

# FIS Brent Intraday Morning Technical

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## Brent Aug 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	68.65	R1	69.02	68.66	RSI above 50	Stochastic overbought
S2	68.33	R2	69.43			
S3	67.83	R3	70.83			

### Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (60)
- Stochastic is above 50
- Price is below the daily pivot point 69.02
- Near-term price action remained bullish yesterday, whilst the Elliott wave cycle is bearish below USD 69.66 and neutral above. The upside move yesterday warned that polarity resistance at USD 68.33 was starting to look vulnerable, a close above that held above this level would support a buyer's argument, at this point the daily linear regression would be run from the USD 58.40 low. However, whilst below USD 68.33, the linear regression was run from the USD 82.63 high, meaning we were 2 standard deviations above the linear line, whilst approaching resistance, suggesting caution on upside moves at those levels at that point.
- The futures did trade and close above the USD 68.33 level, resulting in price trading to a high of USD 70.83. The futures opened weaker and have sold lower this morning; however, we are above the 8-21 period EMA's with the RSI above 50, nbut price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 69.02 with the RSI at or above 66 will mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 65.66 will support a bull argument, below this level the technical will be back in bearish territory.
- Technically bullish based on price, the longer-term Elliott wave cycle is now neutral due to the move above the USD 69.66 level, meaning there is a greater chance that the higher timeframe Elliott wave cycle will fail . We have entered a corrective move lower, however, the RSI high, and lower timeframe Elliott wave analysis are warning that downside moves have the potential to be counter-trend, making USD 65.66 the key support to follow. A move below this level will mean that the probability of the futures trading to a new high has started to decrease.

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