

# FIS Brent Daily technical

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## FIS Technical (Weekly)– Brent Aug 24



Support	Resistance	Current Price	Bull	Bear
S1	R1	83.11	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8 - 21 period EMA's
- RSI is below 50 (49)
- Stochastic is oversold
- Technically bullish in the last report, the MA on the RSI remained flat. The futures were testing the base of the consolidation area highlighted previously with price still above the weekly 200-period MA (USD 79.66). The intraday RSI was divergent, not a buy signal it warned that we could see a momentum slowdown. The futures were trading below the USD 82.80 support, but the intraday divergence and more importantly, the weekly average, were warning that downside moves could struggle to hold. Technically, we could test the USD 79.66 level, and potentially even breach it; however, unless we closed below and held below it (or significantly break it), we maintained our view based on the technical indicators that this as a high-risk area to be short.
- The futures sold to a low of USD 76.76, closed below the weekly 200-period MA (currently 80.23) but produced a rejection candle, resulting in the futures moving higher. We are between the 8-21 period EMA's with the RSI near-neutral at 49.
- Upside moves that fail at or below USD 86.94 will leave the futures vulnerable to further tests to the downside, above this level the technical will be back in bullish territory.
- Technically bullish with a neutral bias, the probability of the futures trading to a new high has started to decrease. However, a rejection candle and a bullish candle that is trading above the high of the rejection candle (USD 81.65) and the 200-period weekly average, does suggest that key resistance could be tested and broken. This is based on historical performances when the futures have previously held the long-term average. Our intraday data did suggest we could sell lower, as it looked like we were seeing an Elliott wave extension to the downside; however, it now looks like our original analysis on the higher timeframe has superseded the intraday wave cycle. providing we close above the USD 81.65 level, then the technical suggests that the USD 84.47 and USD 86.94 resistance levels are vulnerable.

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