



Brent Intraday Morning Technical

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Brent July 25 Morning Technical Comment – 240 Min



| Support | | Resistance | | Current Price | Bull | Bear |
|---------|-------|------------|-------|---------------|--------------|---------------------|
| S1 | 58.40 | R1 | 62.75 | 59.90 | RSI below 50 | Stochastic oversold |
| S2 | 55.63 | R2 | 63.48 | | | |
| S3 | 53.27 | R3 | 63.61 | | | |

Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (24)
- Stochastic is oversold
- Price is below the daily pivot point 63.48
- Technically bearish yesterday with the MA on the RSI implying momentum is weak; as noted previously, with price and the RSI making new lows, upside moves should be considered as countertrend. We maintained our view that the USD 61.88 support was vulnerable; if broken, we would target the USD 58.40 fractal low.
- The futures have rolled into July, resulting in price gapping below the USD 61.88 support. Price is still selling lower, meaning 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 63.48 with the RSI at or above 37.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 4.78 will leave the futures vulnerable to further tests to the downside, above this level the USD 67.57 fractal resistance will start to look vulnerable. Key resistance remains unchanged at USD 69.66.
- Unchanged on the technical this morning, the futures remain in a bearish trending environment with the RSI implying momentum is weak. We are yet to see an intraday pullback, meaning upside moves are still considered as countertrend at this point. If we trade above USD 64.78 it will warn that the lower timeframe Elliott wave cycle is turning neutral; however, the larger wave cycle remains bearish below USD 69.66. The gap lower on the open below the USD 61.88 level, means that the USD 58.40 fractal low looks like it will be tested and broken.

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