

## Brent Sep 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	67.34	R1	68.91	Stochastic oversold RSI below 50
S2	66.34	R2	69.43	
S3	65.96	R3	71.65	

### Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (42)
- Stochastic is oversold
- Price is below the daily pivot point 68.91
- Technically bullish yesterday, below USD 68.54 the futures would be bearish. The close below the weekly pivot level warned that sell side pressure was increasing; however, price had once again mean reverted back to the intraday 200-period MA (USD 69.22), meaning we were back at an inflection point. We noted that here seemed to be a pattern of mean reversal going on in the futures, meaning we maintained a neutral view.
- Price is holding below the intraday 200-period MA (USD 69.33) having seen a small move lower this morning. We are 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 68.91 with the RSI at or above 50 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.
- The futures are seeing light technical weakness having closed below the weekly pivot level and held below the intraday 200 period MA, this has resulted in the USD 68.54 fractal support being broken, meaning intraday price is now bearish. The MA on the RSI is also implying that momentum is weakening, warning support levels could come under pressure. However, as noted yesterday, there seems to be a pattern of mean reversal back to the 200-period MA, meaning we are still cautious on moves lower until we see evidence that price is entering a trending environment.