

FIS Weekly EUA Report

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EUA DEC-25 EUR 64.82 3.71%

14/04/2025



SUPPORT: 60.30, 56.51, 51.73 | RESISTANCE: 65.48, 67.15, 69.42

52-Week Hi/Lo:

84.50/71.55

Monthly Hi/Lo: 70.72 - 60.07

Historical Vol: 10-day 35.239 ; 30-day 31.805 ; 50-day 30.401 ; 100-day 30.679

OUTLOOK

EUA's staged a recovery last week shrugging off declines in the TTF market and broader bearish themes across the energy complex. Concerns over future demand continue as Trump's tariffs remain a cause for uncertainty and market volatility with a trade war between the world's two largest economies now in full swing. Familiar headlines of strikes on energy infrastructure in Ukraine did little to support a weakening gas market which closed 5.71% lower on the week. The divergence in Carbon/Gas moves as reflected in a weakened 30 day correlation which now stands at 0.58. Looking ahead we expect political developments to continue as the primary source of volatility as weather forecasts and renewable production remains in line with seasonal norms for the time of year.

Technical: Technically bearish, the MA on the RSI implies that momentum remains weak at this point. Intraday Elliot wave analysis continues to suggest that upside moves should be considered as countertrend, making EUR 69.42 the key resistance to follow. Above this level, the probability of price trading to a new low will start to decrease. We remain cautious on moves higher in the near-term, as the technical suggests that they could struggle to hold.

| DATE | Auction Price | Auction Vol | Cover Ratio | Differential to Spot |
|------------|---------------|-------------|-------------|----------------------|
| 07/03/2025 | 58.12 | 3,245,500 | 1.64 | +0.01 |
| 08/04/2025 | 60.35 | 3,245,500 | 1.62 | -0.01 |
| 10/04/2025 | 62.08 | 3,245,500 | 1.33 | -0.09 |

NEXT AUCTION: 07/04/2025

Energy and Price Drivers

Gas TTF Spot (MAY 25' contract): [EUR 33.463](#) | APR-25 German baseload power [EUR 68.46 /MWh](#)

Correlation between EUA/TTF for 30-day weakened last week to 0.58. The EUA/UKA tightened to 0.76

Storage Targets

European gas storage has seen small net injections below the previous five-year average levels in recent days. Stores were 35.08% full on April 12, according to GIE, compared to the previous five-year average of 46.4%.

Demand

Norwegian pipeline supplies to Europe are down at 313mcm/d today, Bloomberg shows. Gassco shows an unplanned outage at Aasta Hansteen limiting capacity by 21.6mcm/d as well as an unplanned capacity reduction at Dvalin of 7.8mcm/d today.

Weather

Temperatures in NW and central Europe are forecast to hold above normal throughout the coming two weeks although are expected to be slightly closer to normal in the last week of April.

CWE wind is forecast to be the lowest this week on 18 April at just an 8% load factor.

CWE Solar is forecast to be relatively stable over the next seven days, ranging between 10-11% load factors.

Tariffs and Volatility

EUA Dec25 implied volatility hit a four-month high this week amid market turbulence from global selloffs driven by progress on US tariffs. EUAs Dec25 are tracking nearly 2% in weekly losses, while the TTF front-month contract and EU equity market are down almost 7% and 1.6%, respectively.

Carbon and Shipping levy

The UN's International Maritime Organization (IMO) has passed a plan to introduce a minimum \$100/ton CO2e carbon levy on shipping emissions exceeding new decarbonisation targets, to take effect by 2028.

The UN's International Maritime Organisation (IMO) has agreed to establish the world's largest Emission Control Area (ECA) in the Northeast Atlantic.

Summary of the Previous Five Days Of Trading

| | | |
|-----------|-------|---|
| Monday | | OPEN: 62.50 CLOSE: 62.84 HIGH: 65.24 LOW: 60.26 |
| Tuesday | | OPEN: 63.46 CLOSE: 62.06 HIGH: 63.57 LOW: 60.84 |
| Wednesday | | OPEN: 60.65 CLOSE: 60.94 HIGH: 61.67 LOW: 60.07 |
| Thursday | | OPEN: 63.50 CLOSE: 62.12 HIGH: 65.26 LOW: 61.68 |
| Friday | | OPEN: 62.82 CLOSE: 64.82 HIGH: 65.33 LOW: 61.78 |

Commitment of Traders report

| INVEST INST. | VOL. | CHANGE | OI |
|--------------|-------------|------------|---------|
| LONG | 59,087.64 | -12,897.86 | 30.73% |
| SHORT | 43,304.64 | -28,789.82 | +85.55% |
| NET | 15,782.72 | -14,495.51 | - |
| CREDIT INST. | VOL. | CHANGE | OI |
| LONG | 189,802.60 | -11,467.93 | 30.73% |
| SHORT | 528,881.79 | -28,789.82 | 85.55% |
| NET | -339,079.22 | +17,321.88 | - |
| COMMERCIAL | VOLUME | CHANGE | OI |
| LONG | 293,214.06 | -5,483.22 | 47.46% |
| SHORT | 43,485.90 | -1,085.01 | +7.03% |
| NET | 249,728.16 | -4,398.22 | - |

Speculator positioning in EU ETS futures on the ICE exchange turned more bearish last week with net long positionings at the lowest since 10 January, the latest COT data as of 5th April showed.

Options data (Dec 25 contract)

| STRIKE | 100 | 90 | 80 |
|---------|-----------------|----------------|-----------------|
| CALL OI | 24,985 (-5.48%) | 11,373 (-7.8%) | 21,605 (-10.5%) |
| STRIKE | 65 | 70 | 75 |
| PUT OI | 6,275 | 10,425 | 3,985 |

Call options saw significant repositioning with open interest declining across the 100, 90 and 80 calls, as traders looked adapt to last weeks volatility. By contrast put side saw minimal to no change in open interest as participants hold on to bearish bets.

IN THE NEWS

Countries have agreed a global deal to tackle shipping emissions, after nearly ten years of negotiations. [Global breakthrough agreement to tackle shipping emissions - BBC News](#)

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