



# Brent Intraday Morning Technical

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## Brent June 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	63.30	R1	64.92	63.82		RSI below 50
S2	59.42	R2	66.93			
S3	57.24	R3	69.67			

### Synopsis—Intraday

Chart source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (44)
- Stochastic is above 50
- Price is above the daily pivot point 63.30
- Technically bearish yesterday, we had seen a lower timeframe Elliott wave cycle extension, meaning we had a near-term downside target at USD 59.42 for this phase of the cycle. However, we noted that this was a guide, if we traded below USD 59.42, then the USD 57.24—USD 54.47 support levels would become vulnerable. The downside breakout meant that the futures were in divergence with the RSI. This was not a buy signal, it warned that we could see a momentum slowdown, which needed to be monitored. Based on higher timeframe Elliott wave analysis, we maintained our view that upside moves should be considered as countertrend.
- We traded to a low of USD 58.40 before finding bid support on the positive divergence with the with the RSI. Later in the session the futures surged higher due to the pause in trade tariffs. Price is between the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below USD 63.30 with the RSI at or below 33.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 69.67 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 momentum is supported, warning resistance levels are vulnerable in the near-term. The lower timeframe Elliott wave extension looks to have completed; however, the higher timeframe wave cycle remains bearish, and is yet to confirm that we have entered the higher timeframe countertrend wave 4. Key resistance is at USD 69.67, a move above this level will warn that the probability of price trading to a new low will start to decrease. If we trade below the USD 58.40 fractal low before confirming the higher timeframe wave 4, it will have bearish implications going forward, suggesting there could be a larger wave extension than anticipated.

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