

Brent Aug 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	74.38	R1	78.09	74.70	RSI above 50	
S2	72.93	R2	79.92			
S3	72.57	R3	81.74			

Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (67)
- Stochastic is above 50
- Price is below the daily pivot point 74.38
- Technically bullish on Thursday based on price, the longer-term Elliott wave cycle was neutral due to the move above the USD 69.66 level, meaning there was a greater chance that the higher timeframe Elliott wave cycle would fail. We had entered a corrective move lower, however, the RSI high, and lower timeframe Elliott wave analysis warned that downside moves had the potential to be countertrend, making USD 65.66 the key support to follow. A move below this level would mean that the probability of the futures trading to a new high had started to decrease.
- The futures spiked to a high of USD 78.50 into the close on Thursday due to the war in the Middle East, we did see a pullback on Friday before opening at 78.31 this morning. We have sold lower since the open but remain above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 74.38 with the RSI at or below 64.5 will mean price and momentum are aligned to the sell side. Downside moves that hold at or above USD 68.27 will leave the futures vulnerable to further moves to the upside, below this level the technical will have a neutral bias.
- Technically bullish, the futures remain supported due to the escalation between Israel and Iran. Elliott wave analysis is indicating that downside moves should be considered as countertrend, making USD 68.27 the key support to follow. A move below this level will be considered as deep into the last bull wave, meaning the probability of price trading to a new high will start to decrease.