EUA Technical Report

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EUA Dec 26 (Daily)

Support		Resistance		Current Price	Bull	Bear
S1	82.91	R1	86.42	83.98	RSI above 50	
S2	79.88	R2	86.99			
S3	78.14	R3	88.04			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8—21 period EMA's
- RSI is above 50 (55)
- Stochastic is above 50
- Technically bullish last week, the MA on the RSI implies that we had light momentum support, warning resistance levels were vulnerable. Channel support had held the previous week, resulting in price moving higher, warning we could look to test the upper channel resistance at EUR 87.36. If broken, the EUR 86.99 fractal high from Jan 26 will come into focus. The new high meant that the futures were in divergence with the RSI, not a sell signal, it warned that we could see a momentum slowdown, which needed to be monitored; however, the upside move had volume support at that point, supporting the bullish price action in the near-term. A close that held below the channel support line (EUR 82.23) would warn that the Fibonacci support zone could come under pressure.
- The futures have seen a small move lower due to the negative divergence with the RSI; however, price remains within the rising channel. We are between the 8-21 period EMA's with the RSI above 50.
- Downside moves that hold at or above EUR 75.78 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the futures are moving lower on the negative divergence with the RSI, resulting in price closing below the low of the last dominant bull candle (EUR 84.54). We do have a bullish block on the 04/12 that has volume support (EUR 83.48), a close below the low of this candle will warn that trend support could be tested and broken (EUR 82.91). If it is, and we hold below it, then market sellers will target the Fibonacci support zone (EUR 79.88—EUR 75.78). We are cautious on upside moves due to the divergence in play, and especially cautious on upside breakouts above EUR 85.54, as it will create further divergences with the RSI. Not a sell signal, the divergences warns that buyside momentum could slow.

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