

## Brent Nov 25 Morning Technical Comment – 240 Min



| Support |       | Resistance |       | Current Price | Bull         | Bear                  |
|---------|-------|------------|-------|---------------|--------------|-----------------------|
| S1      | 67.07 | R1         | 67.62 | 67.32         | RSI above 50 | Stochastic overbought |
| S2      | 66.96 | R2         | 68.01 |               |              |                       |
| S3      | 65.71 | R3         | 68.57 |               |              |                       |

### Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (52)
- Stochastic is overbought
- Price is above the daily point USD 66.96
- Technically bearish on Friday, the futures had once again mean reverted but remained below the intraday 200-period MA 67.79. The technical is conflicting, we were above trend support with MA on the RSI implying momentum was supported; however, the depth of the RSI pullback implies upside moves had the potential to be countertrend. We noted that if we closed and held above the USD 67.79 level, and breached the USD 68.01 resistance, it would imply buy-side pressure is increasing. However, a breach in the USD 68.01 level but a failure to hold above the 200-period average, would still suggest caution to market buyers. At that point, we were neutral due to the conflicting techs.
- The futures remain below the 200-period MA (USD 67.62) but above trend support (USD 67.09). We are above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the buy-side.
- A close below the 4—hour candle USD 66.96 with the RSI at or below 46.5 will mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 70.69 will warn that there is a larger bearish cycle in play.
- Technically bearish, the futures have traded above the USD 68.01 resistance but failed to hold above the 200-period MA. However, the futures are above the trend support (USD 67.07), whilst above the trend but below the average, the futures are currently neutral. If we close and hold below the 67.07 will warn that buy-side pressure is increasing; conversely, a close that holds above the 200-period MA will warn that buy-side pressure is increasing.