



Brent Intraday Morning Technical

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

Brent Feb 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	79.09	R1	80.60	
S2	78.57	R2	82.08	
S3	77.10	R3	84.75	
		80.21	RSI above 50	

Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (58)
- Stochastic is above 50
- Price is above the daily pivot point 79.09
- The futures remained bullish yesterday with price breaching the USD 80.51 resistance, meaning that the probability of there being a larger, bearish Elliott wave cycle in play had started to decrease. However, we noted that we needed to see the futures close above and hold above the 200-period MA (USD 86.18), if we did, it would further support a buyer's argument; conversely, failure to do so would warn we could enter a corrective phase. Price was above trend support (USD 78.69), if we closed below it, then we could see the futures enter a corrective phase, we highlighted this as there was a negative divergence in play, warning we are vulnerable to a momentum slowdown. A bullish technical, the divergence needed to be monitored, if we held above trend support, then the divergence could fail. However, if broken, it would warn of a correction, with focus on the USD 77.10 level. The futures closed but failed to hold below the trend support. Price is back above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 79.09 with the RSI at or below 55.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 77.10 will support a bull argument, below this level the technical will have a neutral bias.
- We remain bullish; however, a move above USD 80.60 will create a negative divergence with the RSI. Not a sell signal, it is a warning that we have the potential to see a momentum slowdown, which will need to be monitored. A close below that holds below the trend support (USD 79.89) will leave the futures vulnerable to a move lower. Key support is unchanged at USD 77.10, a move below this level will indicate that the probability of the futures trading to a new high will start to decrease.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com