



Brent Intraday Morning Technical

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

Brent May 24 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	83.38	R1	84.80	84.72	RSI above 50	Stochastic overbought
S2	82.91	R2	85.85			
S3	82.30	R3	87.15			

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 83.38
- The longer-term trend remained neutral yesterday; however, the MA on the RSI implied that momentum was supported with price testing the USD 82.90 resistance, we noted that if broken then the USD 83.25 and USD 83.84 resistance levels could come under pressure. With price testing and holding above the intraday 200-period MA (USD 81.97) whilst price and momentum aligned to the buyside, the technical suggested that resistance levels were looking vulnerable. We noted that Bollinger resistance was at USD 83.43, which would be an area of interest to market sellers due to the neutral nature of the market. The futures traded higher; we noted in the close report last night that with the futures pushing above the Bollinger band resistance, having held above the 200-period MA, warning that the futures could be readying for a break to the upside. However, ultimately, we needed to see the futures close above and hold above the 84.80 level on the daily chart. Price is higher again this morning with the futures testing the USD 84.80 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 83.38 with the RSI at or below 51.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above 82.30 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the MA on the RSI is implying momentum is supported. The RSI is making new highs alongside price, implying downside moves could be countertrend in the near-term. As noted last night, the futures now need to close above and hold above the USD 84.80 level, if we do, it will warn that we are potentially leaving the consolidation phase.

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