

Brent Sep 20 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear	
S1	42.70	R1	43.41	RSI above 50	Stochastic overbought	
S2	42.40	R2				45.18
S3	42.03	R3				47.50

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is above 50 (62)
- Stochastic is overbought
- Price is on the pivot point at USD 42.70
- Previous days high/low USD 42.99 - USD 43.22
- A bit of a repetitive theme on the Brent futures. Upside moves make a new high, create a negative divergence on the one-hour chart and pullback. Meanwhile the bull trend continues to hold in place
- Technically the trend remains bullish above the EMA's and the daily pivot point
- The stochastic is overbought and showing a bearish cross with the RSI again going into divergence on a new high. The divergence is not a sell signal and this is a one-hour chart. What the divergence warns of is a potential momentum slowdown in the near-term
- Technically bullish, has the potential to diverge above USD 43.93 if the RSI is below 67.64 with the stochastic showing a bearish cross. Price is in an old resistance window making USD 45.18 a level to watch

Iron Ore Offshore July 20 Morning Technical Comment – 240 Min Chart



	Support		Resistance		Current Price		Bull		Bear
S1	99.34	R1	100.75		100.40		RSI above 50		Stochastic overbought
S2	98.87	R2	101.10						
S3	97.93	R3	102.30						

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI above 50 (56)
- Stochastic overbought
- Price is above the pivot point at USD 99.34
- The futures have now entered the Fibonacci resistance zone with price above the EMA's and the daily pivot point
- Elliott wave analysis would indicate the futures remain corrective. However, price is above the USD 100,16 level meaning the pullback is considered as deep and the phase neutral bring the wave count into question
- The RSI is above 50 with the stochastic overbought suggesting that momentum is bullish but perhaps a little over-stretched—momentum pullbacks on the stochastic with the RSI holding above 50 would support a buying argument
- Technically the phase has moved to neutral, the strength and depth of the upside move does ask the question regarding the longer term trend and the technical pullback being shallow suggesting we have the potential to enter a new bull phase
- Upside price action that holds above the USD 100.92 would lend to a bullish argument