



# Brent Intraday Morning Technical

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

## Brent Aug 24 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	79.13		RSI below 50
S2	R2			
S3	R3			

### Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is below 50 (45)
- Stochastic is oversold
- Price is above the daily pivot point 78.08
- Technically bearish yesterday, we noted that the RSI low on the 03/06 suggested that upside moves should be considered as countertrend. However, the higher timeframe divergence had now failed, implying Elliott wave extension to the downside, indicating there is a larger bear cycle in play. We were seeing a small move higher (circled) but noted that we were seeing small-bodied candles, suggested buyside momentum was currently weak. This warned that the USD 76.76 low remained vulnerable.
- The futures continue to find buyside support with price trading above trend resistance. We are above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 78.08 with the RSI at or below 36 will mean price and momentum are aligned to the sell side. Upside move that fail at or below USD 82.21 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, momentum is now conflicting, as the MA on the RSI is implying that it is supported; however, the RSI is below 50 with the Stochastic in overbought territory. Providing the RSI can hold below 50, then momentum warns we could move lower, above 50, the stochastic becomes less relevant. We remain cautious on upside moves based on our intraday Elliott wave analysis (despite the trend break). A close on the 4-hour candle below USD 78.75 will imply that momentum based on price is slowing, warning the daily pivot support at USD 78.08 could be tested and broken.

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