



# Brent Intraday Morning Technical

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## Brent May 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	69.33	R1	71.29	RSI below 50
S2	68.21	R2	72.24	
S3	67.12	R3	72.99	

### Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is below 50 (46)
- Stochastic is above 50
- Price is on the daily pivot point 70.38
- Unchanged on the technical on Friday, the futures were moving higher on the slowing momentum; however, our Elliott wave analysis continued to suggest that upside moves should be considered as countertrend, making USD 72.24 the key resistance to follow. If broken, then the probability of the futures trading to a new low would start to decrease. We were seeing bid support, but maintained a note of caution on higher moves at that point.
- The futures traded to a high of USD 71.40 but the move failed to hold, resulting in a small technical pullback. Bid support on the open today means we are above the 8-21 period EMA's with the RSI still below 50, intraday price and momentum are aligned to the buy side, as the previous candle closed above the daily pivot level.
- A close on the 4-hour candle below USD 70.38 with the RSI at or below 40.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 72.24 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 implies that momentum is supported at this point. Our Elliott wave analysis continues to suggest that upside moves look like they could be countertrend, making USD 72.24 the key resistance to follow. If broken, then the probability of price trading to a new low will start to decrease. A close on the daily chart below USD 69.79 will warn that buy side pressure is fading, leaving the USD 68.33 fractal low vulnerable.

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