

FIS Brent Daily technical

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FIS Technical – Brent Feb 21 Weekly



Support	Resistance	Current Price	Bull	Bear
S1	R1	50.39	RSI is above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21 period EMA's
- RSI is above 50 (55)
- Stochastic is overbought
- Price is above the 8—21 period EMA's with the with the RSI above 50, indicating price and momentum are technically bullish
- The futures have rejected the USD 52.79, 66% retracement level (Neely) warning that the long-term technical remains vulnerable to further tests to the downside. Upside moves above this level would mean the long term weekly technical is considered as neutral
- The RSI has made a higher high but the futures remain below the USD 71.75 level, creating what is known as a bearish hidden divergence. Not a sell signal the divergence is warning of a potential momentum slow-down.
- The weekly stochastic is overbought
- Our long-term weekly Elliott wave count, based on the corrective move that started at the USD 147.50 high in 2008, would suggest that we could potentially be in wave 4 of wave C. However, the Elliott wave count is a theory and not a market absolute. If the futures trade above the USD 52.79 level then the probability of a bearish wave 5 decreases, based on the depth of the pullback.
- The technical is at an interesting point, there is the potential for a bearish wave 5. Momentum indicators would suggest we are vulnerable to a downside move, but price is the leading indicator, making USD 52.79 the key technical resistance level