



Brent Intraday Morning Technical

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

Brent Feb 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	72.08	R1	72.36	Stochastic oversold	RSI below 50
S2	71.71	R2			
S3	70.70	R3			

Synopsis—Intraday

Chart source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (46)
- Stochastic is oversold
- Price is above the daily pivot point 72.08
- Technically bearish yesterday, the roll into Feb had resulted in the RSI making a new low, meaning there wasn't a divergence in play. The futures were finding bid support, with price looking to close the bearish gap that had formed, meaning we could potentially trade up to the low of the last candle before the roll (USD 73.05). If the intraday upside move closed above and held above the broken trend support line (USD 72.80), it would mean price was back in a consolidation zone, warning that there was an underlying support in the market.
- The futures traded up to but rejected the trend line, resulting in price trading to a new low; however, we have moved higher in the Asian day session, meaning we are trading between the 8-21 period EMA's. The RSI is below 50 with price and momentum conflicting.
- A close on the 4-hour candle above USD 72.08 with the RSI at or above 48.5 will mean price and momentum are aligned to the buyside. Likewise, a close below this level with the RSI at or below 44 will mean it is aligned to the sell side. Upside moves that fail at or below USD 74.09 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI is implying that we have light momentum weakness; however, the futures are moving higher on a 1-hour divergence that formed on the move down to USD 71.52 yesterday afternoon, warning resistance levels could come under pressure in the near-term. If we close above and hold above the trend resistance line highlighted yesterday (USD 73.01), it will warn that there is an underlying support in the market, meaning market buyers will target the 200-period MA (USD 73.53).

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com