



UK Emissions Technical Report

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

UKE Dec 24 (Daily)



	Support	Resistance	Current Price	Bull	Bear
S1	33.93	R1	38.34	Stochastic oversold	RSI below 50
S2	32.97	R2	39.39		
S3	32.00	R3	40.82		
			35.60		

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (34)
- Stochastic is oversold
- Having traded to a high of GBP on the 37.04 on the 03/10, the futures rejected the 8-period EMA, resulting in a new low being created at USD GBP 34.94 on the 07/10.
- The move to a new low created a positive divergence with the RSI (the futures have created a new low; however, this has not been replicated by the RSI) on both the daily and intraday timeframes. Not a buy signal, it is a warning that we have the potential to see a momentum slowdown, this will need to be monitored.
- The psychological footprint of the market (Elliott wave) is still bearish. Our lower timeframe cycle analysis does suggest that we have the potential to trade as low as GBP 32.00, whilst the higher timeframe cycle wave cycle is indicating that upside moves should in theory be countertrend, making GBP 40.82 the key resistance to follow. A move above this level will be considered as deep into the last bear wave, meaning the probability of the futures trading to a new low has started to decrease, implying the bear cycle has a greater chance of failing.
- Technically bearish, although lower timeframe Elliott wave analysis suggests that we have the potential to trade as low as GBP 32.00 for this phase of the cycle, the intraday divergence is prominent. Technically this implies that the futures are not considered a sell at these levels, as momentum indicators are suggesting that we are vulnerable to a move higher in the near-term.

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