

FIS Brent Daily technical

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

FIS Technical – Brent Jan 24



Support	Resistance	Current Price	Bull	Bear
S1	R1	81.09	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8 - 21 period EMA's
- RSI is below 50 (39)
- Stochastic is oversold
- Price is below the weekly pivot point USD 86.64
- We were technically bearish on the last report with the MA on the RSI starting to weaken again, warning that support levels were vulnerable. However, a new low below USD 84.58 would produce an intraday positive divergence with the RSI, suggesting caution on downside breakout. As with the previous report, any escalation/de-escalation in the Middle East will likely dictate the directional bias of the futures. The futures continued to move lower with the intraday divergence failing (as noted in the morning technical reports). Price is below all key moving averages and the weekly pivot level with the RSI below 50.
- Upside moves that fail at or below USD 88.82 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- We remain technically bearish and now have a 3-wave pattern lower that has the potential to be part of a larger bullish cycle. However, intraday Elliott wave analysis does suggest that upside moves should be considered as countertrend in the near-term, implying that there is still further downside within this cycle. Key daily resistance is at USD 88.82, a move above this level will mean that the probability of the futures trading to a new high will start to decrease. The MA on the RSI continues to warn that momentum is weak with the daily RSI making new lows, supporting the lower timeframe wave cycle. A close on the daily candle above USD 91.96 will warn that resistance levels could come under pressure in the near-term.