

EUA Dec 25 (Daily)



2024				2025		
Support		Resistance		Current Price	Bull	Bear
S1	69.60	R1	75.31	73.30	RSI above 50	
S2	69.31	R2	76.19			
S3	67.54	R3	77.07			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (56)
- Stochastic is above 50
- Technically bullish on the previous report, the MA on the RSI implied that momentum was supported. The 4-hour RSI was in divergence, warning that price was vulnerable to a technical pullback. A close below the low of the last dominant bull candle (EUR 70.52), would also put price below the 200-period MA (EUR 70.71), warning the Fibonacci support zone could come under pressure, making EUR 65.15 the key support to follow. If broken, then the probability of price trading to a new high would start to decrease. We were bullish; however, the intraday divergence meant that we were cautious on upside moves at those levels, as they could struggle to hold.
- The futures sold to a low of EUR 69.60 and closed below the 200-period MA (EUR 70.53); however, the move failed to hold below the average, resulting in price consolidating above it. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above EUR 65.15 will support a bull argument, below this level the technical will have a neutral bias.
- Technically we remain bullish, the MA on the RSI is now flat, implying momentum is turning neutral. The futures are holding above the 200-period MA, implying the market is supported; however, above EUR 75.02 the intraday 4-hour RSI will be divergence with the RSI, we could also be divergent on the daily RSI. For this reason we continue to be cautious on upside breakouts at this point. For upside continuation, the futures will need to trade to a new high with the divergence failing. If we close and hold below the 200-period MA, then Fibonacci support level will start to look vulnerable.