FIS
Brent Intraday Morning Technical

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Brent June 25 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	66.55	R1	69.67			
S2	64.42	R2	71.82	67.31	RSI above 50	Stochastic overbought
S3	63.79	R3	75.47			

Chart source Bloomberg

Synopsis—Intraday

- Price is above the 8-21 period EMA's

- RSI is above 50 (56)

- Stochastic is overbought

- Price is above the daily pivot point 66.55

- The upside move previously meant that the futures had entered a higher timeframe countertrend Elliott wave 4. Technically, the Elliott wave cycle remained bearish; however, the MA on the RSI indicated that we had light momentum support, meaning resistance levels remained vulnerable in the near-term, making USD 69.67 the key level to follow. A move above this level would indicate that the probability of price trading to a new low had started to decrease, warning there was a greater chance that the bearish wave cycle could fail. If price and momentum became aligned to the sell side, then market sellers will look to test the weekly pivot level at USD 63.53.

- Having sold lower on Monday, the futures have opened with bid support today, meaning price is above the 8-21 period EMA's. The RSI is above 50 with price and momentum conflicting.

- A close on the 4-hour candle below USD 66.55 with the RSI at or below 53 will mean price and momentum are aligned to the sell side; likewise, a close above this level with the RSI at or above 57.5 will mean it is aligned to the buyside. 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 futures have opened and held above the weekly pivot point (USD 66.63). A close on the daily candle above this level will warn that resistance levels could come under pressure; conversely, a close below that holds below it will target the USD 65.67 fractal support. If broken it will warn that the USD 63.79 fractal low could come under pressure. Upside moves above USD 69.67 will warn that the probability of price trading to a new low will start to start to decrease. Intraday price action is supported; however, the MA on the RSI is currently flat, meaning momentum is neutral at this point.