



# Brent Intraday Morning Technical

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

## Brent May 23 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	70.15	R1	72.60	70.57	Stochastic oversold	RSI below 50
S2	68.38	R2	73.24			
S3	66.60	R3	74.10			

### Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI below 50 (27)
- Stochastic is oversold
- Price is above the daily pivot point USD 73.26
- Technically bearish with upside moves considered as countertrend last week, the futures rejected the USD 79.46 resistance, resulting in price trading to new lows. The futures are below all key moving averages supported by the RSI below 50. Intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 73.26 with the RSI at or above 34.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 74.10 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, As noted on Friday, the new low means that the futures are now in divergence with the RSI, not a buy signal it will need to be monitored as it is warning we have the potential to see a momentum slowdown. However, lower timeframe Elliott wave analysis does warn that we have a potential downside target at USD 66.60 for this phase of the cycle. The pattern breakout on the daily technical continues to suggest that we have a potential downside target at USD 67.38, giving us a support zone between USD 67.38—USD 66.60.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at [freightinvestorservices.com](http://freightinvestorservices.com)