

FIS Brent Intraday Morning Technical

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

Brent Nov 25 Morning Technical Comment – 240 Min



| Support | Resistance | Current Price | Bull | Bear |
|---------|------------|---------------|---------------------|--------------|
| S1 | R1 | 66.85 | 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 (41)
- Stochastic is oversold
- Price below the daily pivot point 68.07
- We remain bearish with a neutral bias on Tuesday with price currently above the 200-period MA; if we held above it then the USD 69.18 fractal resistance could be tested and broken, above this level the intraday technical will be bullish. However, upside moves that failed at or below USD 70.69 would warn that there was a larger, bearish Elliott wave cycle coming into play. Lower timeframe Elliott wave analysis suggested that we have a potential near-term upside target at USD 69.41, whilst above USD 69.18 the RSI would be divergent with price, meaning we had a note of caution on upside breakouts. Buyside pressure was increasing, but we were cautious on upside moves above USD 69.18.
- The futures moved higher creating a lower timeframe bullish Elliott wave extension, warning resistance levels were vulnerable; However, this actually turned out to be a 3-3 pattern that failed to hold, meaning we were wrong on the extension. The futures have since sold lower with price 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 68.07 with the RSI at or above 56 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 70.69 will warn that there is a larger, bearish Elliott wave cycle coming into play.
- The upside moves has rejected the USD 70.69 resistance, suggesting there could be a larger bearish Elliott wave cycle coming into play. We also note that the recent correction has been on increased volume, supporting the move. A close that holds below the near-term trend support (USD 66.49) will further weaken the technical, warning the USD 65.01 fractal support could be tested and broken. The failed upside moves suggests caution on moves higher at this point, as they could struggle to hold.

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