



Brent Intraday Morning Technical

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Brent October 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	82.53	R1	84.13	Stochastic oversold	RSI below 50
S2	81.69	R2	85.57		
S3	80.61	R3	86.38		

Synopsis—Intraday

- Price is below the 8-21 period EMA's
- RSI is below 50 (43)
- Stochastic is oversold
- Price is below the daily pivot point USD 84.13
- Technically bearish yesterday with price rejecting the USD 86.38 resistance, supporting our Elliott wave analysis that the upside move looked to be a countertrend wave B. The RSI had moved back below its MA which was starting to flatten, implying buyside momentum was weakening, suggesting support levels were starting to look vulnerable. the futures continue to move lower with price now approaching the 200-period MA at USD 83.02. 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 84.13 with the RSI at or above 48.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 86.38 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. As noted yesterday, this level has been rejected.
- Technically unchanged, the futures are moving lower having rejected key resistance, warning that the USD 83.05 fractal low has the potential to be tested and broken. The MA on the RSI is now suggesting that momentum is weak, a close below that holds below the 200-period average will warn that the USD 82.53 and USD 81.69 support levels could come under pressure.

Chart source Bloomberg