



Brent Intraday Morning Technical

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Brent April 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	80.47	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (43)
- Stochastic is oversold
- Price is below the daily pivot point 82.08
- Technically bullish yesterday, the AOI had dropped a little suggesting a minority of market longs had start to exit. The MA on the RSI continued to warn that momentum was showing signs of weakness; however, the recent high on the RSI warned that the downside move could be against the trend. If we closed below the weekly pivot point (USD 81.77) on the daily chart, it would warn that the USD 79.32 support could be tested and broken. If it was, then the probability of the futures trading to a new high would start to decrease. The technical was still bullish, the drop in AOI needed to be monitored as it meant the technical is not as strong as the previous. If it dropped again, then market bulls will need to be cautious. We have seen a small drop in the AOI, it is not significant, so we are attributing it to the expiry and subsequent roll into April. The futures continued to sell lower yesterday on the back of weak momentum indicators, resulting in price closing below the USD 81.77 weekly pivot level, the roll into April means we have seen a small gap lower on the open. We are below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 82.08 with the RSI at or above 55 will mean price and momentum are aligned to the buy 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 downside move and close below the weekly pivot level is accompanied by weak momentum indicators, suggesting the USD 79.32 support could be tested and broken. If it is, then the probability of the futures trading to as new high will start to decrease. Note: the RSI has broken support to make a new low, suggesting resistance levels could hold if tested in the near-term, meaning the technical is warning that we should have a note of caution on upside moves at this point.

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