

FIS Brent Daily technical

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

FIS Technical (Weekly)– Brent Sep 24



Support	Resistance	Current Price	Bull	Bear
S1	R1	77.01		RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21 period EMA's
- RSI is above 50 (42)
- Stochastic is below 50
- Technically bullish but in a corrective phase last week, the futures are at an inflection point, as we were trading on the 200 period MA. If we closed below and hold below it, then the USD 79.05 support would come under pressure. If broken, then the probability of the futures trading to a new high will start to decrease. Likewise, a close on the daily chart above the high of the current weekly candle (USD 83.22) would also put price above the daily 200-period MA (USD 83.14), warning that buy-side pressure is increasing. We are neutral whilst on the average.
- The futures have broken to the downside with price below the 200-period MA (USD 81.67), we are now below all key moving averages with the RSI below 50.
- Technically bearish, the MA on the RSI is implying momentum is weak, the futures are now approaching and looking like they will break the USD 76.76 fractal support. We had noted in the morning technical that the downside cycle looked like it may have completed (we got that one wrong); however, the move lower in the last two sessions (1st – 2nd Aug) are indicating we are seeing some form of Elliott wave extension. Both the daily and weekly RSIs are testing support, warning we could see a momentum slowdown, as below USD 76.76 we will have a minor divergence in play. If the divergence fails, market bears will look to test the USD 72.29 low from late 2023. The longer-term technical is weakened due to the move away from the 200-period MA. However, we are a little cautious in the near-term due to the RSI support, as it is warning that we could see a technical pullback (to the upside).