

FIS Brent Daily technical

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FIS Technical (Daily)– Brent Nov 24



	Support	Resistance	Current Price	Bull	Bear
S1	72.26	R1	73.03	Stochastic oversold	RSI below 50
S2	69.50	R2			
S3	66.02	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8 - 21 period EMA's
- RSI is below 50 (37)
- Stochastic is oversold
- Technically bearish last week, the MA on the RSI was starting to flatten, implying momentum is neutral. Our intraday Elliott wave analysis suggested that upside moves were still considered as countertrend, making USD 83.56 the key resistance to follow. A move above this level would mean that the probability of the futures trading to a new low would start to decrease. If we traded below USD 75.05 before trading higher, our wave analysis indicated that we have the potential to trade as low as UAS 71.00 within this phase of the cycle. One point of note, we had a bullish and bearish rejection candle opposing each other on the weekly chart, suggesting we are at a bit of a technical stalemate.
- The futures gapped down on the roll and have continued to sell lower. We are yet to achieve the USD 71.00 level; however, we have sold to a low of USD 72.35. We are below all key moving averages with the RSI below 50.
- Upside moves that fail at or below USD 78.45 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the RSI is now in divergence with price. Not a buy signal it is a warning that we have the potential to see a momentum slowdown, which will need to be monitored. However, we maintain our view based on Elliott wave analysis that upside moves are considered as countertrend. The intraday technical would suggest that we could see further downside before witnessing the countertrend move higher.

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