

FIS Brent Intraday Morning Technical

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Brent June 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	64.73	R1	66.23	64.80	RSI below 50	Stochastic oversold
S2	63.53	R2	68.65			
S3	61.89	R3	69.00			

Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (41)
- Stochastic is oversold
- Price is below the daily pivot point 66.23
- Technically bearish yesterday, the MA on the RSI was flat, implying momentum was neutral. The futures were finding light bid support; however, having rejected the resistance area previously and broken fractal support, we maintained a note of caution on moves higher at that point. Elliott wave analysis continued to suggest caution on upside moves, making USD 69.66 the key resistance to follow. Above this level the probability of the futures trading to a new low will start to decrease.
- The upside moves failed to hold, resulting in price trading below the USD 65.29 fractal support. We are below all key moving averages supported by the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 66.23 with the RSI at or above 50.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 69.66 will leave the futures vulnerable to further tests to the downside, above this level, the probability of price trading to a new low will start to decrease.
- Technically bearish, the MA on the RSI implies that momentum is weak. Both price and the RSI are making new lows, suggesting upside moves could struggle to hold, whilst our intraday Elliott wave analysis does suggest that upside moves should be considered as countertrend. If trade above the USD 67.57 fractal resistance, it will warn that polarity resistance at USD 68.33 could come under pressure.

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