



# Brent Intraday Morning Technical

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## Brent Jan 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	81.88	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

### Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (52)
- Stochastic is overbought
- Price is above the daily pivot point 81.52
- We remained technically bearish yesterday with price moving higher on the back of a positive divergence with the RSI. We were at an inflection point, we had traded to a high of USD 81.43, with key resistance at USD 81.46. If this level was broken, then the probability of the futures trading to a new low would start to decrease. However, the lower time frame Elliott wave cycle (20 min chart), was still warning that we could potentially have one more test to the downside. The MA on the RSI had turned higher, warning sell side momentum has slowed down. We are a cautious bear as we remained below key resistance but in divergence. The futures traded above the USD 81.46 resistance, meaning that the probability of the futures trading to a new low has started to decrease. We have seen a small move lower on the open this morning but are still above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 81.52 with the RSI at or below 48 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 78.75 will support a near-term bull argument, below this level the USD 76.60 fractal low will start to become vulnerable.
- Technically bearish with a neutral bias, the MA on the RSI is suggesting that momentum is supported at this point, meaning resistance levels remain vulnerable. If we do see price and momentum become aligned to the sell side, we could see the USD 78.75 support come under pressure. Neutral for now, as the depth of the pullback suggests that the probability of the futures trading to a new low has started to decrease, conflicting the wave cycle.

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