



Brent Intraday Morning Technical

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

Brent July 24 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	80.24	R1	81.80	Stochastic oversold	RSI below 50
S2	79.67	R2	82.29		
S3	79.49	R3	82.70		

Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (40)
- Stochastic is oversold
- Price is below the daily pivot point 81.80
- Technically bearish yesterday, the RSI was testing its average with price on the daily pivot point. The MA on the RSI was implying that momentum remains weak; however, there was a chance that price and momentum could soon become aligned to the buyside. The futures would be in divergence below USD 81.05 with the 200-period weekly MA support at USD 79.67. Based on the probability of the futures struggling to hold a downside move due to the support and the divergence, we were cautious on moves lower.
- The upside move yesterday failed to take price and momentum to the buyside, resulting in a move lower, it remains aligned to the sell side. We are below all key moving averages with the RSI below 50.
- A close on the 4-hour candle above USD 81.80 with the RSI at or above 43.5 will mean price and momentum are aligned to the buyside. Upside move that fail at or below USD 83.28 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the futures have breached but are failing to hold above the USD 81.05 support at this point. We are now in divergence with the RSI, not a buy signal it is a warning that we have the potential to see a momentum slow-down, which will need to be monitored. We also have the 200-period Weekly MA support at USD 79.67, the average has held on at least 9 occasions previously. We are now in a high-risk area to be short from a technical perspective. We maintain our view that the futures are not considered a technical sell at these levels, until we the technical is telling us otherwise. For this to change, the divergence will need to fail, and we will need to see the weekly candle close below and hold below its long-term average.

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