



Brent Intraday Morning Technical

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Brent May 24 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	85.76	R1	86.78	85.90	RSI above 50	
S2	84.69	R2	87.70			
S3	83.73	R3	88.22			

Synopsis—Intraday

Chart source Bloomberg

- Price is on the 8-21 period EMA's
- RSI is above 50 (53)
- Stochastic is at 50
- Price is above the daily pivot point 85.61
- Technically bullish but in a corrective phase on Friday, the MA on the RSI continued to warn of momentum weakness. However, the 1-hour RSI was in divergence, not a buy signal, it warned that we had the potential to see a momentum slowdown which needed to be monitored. Upside moves that rejected the USD 86.78 resistance would warn that the corrective phase could be more complex; likewise, a move below USD 83.73 will mean that the probability of the futures trading to a new high would start to decrease. The futures have found light bid support on the back of the divergence with price now trading on the 8-21 period EMA's. The RSI is above 50 with price and momentum aligned to the buyside.
- A close on the 4-hour candle below USD 85.61 with the RSI at or below 48.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above 83.73 will support a bull argument, below this level the technical will have a neutral bias.
- Unchanged on the technical today, we are bullish with the futures moving higher, but we remain in a corrective phase at this point. The MA on the RSI continues to warn of momentum weakness; however, the RSI is now above its RSI, warning the MA could soon flatten. The 1-hour RSI remains in divergence, not a buy signal, it is a warning that we have the potential to see a momentum slowdown which will need to be monitored. Upside moves that reject the USD 86.78 resistance will warn that the corrective phase could be more complex; likewise, a move below USD 83.73 will mean that the probability of the futures trading to a new high will start to decrease.

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