



EUA Technical Report

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

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| | Support | Resistance | Current Price | Bull | Bear |
|----|---------|------------|---------------|-------|--------------|
| S1 | 63.49 | R1 | 66.11 | | RSI below 50 |
| S2 | 62.76 | R2 | 67.35 | 63.93 | |
| S3 | 61.29 | R3 | 69.72 | | |

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (46)
- Stochastic is above 50
- Technically bullish last week, the MA on the RSI implied that momentum was supported. We noted that we had closed above the 200-period MA (EUR 66.12), if we could hold above the longer-term average, it would warn that resistance levels could come under pressure. Upside moves that reject the EUR 69.72 resistance would warn that there could be a larger bearish Elliott wave cycle in play; however, our Elliott wave analysis suggests this resistance should in theory be tested and broken.
- The futures held above the 200-period MA (EUR 66.11) for 4 sessions before selling lower, resulting in key support being breached. We are below all key moving averages with the RSI below 50.
- Upside moves that fail at or below EUR 69.72 will warn that there could be a larger, bearish, Elliott wave cycle in play. Note, the futures are in the process of rejecting the Fibonacci resistance zone.
- Technically bullish, we now have a neutral bias as price has breached the EUR 63.49 support, meaning the probability of the futures trading to a new high is starting to decrease. However, as noted previously, the downside Elliott wave cycle looks to have completed, meaning we maintain a note of caution on moves lower. We have trend support at EUR 63.01, if we hold above the support line, it will warn we have the potential to see further upside within this phase of the cycle; whilst a close below that holds below the trend line will leave support levels vulnerable. We maintain a note of caution on downside moves at this point due to the support line; however, there are conflicting signals, as price has rejected the Fibonacci resistance zone and failed to hold above the 200-period MA. If trend supports break, market bears will be in control.

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