still be considered as countertrend on the higher timeframe. We remain a cautious bear due to the potential divergence alongside the MA on the RSI turning higher.

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