

Brent June 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	61.88	R1	64.66	63.12	RSI below 50	Stochastic oversold
S2	60.59	R2	66.94			
S3	58.40	R3	68.33			

Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (34)
- Stochastic is oversold
- Price is below the daily pivot point 64.66
- Technically bearish yesterday, the MA on the RSI implied that momentum was weak. Both price and the RSI were making new lows, suggesting upside moves could struggle to hold, whilst our intraday Elliott wave analysis suggested that upside moves should be considered as countertrend. If we traded above the USD 67.57 fractal resistance, it will warn that polarity resistance at USD 68.33 could come under pressure.
- The futures have continued to sell lower, we remain 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 64.66 with the RSI at or above 44 will mean price and momentum are aligned to the buy side. 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 with the MA on the RSI implying momentum is weak; as noted yesterday, with price and the RSI making new lows, upside moves should be considered as countertrend. We maintain our view that the USD 61.88 support is vulnerable; if broken, we target the USD 58.40 fractal low.