



EUA Technical Report

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	Support	Resistance	Current Price	Bull	Bear
S1	71.00	R1	74.40		RSI below 50
S2	68.43	R2			
S3	64.05	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is below 50 (45)
- Stochastic is oversold
- Technically bullish in the last report, the futures were in a bullish trending environment in what looked to be an extended Elliott wave 3, suggesting downside moves should be considered as countertrend. We were in divergence with the RSI on the 1-and-4-hour timeframes, warning buyside momentum could slow down. We maintained our view that the futures were vulnerable to a technical pullback. We were cautious on upside moves in the very near—term, due to the divergence in play.
- Having traded to a high of EUR 84.50 the futures have entered a corrective phase. We are below all key moving averages supported by the RSI below 50.
- Downside moves that hold at or above EUR 71.00 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish but in a corrective phase, the MA on the RSI implies that momentum is weak. The futures have traded down to, but are holding above the 200 period MA (EUR 71.98). If we trade below this level and breach the EUR 71.00 support, then the probability of the futures trading to a new high will start to decrease, meaning there is a greater chance of the Elliott wave cycle failing. We are still in bullish territory whilst trading above the high of yesterdays bear candle (EUR 73.97), if we close today above this level, then resistance levels could come under pressure in the near-term.

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