



# Brent Intraday Morning Technical

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

## Brent Mar 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	84.05	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

### Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (69)
- Stochastic is overbought
- Price is above the daily pivot point 82.94
- The longer-term technical remained bearish with a neutral bias on Friday. The futures had continued to move higher with the near-term divergences failing, the MA on the RSI continued to suggest that momentum was supported. The close previously had been above the 200-period MA (USD 81.71), if we could hold above this level, it would further support a bull argument. Likewise, if we closed below and held below the average, then support levels would become vulnerable. AOI was flat yesterday, meaning that there was an equal balance of fresh longs and shorts in the market. As noted previously, we will continue to monitor the open interest in case it starts to drop on moves higher. We had seen a small pullback on the open as the RSI had found resistance at its December highs. If we did close on the 4-hour candle below USD 8,166 it would warn that intraday momentum was weakening based on price, if this was supported by the RSI moving below 50, then support levels could come under pressure. We noted that the time and price argument would remain in play until we traded above USD 84.13; however, this would then mean that A-B would equal C-D (Dec – Jan projected), a natural technical selling area for CTA longs if there had been no further rise in Red Sea tensions (there are). We continued to have a cautious view on moves higher due to the time price scenario and the RSI resistance but acknowledge that momentum was supported. The futures have traded above the USD 84.13 resistance, meaning the time and price scenario has failed. We also note that the upside move has been on a series of 'events', with further attacks in the Red Sea, alongside the death of three American soldiers in a drone strike in Jordan which is risking a wider regional conflict due to the proxy war in the Middle East. We are 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 82.94 with the RSI at or below 68 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 79.32 will support a near-term bull argument, below this level the technical will have a neutral bias.
- The intraday technical is now bullish due to the break in fractal resistance, the move higher is now greater in price than the move higher in December, supporting a bull argument. We have also seen another rise in AOI supporting the move higher. The RSI is now making new highs whilst the MA on the RSI is implying momentum support, suggesting support levels could/should hold in the near-term if tested.

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](http://freightinvestorservices.com)