



Brent Intraday Morning Technical

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Brent July 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	83.05	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 (44)
- Stochastic is oversold
- Price is below the daily pivot point 83.34
- Unchanged in price on Friday, the technical remained bearish. The MA on the RSI implied that momentum was supported. However, we noted that since the bullish rejection candle on the 08/05, we could see that 7 out of the last 8 bullish candles had small bodies. This warned that the upside move looked like it could be exhausting, warning we could be about to enter a corrective phase. We had a small trend support at USD 84.20, which we are now trading below, if we closed below and held below it, then support levels would start to look vulnerable.
- The futures closed below the trend support resulting in price trading to a low of USD 82.26, before finding bid support in the Asian day session. 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 83.34 with the RSI at or above 48 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 87.07 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is warning that momentum remains weak at this point. The upside rejection and trend break mean that the USD 81.71 fractal low remains vulnerable; however, below this level the futures will be divergence with the RSI, not a buy signal, it is a warning we could see a momentum slowdown, which will need to be monitored. We noted on Friday's close report that we have the 200-period EMA support at USD 79.47, an area that we have seen consistent CTA support, suggesting caution on downside breakouts.

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