

FIS

EUA Technical Report

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EUA Dec 25 (Daily)



Support		Resistance		Current Price	Bull	Bear
S1	60.30	R1	65.48	62.41	Stochastic oversold	RSI below 50
S2	56.51	R2	67.15			
S3	51.73	R3	69.42			

- Synopsis - Intraday

Source Bloomberg
- Price is below the 8—21 period EMA’s
 - RSI is below 50 (35)
 - Stochastic is oversold
 - Technically bearish last week, the MA on the RSI implied that we had light momentum weakness. The RSI was testing support, meaning that was a very minor divergence in play. However, lower timeframe Elliott wave analysis (based on the move lower from the EUR 70.72 high) suggested upside moves should be considered as countertrend, making EUR 70.31 the key resistance to follow. Upside moves above this level would warn that the probability of the futures trading to a new low had started to decrease.
 - The futures continued to sell lower, resulting in the divergence failing. We did move higher on the 10/04, but the move is struggling to hold. We are below all key moving averages supported by the RSI below 50.
 - Upside moves that fail at or below EUR 69.42 will leave the futures vulnerable to further tests to the downside, above the level the technical will have a neutral bias.
 - Technically bearish, the MA on the RSI implies that momentum remains weak at this point. Intraday Elliott 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.

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