



Brent Intraday Morning Technical

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Brent Oct 22 Morning Technical Comment – 60 Min



	Support	Resistance	Current Price	Bull	Bear
S1	102.66	R1	106.04	RSI above 50	
S2	101.79	R2	108.21		
S3	100.60	R3	110.93		

Synopsis - Intraday

- Price is above the 8—21 period EMA's
- RSI is below 50 (63)
- Stochastic is below 50
- Price is below the daily pivot point USD 103.58
- As highlighted last week the futures looked to be in a countertrend wave 4, suggesting support levels should hold if tested. Price did move lower, held above support levels before trading to new highs; however, it looks like we are seeing wave extension, suggesting downside moves should still be considered as countertrend. Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 100.60 will support a bull argument, below this level the pullback is considered as deep. Meaning the technical will have a neutral bias.
- We were obviously cautious on the last report due to Powell speaking. Price did initially correct but held above key support levels, resulting in the futures moving higher, we look to be seeing Elliott wave extension. Upside moves above the USD 105.48 high have the potential to create a negative divergence with the RSI, not a sell signal it does warn of the potential for a momentum slowdown and will need to be monitored. We maintain our view that downside moves should be considered as countertrend at this point.

Chart source Bloomberg