

EUA Dec 25 (Daily)



Support	Resistance	Current Price	Bull	Bear
S1	R1	78.36	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8—21 period EMA's
- RSI is above 50 (54)
- Stochastic is above 50
- The upside rejection previously had resulted in a small double top formation, warning the EUR 76.50 support could be tested and broken. If it was, then it would warn that the probability of the futures trading to a new high within this phase of the cycle would start to decrease. However, as highlighted previously, there looked to be a larger, bullish Elliott wave cycle in play, making EUR 72.77 the key support to follow. If this level was broken, then the Elliott wave cycle would have a neutral bias; if we held, it would indicate another bull phase was to follow. The upside rejection with the threat of a negative divergence above EUR 80.37 meant that support levels were vulnerable in the near-term.
- Having sold to a low of EUR 77.01 the futures have seen light bid support. Price is between the 8-21 period EMA's supported by the RSI above 50.
- Downside moves that hold at or above EUR 76.50 will support a near-term bull argument, below this level the technical will have a neutral bias. However, key longer-term support is at EUR 72.77.
- The downside move in the futures is holding above the EUR 76.50 level; however, as highlighted previously, a double top formation alongside a negative divergence above EUR 80.37, means we remain cautious on upside moves in the near-term. Below EUR 76.50 the probability of the futures trading to a new high within this phase of the cycle will start to decrease, warning support levels could come under further pressure. Key longer-term support is at EUR 72.77, corrective moves that hold above this will imply we have another bull phase to follow; if broken, then the higher timeframe Elliott wave cycle becomes neutral.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com