



# Brent Intraday Morning Technical

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## Brent Jan 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	85.16	R1	87.28	Stochastic oversold	RSI below 50
S2	83.64	R2	87.95		
S3	81.94	R3	88.84		

### Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (37)
- Stochastic is oversold
- Price is below the daily pivot point USD 87.81
- Technically bearish yesterday, the futures were moving lower on the back of the lower timeframe divergence, suggesting that the USD 86.88 fractal level looked vulnerable. This was supported by the wave patterns highlighted previously that were also bearish in nature. The futures have rolled into the Jan 24 contract resulting in price gapping lower. We remain 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 87.81 with the RSI at or above 46.5 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 88.84 will leave the futures vulnerable to further tests to the downside.
- Technically bearish, the gap down in the futures should in theory act as a resistance zone. However, markets do not like gaps, and may try to close it. Intraday Elliott wave analysis does suggest that upside move should be considered as countertrend.
- We are cautious at these levels, as we could see an intraday test to the upside to try and close the bearish gap.

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