



Brent Intraday Morning Technical

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

Brent August 23 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	73.65		RSI below 50
S2	R2			
S3	R3			

Synopsis—Intraday

- Price is above the 8-21 period EMA's
- RSI is below 50 (46)
- Stochastic is below 50
- Price is below the daily pivot point USD 74.04
- Technically bearish yesterday, we had a triple bottom with fractal support at USD 71.58, USD 71.39, and USD 71.28. We highlighted this as a key support zone, as each move up from here had resulted in a short-term build in aggregate open interest. If we held, it would leave resistance levels vulnerable, but if broken it would suggest that the USD 70.12 fractal low could be tested and broken, leaving the Elliott wave cycle to target the USD 68.64 level. We were bearish, but the market was supported, suggesting caution unless the support zone was broken. Having initially traded higher the futures sold lower in the U.S. session, resulting in a bearish rejection candle on the daily chart. Price is 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 74.04 with the RSI at or above 49 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 76.29 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Only above USD 83.06 is the technical bullish, as this is the higher of the bearish Elliott wave 3. Likewise, downside moves that hold at or above USD 72.90 will support a near-term bull argument, below this level we target the fractal support zone between USD 71.58 – USD 71.28.
- Technically bearish, the futures traded to a low of USD 72.91 on the Asian open, meaning the near-term support is currently holding. We maintain a more cautious view at this point due to the triple support zone at lower levels. In theory, we should trade lower; however, there are a few confictions on this technical that mean it is not as clear as it has been previously.

Chart source Bloomberg

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