

FIS Brent Intraday Morning Technical

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Brent Oct 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	67.02	R1	67.69	67.75	RSI above 50	
S2	66.38	R2	68.28			
S3	65.87	R3	69.18			

Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (53)
- Stochastic is below 50
- Price is above the daily pivot point 67.69
- Technically bearish with a neutral bias yesterday, the futures were below the 200-period Ma but above the USD 66.38 support, indicating price action was neutral. For downside continuation price would need to trade below the USD 66.38 support.
- The futures remain below the 200-period MA (USD 68.28 and above the USD 66.38 support. Price is above the –21 period EMA's supported by the RSI above 50, intraday price and momentum are conflicting.
- A close on the 4-hour candle above USD 67.69 with the RSI at or above 53.5 will mean price and momentum are aligned to the buy side. Likewise, a close below this level with the RSI at or below 49 will mean it is aligned to the sell side. Upside moves that fail at or below USD 70.69 will warn that there could be a larger, bearish Elliott wave cycle coming into play.
- Unchanged on the technical today, we remain bearish with a neutral bias,. The upside rejection warns of technical weakness; however, we remain above the USD 66.38 support; If we trade below this level it will indicate there is potentially a larger bearish Elliott wave cycle coming into play. Whilst above this level but below the 200-period MA, we have a more neutral view.

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Support		Resistance		Current Price	Bull	Bear
S1	67.02	R1	67.69	67.19	Stochastic oversold	RSI below 50
S2	66.38	R2	68.35			
S3	65.87	R3	69.18			

Synopsis—Intraday Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (47)
- Stochastic is oversold
- Price is below the daily pivot point 67.69
- Technically bearish with a neutral bias yesterday, the MA on the RSI was starting to flatten with price moving below the 200-period MA; We noted that if we held below the average it would warn that support levels could come under pressure. USD 66.38 was the key support to follow, corrective moves that held above this level would support a buyer's argument, warning resistance could be tested. Conversely, if broken with the USD 70.69 resistance untested, it would suggest that there was a larger bearish Elliott wave cycle coming into play.
- The futures continued to sell lower with price below the 8-21 period EMA's with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 67.69 with the RSI at or above 60 will mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 70.69 will warn that there could be a larger, bearish Elliott wave cycle coming into play.
- Technically bearish with a neutral bias, the MA on the RSI implies that momentum remains weak. The failure to hold above the 200-period MA (68.35) and test the USD 70.69 resistance is warning that there could be a larger bearish Elliott wave cycle coming into play. However, for downside continuation, the futures will need to breach the USD 66.38 Fibonacci support. Failure to do so will indicate that there is an underlying support in the market, warning resistance levels could come back under pressure. There are signs of weakness; however, we have a more neutral view until we see how price reacts to the USD 66.38 level.

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