



Brent Intraday Morning Technical

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

Brent Jan 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	73.02	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- Price is below the daily pivot point 74.31
- Technically bearish with a neutral bias on Thursday, the futures were consolidating around the 200-period MA. We had formed a symmetrical triangle, a neutral pattern, we noted that in theory the next directional move would come from a breakout that held outside of the triangle (USD 75.01 – USD 75.97). We maintained a neutral view on this technical.
- The futures broke the symmetrical to the downside, resulting in price selling lower. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 74.31 with the RSI at or above 51.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 72.60 will support a near-term bull argument, below this level the technical will be back in bearish territory.
- Technically bearish but with a neutral bias, the MA on the RSI is implying that momentum is weak at this point. The Symmetrical break to the downside is warning that the USD 72.60 support could be tested and broken. If it is, we enter bearish territory, meaning the USD 70.72 fractal low could become vulnerable. Likewise, if we mean-revert back to the 200-period MA (USD 74.83), then price action will be considered as neutral.