

FIS Brent Daily technical

info@freightinvestor.com | www.freightinvestorservices.com | (+44) 207 090 1120

FIS Technical (Daily)– Brent Sep 25



Support	Resistance	Current Price	Bull	Bear
S1	66.32	R1	71.56/65	
S2	65.33	R2	72.09	
S3	63.00	R3	73.87	

Synopsis - Intraday

Source Bloomberg

- Price is above the 8 - 21 period EMA's
- RSI is above 50 (52)
- Stochastic is at 50
- Bullish with a neutral bias on the last report two weeks ago, the MA on the RSI implied that momentum was weak. We had a note of caution on downside breakouts below the USD 66.34 low, as USD 65.33 was two standard deviations below the linear regression line (USD 71.71). However, based on the depth of the pullback, the technical suggested that upside moves could struggle to hold. If we moved higher but rejected the 200-period MA USD (71.83), the futures would be vulnerable to further tests to the downside. Conversely, a close that held above the average would target the USD 76.28 resistance; above this level the technical will be back in bullish territory. Price action was neutral but forming a base, warning we could see a countertrend move higher in the near-term.
- The futures did move higher but rejected the 200-period MA (USD 71.56); however, price remains supported having consolidated around the intraday 200-period MA. We are above the 8-21 period EMA's with the RSI above 50.
- Upside moves that fail at or below USD 76.28 will leave the futures vulnerable to further tests to the downside, above this level the futures will be back in bullish territory.
- Technically bullish with a neutral bias, the MA on the RSI implies we are seeing very light momentum support, warning the 200-period MA could be tested. A close that holds above the average and the linear regression line (USD 71.65) will indicate buy-side pressure is increasing, meaning we could test the Fibonacci resistance zone. Upside moves above USD 76.28 will put the technical back into bullish territory. Conversely, a rejection of the average will warn that we could see another test to the downside. Buy-side pressure is slowly increasing, suggesting the average/linear regression line could be tested in the near-term; however, due to the deep pullback and RSI low, the technical does warn that upside moves have the potential to be countertrend.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at www.freightinvestorservices.com