



Brent Intraday Morning Technical

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Brent September 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	75.72	R1	76.60	RSI above 50	Stochastic overbought
S2	74.67	R2	77.24		
S3	74.08	R3	78.73		

Synopsis—Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- Price is above the daily pivot point USD 75.72
- Bearish with a neutral bias based on the Elliott wave cycle yesterday, the futures remained in the consolidation zone. The MA on the RSI was starting to flatten, warning buyside momentum had weakened a little, with price finding value through its EMA's. The upside rejection yesterday meant we had seen a close below the low of the dominant bull candle, if we closed on the 4-hour candle below USD 74.84, then the USD 74.08 and USD 73.28 support levels could come under pressure. We were seeing warning signs that the futures could potentially sell lower; however, we needed to see confirmation with a close below USD 74.84. We had a Major U.S holiday yesterday which warned trading volumes could be light. The futures failed to produce a bearish close resulting in price moving higher for the session. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 75.72 with the RSI at or below 54 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 73.28 will support a near-term bull argument, below this level the support zone becomes vulnerable (USD 71.58 – USD 71.28).
- Like yesterday, we are bearish with a neutral bias. Price is supported at this point; however, above USD 76.60 the futures have the potential to create a negative divergence with the RSI. Not a sell signal, it is a warning that we have the potential to see a momentum slowdown and will need to be monitored. If we do get a negative divergence, it would suggest caution on upside breakouts: likewise, a close on the 4-hour candle below USD 74.80 (revised down from USD 74.84) it will warn that the USD 73.28 support could come under pressure.

Chart source Bloomberg

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