



Brent Intraday Morning Technical

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Brent Mar 24 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	77.26	R1	80.82	78.32	Stochastic oversold	RSI below 50
S2	75.50	R2	81.79			
S3	74.31	R3	82.08			

Synopsis—Intraday

Chart source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (47)
- Stochastic is oversold
- Price is above the daily pivot point 77.26
- Technically bearish based on price last week, the MA on the RSI implied that momentum remained weak. Key support to follow was at USD 75.50, if we held above this level, it would warn that there was potentially a larger bull cycle in play. However, if broken, then the higher timeframe Elliott wave cycle would re-enter bearish territory. The futures traded to a low of USD 76.73 before finding bid support on the open today. We are between the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 77.26 with the RSI at or below 44 will mean price and momentum are aligned to the sell side. Upside moves fail at or below USD 80.02 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias. Likewise, downside moves that hold at or above USD 75.50 will warn that we potentially have a larger, bullish Elliott wave cycle in play.
- Technically bearish on the intraday with price holding above the USD 75.50 support at this point. The MA on the RSI is now starting to flatten, implying intraday momentum is turning neutral. However, daily momentum is still supported at this point, meaning we could see the intraday 200-period MA (USD 79.08), and the USD 80.02 resistance come under pressure in the near-term. If the USD 80.02 level is broken, then the probability of the futures trading to a new low will start to decrease, if we break this level and hold above the 200-period MA, it will further support a bull argument. We are holding above the USD 75.50 level with daily momentum support whilst the MA on the RSI is neutral, warning we could be preparing for an intraday move higher. However, the recent move lower in price has been replicated by the RSI which broke support, this is warning that the upside move has the potential to be countertrend.
- We are seeing some conflicts in this technical, meaning focus should really be on the USD 80.02 level. If this holds, the technical would suggest caution on upside moves, as it implies there is the potential for further downside within this corrective phase.

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