



Brent Intraday Morning Technical

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

Brent Nov 23 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	88.34	R1	91.40	RSI above 50	Stochastic overbought
S2	87.45	R2	92.32		
S3	86.29	R3	93.48		

Synopsis—Intraday

- Price is above the 8-21 period EMA's
- RSI is above 50 (63)
- Stochastic is overbought
- Price is below the daily pivot point USD 90.33
- Technically bullish yesterday, the futures were correcting with the RSI below its MA, indicating momentum as weak. However, intraday Elliott wave analysis continued to suggest that downside moves should be considered as countertrend, making USD 86.29 the key support to follow. The futures found support in the EMA band resulting in a move higher; however, price is moving lower this morning. We remain above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned conflicting, as the opening candle closed above the daily pivot point.
- A close on the 4-hour candle above USD 90.33 with the RSI at or above 68.5 will mean price and momentum are aligned to the buy side; likewise, a close below this level will mean it is aligned to the sell side. Downside moves that hold at or above USD 86.29 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, if the futures trade to a new high, they will be back in 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. The downside move yesterday was not deep enough to be the intraday pullback that we had been looking for, meaning intraday wave analysis continues to suggest that downside moves should be considered as countertrend. The futures are now vulnerable to a technical pullback based on a lower time frame divergence and wave count. For this reason, based on the technical, we do not consider the futures a technical buy at this point.

Chart source Bloomberg