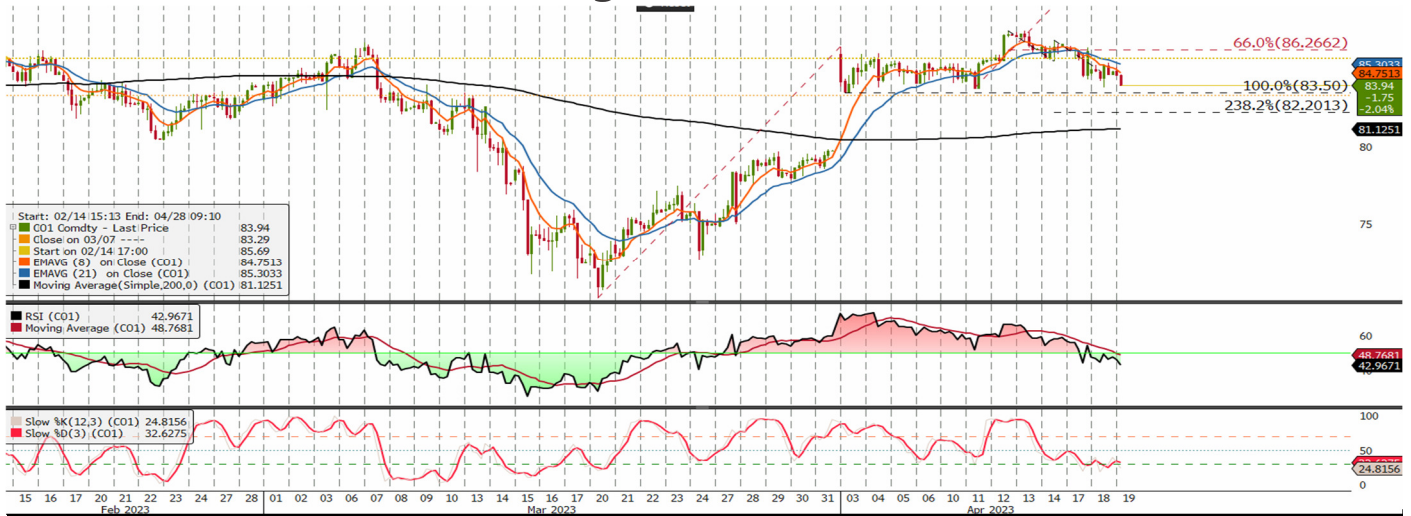




Brent Intraday Morning Technical

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

Brent June 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	83.50	R1	85.21	Stochastic oversold	RSI below 50
S2	82.20	R2	86.37		
S3	79.80	R3	87.49		

Synopsis—Intraday

- Price is below the 8-21 period EMA's
- RSI below 50 (42)
- Stochastic is oversold
- Price is below the daily pivot point USD 84.66
- Bullish with a neutral bias yesterday, we had a minor divergence between price and the RSI on the 4-hour chart; however, this was more prominent on the 1-hour technical. Not a buy signal, it was a warning that we have the potential to see a momentum slowdown and needed to be monitored. Conflicting momentum here, the divergence would suggest we could see an intraday move higher, but the MA on the RSI implies that buyside momentum is weak, meaning if we do move higher it may fail to hold. The futures moved higher, but the move as failed to hold with price lower on the Asian open. Price is below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 84.66 with the RSI at or above 50 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 86.26 will leave the futures vulnerable to further tests to the downside, above this level the futures will target the USD 87.49 fractal resistance.
- We remain bullish with a neutral bias, the MA on the RSI would suggest that the USD 83.50 support is now looking vulnerable, if broken the intraday technical is bearish. However, we have a bullish wind (support gap) between USD 83.50-USD 79.80, the whole of this area is considered to be a support zone. The caveat is that markets like to try and close gaps (to test the will of the market buyer). We have seen an open interest build since the OPEC cut, if USD 83.50 is broken, any fresh longs could look to exit, supporting a bear argument.

Chart source Bloomberg

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