



Brent Intraday Morning Technical

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Brent Dec 22 Morning Technical Comment – 60 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	93.09	RSI above 50	
S2	R2			
S3	R3			

Synopsis - Intraday

- Price is below the 8—21 period EMA's
- RSI is above 50 (55)
- Stochastic is oversold
- Price is above the daily pivot point USD 92.83
- The OPEC cut yesterday has resulted in the futures trading above the USD 93.50 fractal resistance meaning the lower timeframe wave cycle has completed. Price is above the 8-21 period EMA's supported by the RSI above 50.
- Downside moves that hold at or above USD 92.01 will support a near-term bull argument, below this level the technical will have a neutral bias.
- The intraday technical is bullish but failing to hold above the channel resistance at this point. Upside moves that fail at or below USD 98.05 will warn that the larger bearish Elliott wave cycle remains in play, above this level the cycle will have a neutral bias. The intervention by OPEC has confirmed the lower timeframe cycle has completed, it also has the potential to cause the larger cycle to fail. At this point the upside move is still considered as countertrend; however, we suggest caution here as it is based on the psychological footprint of the market, which may have now changed after the 2 million bpd cut. The 1-hour RSI is above 50 with the stochastic in oversold territory, momentum is warning that the futures are vulnerable to further upside moves. However, if the RSI moves below 50 then the stochastic is considered as less relevant. Key support to follow is at USD 92.01 and USD 90.76.

Chart source Bloomberg

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