



# Brent Intraday Morning Technical

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## Brent May 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	84.79	R1	86.21	Stochastic overbought
S2	84.60	R2	86.63	
S3	84.18	R3	87.45	
		85.41	RSI above 50	

### Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI above 50 (58)
- Stochastic is overbought
- Price is above the daily pivot point USD 84.79
- Bullish but in consolidation on Friday, the 1-hour technical was in divergence in with the RSI, warning support levels could be vulnerable, making USD 83.45 the key level to follow. A cautious bull, the futures were not considered a technical buy due to the divergence that is in play. We did get a move lower with price trading down to USD 82.36 on the back of reports that the UAE were reporting to mull leaving OPEC; however, the downside move failed to hold resulting in the futures closing higher on the day. The futures have moved lower on the Asian open but price is holding above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are now conflicting.
- A close on the 4-hour candle above USD 84.79 with the RSI at or below 56.5 will mean price and momentum are aligned to the buy side; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 83.59 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish on the intraday, upside moves above USD 86.00 will leave the USD 86.21 fractal resistance vulnerable. However, a new high will create a negative divergence with the RSI, not a sell signal it does warn of a momentum slowdown, suggesting caution on upside breakouts. Key support to follow is at USD 83.59.

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