

FIS Weekly EUA Report

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EUA DEC-25 EUR 79.75 -3.58%

17/02/2025



SUPPORT: 76.69, 74.28, 71.00 | RESISTANCE: 89.39, 87.28, 85.16

52-Week Hi/Lo:

84.50/71.55

Monthly Hi/Lo: 84.25 - 77.25

Historical Vol: 10-day 26.226 ; 30-day 29.29 ; 50-day 32.623 ; 100-day 31.515

OUTLOOK

EUAs tracked losses in the TTF market this week, retreating as TTF pulled back 10.7% from two-year highs to close at €50.89. Sensational headlines in regards to a Russian/Ukraine peace talks has sparked a speculative discussion as to the potential for a resumption of Russian LNG flows to the continent, reversing the previously priced in geopolitical risk premium. Bearish pressure was further compounded by warmer long-term weather revisions and discussions on easing gas storage limits, reducing concerns over market tightness during the refuelling season. Investment funds remain largely indifferent to recent losses, as the latest CoT report shows a continued expansion of long positions which now stand at the highest since September 2021.

The key question now is whether this decline is a temporary correction or signals a deeper trend reversal. We have broken a fractal support, meaning the futures are bearish based on price, the MA on the RSI implies that momentum is weak. However, higher timeframe Elliott wave analysis continues to suggest that this week's drop is corrective, with focus on the 50-day EMA at €76.76 as the next key support. A break lower would indicate a trend reversal, with EUR71 our technical level for confirmation. Meanwhile resistance at €84.50 remains the key bullish trigger, with clearance of this level signalling a return to the uptrend. Looking ahead we can expect traders to closely monitor the evolving status of the conflict in Ukraine and amendments to storage requirements as a key source of volatility in the gas market. In the absence of any major headlines, Carbon market remains supported by cooler than average temperatures in the short term and relatively inexpensive coal providing protection from downside moves in the immediate term.

NEXT AUCTION: 10/02/2025

DATE	Auction Price	Auction Vol	Cover Ratio	Differential to Spot
10/02/2025	81.27	3,245,500	1.52	-0.04
11/02/2025	80.08	3,245,500	1.49	-0.03
13/02/2025	76.77	3,245,500	1.46	-0.07

Energy and Price Drivers

Gas TTF Spot (March 25' contract): **EUR 50.69** | Feb-25 German baseload power **EUR 127.15 /MWh**

Supply

- Equinor commented that up to 35 Bcm of additional Russian gas could be seen in Europe following an end to the Russia/Ukraine conflict
- Switzerland-based trader Axpo expects a significant increase in LNG supplies to Europe in the coming weeks, driven by higher prices attracting additional cargoes, Platts reported.
- Norwegian pipeline supplies to Europe are nominated back up to 328.6mcm/d last week after dipping on Tuesday due to an unplanned outage at Oseberg.
- European LNG sendout climbed over 5 TWh/d last week, only the second time since the start of the winter and the first time in the first week of February since 2019, according to GFB Insight

Storage

- European gas storage was down to 44.61% full on Feb. 15, according to GIE, compared to the previous five year average of 53.8% as withdrawal rates hold above normal.
- THE is reportedly discussing granting subsidies to suppliers at times when the spread is unfavourable to incentivize storage refills and meet legally defined targets.
- Sum25-Win25 TTF rose to around 5.5EUR/MWh following the news, having initially run up from around 2EUR/MWh in mid-January after THE's initial announcement of potential subsidies to support injections. Nonetheless, this is still down on the peak of 6.5EUR/MWh seen in late-January.

Demand

- European gas consumption may start to slow under governmental and societal pressure to limit cost increases with regional gas prices above the price of coal-fired generation, Reuters said

Weather

- Cooler weather persisted throughout last week and into the weekend and is expected to define the following few days, before warmer temperatures. Throughout the next fortnight we can expect increases in wind generation in central and western Europe, further alleviating concerns of a weather related squeeze on price.

Summary of the Previous Five Days Of Trading

Monday 10th	OPEN: 84.01 CLOSE: 80.96 HIGH: 84.22 LOW: 80.10
Tuesday 11th	OPEN: 81.10 CLOSE: 80.88 HIGH: 81.90 LOW: 79.48
Wednesday 12th.....	OPEN: 80.80 CLOSE: 82.95 HIGH: 83.80 LOW:80.80
Thursday 13th.....	OPEN: 81.05 CLOSE: 81.93 HIGH: 83.00 LOW: 80.94
Friday 14th.....	OPEN: 77.69 CLOSE: 79.75 HIGH: 79.93 LOW: 77.25

Commitment of Traders report

INVEST INST.	VOL.	CHANGE	OI
LONG	103,844.96	+4,730.32	+16.94%
SHORT	43,353.86	-194.58	+7.09%
NET	60,491.10	+4,924.90	-
CREDIT INST.	VOL.	CHANGE	OI
LONG	183,139.01	+858.45	29.86%
SHORT	512,969.85	+15,246.21	83.94%
NET	-329,830.81	-14,387.75	-
COMMERCIAL	VOLUME	CHANGE	OI
LONG	256,376.20	+10,187.63	41.82%
SHORT	51,883.02	+4,116.82	8.49%
NET	204,493.19	+6,070.83	-

Speculator positioning in the EU ETS futures on the ICE exchange turned again more bullish for the seventh consecutive week with net long positionings still at the highest level since September 2021.

This weeks development was primarily driven by a 5% increase in net long positions while the short position remained primarily flat.

Options data (Dec 25 contract)

STRIKE	100	90	80
CALL OI	21,710(1.16%)	10,388 (1.2%)	26,000 (-5.05%)
STRIKE	65	70	75
PUT OI	4,475(14%)	7,475 (-1%)	3,550(12.7%)

Open interest on call options saw relatively little movement as option traders reacted with indifference to last weeks sell off.

On the put option side OI increased significantly at the 65 and 75 strikes as a decline in price brought these levels into range.

IN THE NEWS

European leaders are meeting today in Paris to discuss the strategic future of Europe's relationship with Ukraine. This comes as European states have been sidelined in the US./ RUSSIAN talks being brokered in Saudi Arabia. Both conferences will have profound consequences for the both the future of the conflict in Ukraine and the resumption of Russian gas flows into the continent.

[Ukraine war: Europe holds US summit in Paris as Russia heads to Saudi for talks with US - live updates - BBC News](#)

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