

FIS Brent Daily technical

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FIS Technical (Daily)– Brent April 25



Support	Resistance	Current Price	Bull	Bear
S1	R1	74.82	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8 - 21 period EMA's
- RSI is below 50 (45)
- Stochastic is oversold
- Technically bullish on the last report, the MA on the RSI implied that momentum is supported. Elliott wave analysis suggested that downside moves should be considered as countertrend, making USD 75.60 the key support to follow. If broken, then the probability of the futures trading to a new high would start to decrease. We were moving lower due to an intraday divergence with the RSI; if we closed below the low of the last dominant bull candle (USD 79.62), then we could see the 200-period MA (USD 78.79) come under pressure. We had a note of caution on moves higher due to the intraday divergence in play.
- The futures continued to sell lower on the intraday divergence resulting in price close below and holding below the USD 75.60 level. We are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 79.73 will leave the futures vulnerable to further tests to the downside, above this level the technical will be back in bullish territory.
- The move below the USD 75.68 fractal means that the technical is bearish based on price. However, the Elliott wave cycle is bullish with a neutral bias. The depth of the pullback suggests that the probability of the futures trading to a new high has decreased, increasing the probability of upside moves being countertrend. The intraday futures are in divergence with price finding light bid support one standard deviation below the linear regression, suggesting caution on moves lower in the very near-term. A cautious bear at these levels, it the technical suggests we need to move higher before the next wave lower.

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