



Brent Intraday Morning Technical

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

Brent May 25 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	71.61	R1	72.24	RSI above 50	Stochastic overbought
S2	71.51	R2	72.99		
S3	71.21	R3	74.26		

Synopsis—Intraday

Chart source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is above 50 (54)
- Stochastic is overbought
- Price is above the daily pivot point 71.61
- Technically bearish yesterday, Elliott wave analysis continued to suggest that upside moves should be considered as countertrend; however, for downside continuation, we need to see price and momentum become aligned to the sell side. Failure to do so would leave resistance levels vulnerable.
- Price and momentum stayed aligned to the buyside, resulting in the USD 72.24 resistance being breached; however, price has sold lower this morning. We are between the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buyside, as the RSI was above its average on the previous candles close.
- A close on the 4-hour candle below USD 71.61 with the RSI at or above 53.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 70.79 will support a bull argument, below this level the technical will be back in bearish territory.
- Technically bearish with a neutral bias. In theory, the probability of the futures trading to a new high has started to decrease. However, there is a larger bearish cycle in play, meaning upside moves are still considered as countertrend, whilst price has rejected polarity resistance, warning support levels are looking vulnerable. Like yesterday, if price and momentum become aligned to the sell side, we could see the USD 70.789 Fibonacci support being tested and broken. Despite key resistance has been broken, the upside rejection is warning we could be about to move lower.

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