

FIS Technical – Brent July Daily



Support	Resistance	Current Price	Bull	Bear
S1	R1	30.11		RSI is below 50
S2	R2			
S3	R3			

Synopsis - Intraday

- Price action is above the 8 – 21 period EMA
- RSI is below 50 (48)
- Stochastic is overbought
- The July futures are trading above the 8—21 period EMA’s and the USD 29.46 level. The upside move is now deep into the last bear wave, this means the technical phase is considered as neutral rather than bearish.
- The stochastic is now in overbought territory with the RSI at 49 in neutral territory suggesting we have the potential for some form of momentum pullback. Countering the overbought stochastic is the Head and shoulders pattern on the RSI, this has just broken the neckline giving the RSI an upside target of USD 67. Currently each RSI point seems to be worth around 73.75 cents meaning you have the potential upside target of USD 43.39 based on momentum. If momentum and price remain equal this could put the July futures into the bearish resistance gap which tops out at USD 45.18
- Intraday analysis is in divergence but it looks like we are in an extended 3rd wave at this point, meaning that downside moves will be considered as countertrend.
- Price action that trades below the USD 22.81 level would bring the intraday bull cycle into question and weaken the longer-term technical