



Brent Intraday Morning Technical

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Brent October 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	85.71	R1	86.15		RSI below 50
S2	84.94	R2	88.10	85.98	
S3	84.34	R3	89.57		

Synopsis—Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (49)
- Stochastic is below 50
- Price is below the daily pivot point USD 86.15
- Technically bullish yesterday, the RSI continued to hold above 50 with the stochastic at 30, momentum continues to warn that the futures are vulnerable to a move higher, providing the RSI held above 50. Lower timeframe Elliott wave analysis continues to warn that we have the potential to see one more test to the upside, making USD 84.94 the key support to follow. If support is broken, then the pullback will be considered as deep, meaning the probability of the futures trading to a new high will have decreased. Sideways action followed by a small move lower this morning means price is below the 8-21 period EMA's 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 86.15 with the RSI at or above 55 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 84.94 will support a bull argument, below this level the technical will have a neutral bias.
- The RSI is now below 50, meaning the stochastic is less relevant as it has moved higher, the MA on the RSI would suggest that momentum is weak at this point, meaning the USD 84.94 support is starting to look vulnerable. If broken, the pullback will be considered as deep, meaning the probability of the futures trading to a new high will have decreased, making this the key level to follow. Intraday Elliott wave analysis (on a lower timeframe) does suggest we have the potential to see one final wave higher within this phase of the cycle. However, with momentum starting to weaken, we are now a cautious bull, as support levels are starting to look vulnerable.

Chart source Bloomberg

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