



Brent Intraday Morning Technical

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Brent Mar 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	80.00	R1	80.49	RSI above 50	
S2	79.11	R2			
S3	78.62	R3			

Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (57)
- Stochastic is overbought
- Price is above the daily pivot point 80.00
- The futures remained supported yesterday with price above all key moving averages, we highlighted that the Aggregate open interest (AOI) was starting to level off, suggesting there were as many net short positions opening as long, implying the market was in balance. Our technical view remained unchanged, we maintain our view that the futures were vulnerable to a move lower, as price and time were weaker than the move higher in December. The futures remain supported with price continuing to trade around the USD 80.56 resistance level. We are above all key moving averages with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 80.00 with the RSI at or below 54 will mean price and momentum are aligned to the sell side.
- Technically unchanged, the RSI is in divergence on the 1-and-4-hour charts, not a sell signal, it is a warning that we have the potential to see a momentum slowdown. We did see a test to the upside yesterday; however, this has created a move lower in the aggregate open interest (AOI), suggesting that market longs have started to exit on the upside move. The drop is only small, but it will need to be monitored to see if it continues to move lower. If we move higher with a dropping AOI, the signal is considered as beraish from a technical point of view (Murphy). As previously stated, we remain cautious on upside moves as the current move higher is weaker in time and price than the rally in December.

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