



# Brent Intraday Morning Technical

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## Brent April 24 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	79.88	R1	82.02	81.58	RSI above 50	Stochastic overbought
S2	79.26	R2	83.05			
S3	78.42	R3	84.80			

### Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is at 50 (61)
- Stochastic is overbought
- Price is above the daily pivot point 80.89
- Technically bullish with a neutral bias yesterday, the MA on the RSI continued to suggest that momentum was supported whilst price was holding above the 200-period MA. This warned that resistance levels were starting to look vulnerable, we also noted that AOI remained supported, implying market longs are holding their positions. However, we had the weekly pivot point at USD 79.77, if we rejected this level and close below the 200-period Average, it would warn that the technical condition is starting to weaken. If we close above the weekly pivot level on the daily chart, it will further support a bull argument. Very near-term levels to follow are at USD 79.77 and USD 79.12. the futures flew through the USD 79.77 resistance level yesterday resulting in price trading to a high of USD 82.02. 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 80.89 with the RSI at or below 35.5 will mean price and momentum are aligned to the sell side. Upside moves that hold at or below USD 82.02 will leave the futures vulnerable to further tests to the downside, above this level the USD 84.80 fractal high will start to look vulnerable.
- Technically bullish with a neutral bias, a move above USD 82.02 will put the futures back in bullish territory. We had this upside move as looking like it could be countertrend based on the strength of the pullback and the RSI low. We noted the potential divergence on the 05/01 and the momentum turn on the 06/01; however, the move higher had looked to be against the trend. The higher we moved the stronger the momentum became with price now at an inflection point. We are just below the USD 82.02 resistance, price is above all key moving averages, the weekly pivot and has momentum and AOI support. However, above USD 81.90, we will be in divergence with the RSI on the lower timeframe, not a sell signal, it warns we could have a momentum slowdown, implying caution on upside breakouts. The technical is at a key area, divergence aside, we look like we could break key resistance. However, until that divergence fails, we must have a note of caution, as the futures will be vulnerable to a technical pullback. At this level, I have a neutral view, it is not a buy here, but the technical has more bullish signals than bearish, meaning it would be hard to justify going short.

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