

FIS Brent Daily technical

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FIS Technical (Daily)– Brent Jan 25



Support	Resistance	Current Price	Bull	Bear
S1	71.35	74.95	RSI above 50	
S2	70.72			
S3	68.68			
	R1	75.94		
	R2	77.61		
	R3	78.93		

Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21 period EMA's
- RSI is below 50 (51)
- Stochastic is above 50
- Technically bearish last week, the downside rejection candle from the 13/11 suggested caution on moves lower in the near term. We noted that if we trade below USD 70.72, then the USD 69.61 and USD 68.68 fractal support levels could be tested and broken. we highlighted that if this was a bearish wave cycle, we should in theory trade below USD 68.68; however, near-term price action warned we could move higher first. The Elliott wave cycle was now unclear, if we look at the past 10 weeks of price movement, 7 of those weeks have been in consolidation.
- We moved higher on the downside rejection candle resulting in the futures trading above the intraday resistance at USD 73.64 (highlighted in the morning technicals). Price is above the 8-21 period EMA's with the RSI above 50.
- Upside moves that fail at or below USD 77.61 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, we noted in the intraday technical that resistance levels were vulnerable based on a bullish engulfing candle on the daily chart, resulting in price moving higher. The intraday technical on the 1-hour chart remains in divergence; however, if we close today (22/11) above USD 74.13, it will mean that we have a bullish engulfing candle on the weekly chart. If this happens, then the technical suggests that we could test the USD 75.94 – USD 77.61 resistance levels.

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