

# FIS Brent Daily technical

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## FIS Technical (Weekly)– Brent Sep 24



Support	Resistance	Current Price	Bull	Bear
S1	R1	87.29	RSI above 50	
S2	R2			
S3	R3			

### Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21 period EMA's
- RSI is above 50 (53)
- Stochastic is at 50
- Technically bullish last week, the MA on the RSI was flat, implying momentum was neutral. Aggregate open interest (AOI) had started to drop, whilst the intraday technical was in divergence. Not a sell signal, it warned that we could see a momentum slowdown. The AOI drop whilst in divergence with the RSI (intraday) suggested that we were starting to see profit taking in the futures, warning we could soon see a technical pullback. Bullish, but starting to show signs of exhaustion in the near-term.
- Having seen a pullback to a low of USD 85.19 due the roll into the September contract, the futures have remained supported with price trading to a high of USD 87.64, meaning the rolling contract is around 50 cents higher than last week. We are above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 79.05 will support a bull argument, below this level the technical will have a neutral bias. We noted that this support was back in play due to the futures breaching the USD 86.94 resistance.
- Technically bullish, the MA on the RSI remains flat, implying momentum is neutral. Aggregated open interest (AOI) continues to drop as price moves higher, indicating existing longs are exiting the market. This is not a sell signal (Murphy) but warns that the upside trend is starting to show signs of exhaustion, we also have an intraday negative divergence with the RSI; again, implying the futures could soon exhaust. Intraday Elliott wave analysis does suggest that we could trade as high as USD 90.33 within this phase of the cycle; however, due to the divergence and the drop in AOI, the futures are no longer considered a technical buy at these levels.