



# EUA Technical Report

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

## EUA Dec 24



Support	Resistance	Current Price	Bull	Bear
S1	R1	70.47	RSI above 50	Stochastic overbought
69.59	72.17			
S2	R2			
67.88	73.29			
S3	R3			
65.78	74.34			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (55)
- Stochastic is overbought
- Technically bearish last week, the RSI was holding support resulting in the futures moving higher. The MA on the RSI was flat, implying momentum was neutral; however, we had positive divergences on the 1-and-2-hour timeframes warning we that we were in the process of seeing a momentum slowdown. A close above the high of the last dominant bear candle on the daily chart (EUR 68.28 24-June) would warn that buy-side pressure was increasing, meaning the key resistance at EUR 70.00 could come under pressure. A move above this level would mean that the probability of the futures trading to a new low would start to decrease. We were cautious on downside moves due to the lower timeframe divergences in play.
- The futures continued to move higher on the lower timeframe positive divergences, resulting in key resistance at EUR 70.00 being tested and broken. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above EUR 67.88 will support a near-term bull argument, below this level the technical will be back in bearish territory.
- Technically bearish with a neutral bias, the MA on the RSI is implying momentum is supported at this point. The upside moves above EUR 70.00 means that the probability of the futures trading to a new low has started to decrease. The RSI has broken resistance and is making new highs alongside price, warning that downside moves now have the potential to be countertrend. The close above the high of the last dominant bear candle on the daily chart (EUR 68.28) alongside the move above EUR 70.00 is warning that the EUR 72.17 fractal high could be tested and broken. If it is, then the intraday technical will be bullish, as it will confirm that the downside Elliott wave cycle did complete. A close below the low of the last dominant bear candle EUR 67.52, will indicate that sell side pressure is increasing, warning that the USD 65.78 fractal low could be tested and broken.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at [freightinvestorservices.com](http://freightinvestorservices.com)