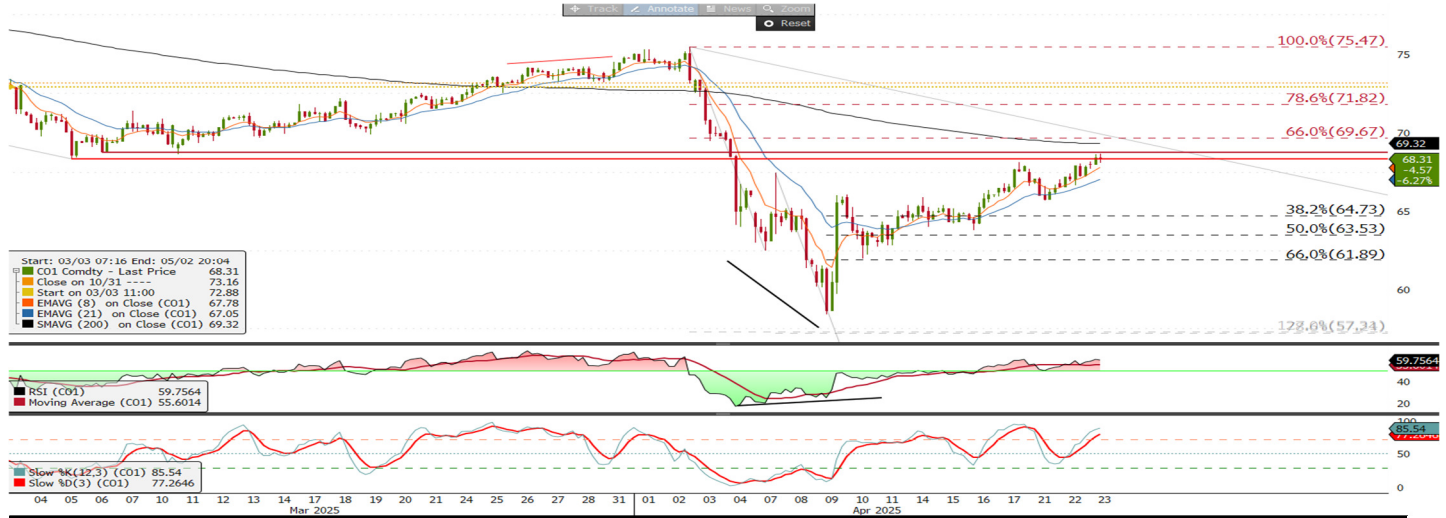


FIS Brent Intraday Morning Technical

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Brent June 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	67.34	R1	69.67	68.31	RSI above 50	Stochastic overbought
S2	66.63	R2	71.82			
S3	65.67	R3	75.47			

Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (58)
- Stochastic is overbought
- Price is above the daily pivot point 67.34
- Technically bearish yesterday, the futures had opened and held above the weekly pivot point (USD 66.63). We noted that a close on the daily candle above this level would warn that resistance levels could come under pressure; conversely, a close below that held below it would target the USD 65.67 fractal support. If broken it would warn that the USD 63.79 fractal low could come under pressure. Upside moves above USD 69.67 would warn that the probability of price trading to a new low would start to decrease. Intraday price action was supported; however, the MA on the RSI is currently flat, meaning momentum is neutral at that point.
- Price remained supported yesterday and continues to move higher this morning. We are above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle below USD 67.34 with the RSI at or below 53 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.
- Near-term price action remains supported, the Elliott wave cycle remains in bearish territory below USD 69.67. A move above this level will mean that the probability of the futures trading to a new low has started to decrease, meaning there is an increased chance that the bearish wave cycle will fail. The futures are testing a previous support area (highlighted on chart), that has the potential to act as a resistance. The 1-hour RSI is divergent, warning we could see a momentum slowdown. A close on the daily chart below USD 66.63 will imply sell side pressure is increasing, warning the USD 65.67 fractal support could be tested and broken. If it is, then the Fibonacci support zone becomes vulnerable. With price in divergence whilst at resistance, we are cautious on moves higher, as price is looking vulnerable to an intraday pullback.

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