

# FIS Brent Intraday Morning Technical

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## Brent Sep 25 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	68.58	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

### Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (37)
- Stochastic is oversold
- Price is below the daily pivot point 70.36
- We remained bullish but with a neutral bias on the weekly report on Friday afternoon (meaning this paragraph is based on the daily timeframe), whilst the MA on the RSI implied that we had light momentum support. The Upside move was in the process of rejecting the 50% Fibonacci retracement (USD 73.87), resulting in price trading just below the daily 200-period MA (USD 71.27). A close that held below the MA would leave the futures vulnerable to a corrective move lower. Conversely, a close above the average and the linear regression line (USD 72.09) would indicate that buy-side pressure is increasing, meaning we could test the USD 76.28 resistance. As noted previously, the depth of the pullback meant that we were cautious on moves higher; however, price was at an inflection point. If we held above the 200-period MA, we could have another test to the upside in the near-term. We suggested monitoring the 4-hour RSI, as above USD 72.65 there was a chance it would create a negative divergence on the intraday technical.
- The futures sold lower and closed below the daily 200—period MA (USD 71.23). 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 70.36 with the RSI at or above 50.5 will mean price and momentum are aligned to the buy-side. 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.
- Technically bearish, the MA on the RSI implies that momentum is weakening. The futures are now below trend support and the intraday 200-period RSI, whilst price and the RSI are making new lows, suggesting upside moves should in theory be counter-trend in the near-term. The technical condition is weakening; however, we do have a minor divergence on the 1-hour RSI, warning sell side momentum could slowdown, leaving the futures vulnerable to an intraday move higher.

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