



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	86.84	R1	87.15	86.73	RSI above 50	Stochastic overbought
S2	84.82	R2	88.80			
S3	84.09	R3	90.88			

Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is at 50 (67)
- Stochastic is overbought
- Price is above the daily pivot point 86.44
- Technically bullish yesterday, the 1-hour RSI was in divergence with price, not a sell signal, it warned that we could see a momentum slowdown which needed to be monitored. Based on the divergence, we were cautious on upside moves at these levels. The futures traded to a high of USD 87.18 before seeing a small pullback. We remain 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 86.44 with the RSI at or below 63.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above 83.10 will support a bull argument, below this level the technical will have a neutral bias.
- Technically bullish, the 1-hour RSI rejected its resistance yesterday, meaning there is still a minor divergence in play. Lower timeframe Elliott wave analysis is warning we could see one more small test to the upside within this phase of the cycle; however, due to the divergence we continue to maintain a cautious view on upside moves at these levels. From the bull side, we are seeing AOI continue to build at this point, meaning there could be a larger cycle coming into play after a corrective move lower. Cautious on upside moves at this point, but conscious this move may become part of a larger bull cycle.

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