



# Brent Intraday Morning Technical

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## Brent Feb 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	74.11	R1	75.35	Stochastic oversold	RSI below 50
S2	72.30	R2	78.17		
S3	71.58	R3	79.43		

### Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (36)
- Stochastic is oversold
- Price is below the daily pivot point 75.35
- Technically bearish yesterday, the MA on the RSI remained neutral with price and momentum conflicting. The new low had created a positive divergence with the RSI, not a buy signal it warned that we could see a momentum slowdown. For this reason, we remained cautious on downside moves. Key longer-term support was at USD 76.60, if we started to trade below this level, then we could potentially be looking at some form of higher timeframe Elliott wave extension. The futures traded below the USD 76.60 indicating that we are looking at an Elliott wave extension, as the intraday divergence has failed. Price is 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 75.35 with the RSI at or above 39.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below 81.33 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Fibonacci resistance has been moved higher, as there is the potential for a larger timeframe Elliott wave cycle coming into play.
- We remain bearish, the divergence failure yesterday is warning that upside moves have the potential to be counter-trend, indicating that we could see the USD 71.58 – USD 71.28 support zone could be tested. We now have move key resistance up to USD 81.13, if this level is broken, it will warn that the probability of the futures trading to a new low will decrease. if it is ejected, then we could see further wave extensions to the downside.

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