

FIS Brent Intraday Morning Technical

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Brent Sep 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	67.95	R1	70.17	69.98	RSI above 50	Stochastic overbought
S2	67.34	R2	71.79			
S3	66.34	R3	72.09			

Synopsis—Intraday Chart source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is above 50 (54)
- Stochastic is overbought
- Price is above the daily pivot point 70.17
- The futures remained technically bullish yesterday with the MA on the RSI implying momentum was supported. However, the 1-hour RSI was back in divergence, whilst the 4—hour RSI was in a resistance zone that had previously acted as a support during the upside move in June. For this reason, we had a note of caution on moves higher at those levels, as they could struggle to hold.
- The futures remain supported with price still at yesterday mornings levels. We are between the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 70.17 with the RSI at or above 60 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 76.27 will leave the futures vulnerable to further tests to the downside, above this level the Elliott wave cycle will be back in bullish territory.
- Unchanged on the technical today, the RSI looks to be rejecting resistance, whilst a small test to the upside yesterday failed to hold due to the 1-hour divergence, meaning we remain cautious on upside moves in the near-term. If we do move higher, the lower timeframe divergence is going to need to fail, alongside the 4-hour RSI breaking resistance for upside continuation.

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