

# FIS Brent Daily technical

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## FIS Technical – Brent May 23



Support	Resistance	Current Price	Bull	Bear
S1	70.43	74.75	Stochastic oversold	RSI below 50
S2	67.38			
S3	63.53			
R1	78.43			
R2	81.10			
R3	83.19			

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8 - 21 period EMA's
- RSI is below 50 (39)
- Stochastic is oversold
- Price is below the weekly pivot point USD 75.78
- Technically bearish with upside moves considered as countertrend last week whilst downside moves below USD 71.67 would create a positive divergence with the RSI, not a buy signal it warned that we had the potential to see a momentum slowdown on a downside breakout. Countering this, the Symmetrical triangle breakout suggested we had a potential downside target at USD 67.38. The futures traded to a low of USD 70.12 before finding buying support. An upside rejection candle yesterday with a move lower today means price could potentially be rolling to the downside, however, there is some intraday buyside support as we speak, but the intraday momentum indicators remain weak. The futures are below all key moving averages and the weekly pivot point supported by the RSI below 50.
- Upside moves that fail at or below USD 80.10 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 86.75 will the technical be bullish.
- Technically bearish, we maintain our view that upside moves should be considered as countertrend based on our Elliott wave cycle, whilst the MA on the RSI is implying that momentum is weak at this point. If the futures do trade above USD 77.44 high, it would suggest that the USD 78.73 and USD 81.10 resistance levels could come under pressure. The symmetrical triangle targets USD 67.38 but our current Elliott wave cycle suggests we could trade as low as USD 65.72, providing we do not trade above USD 77.44.

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