

## Brent July 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	60.87	R1	61.73	Stochastic at 50
S2	60.11	R2	63.25	
S3	59.51	R3	64.48	

### Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is below 50 (45)
- Stochastic is below 50
- Price is below the daily pivot point 61.73
- The longer term Elliott wave cycle remained bearish yesterday, as did the daily timeframe. However, the upside move above USD 62.72 meant that the intraday technical was bullish, meaning USD 60.11 was the key intraday support to follow. Downside moves that held at or above this level would indicate that there was an underlying support in the market; if broken, then the USD 58.50—USD 58.40 fractal support zone should come under pressure. The RSI and price had broken resistance on the move higher, whilst the MA on the RSI implied that momentum was supported at that point. This suggested that the Fibonacci support zone should hold if tested in the near-term.
- The futures have entered a corrective phase with price testing but currently holding above the USD 60.87 fractal support. We are below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 61.73 with the RSI at or above 49.5 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 64.48 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, the higher timeframe Elliott wave cycle remains bearish below this level and neutral above.
- Intraday price action is bullish but in a corrective, the longer term Elliott wave cycle remains bearish, the MA on the RSI continues to suggest that momentum is supported, despite the RSI being below its average. However, as noted yesterday, the fractal break was supported by the RSI making new highs, suggesting the USD 60.11 should hold if tested. However, if broken, it will warn that the USD 58.50—58.40 fractal support zone could be tested and broken.