

Brent Nov 25 Morning Technical Comment – 240 Min



| Support | | Resistance | | Current Price | Bull | Bear |
|---------|-------|------------|-------|---------------|--------------|-----------------------|
| S1 | 68.05 | R1 | 69.53 | 68.70 | RSI above 50 | Stochastic overbought |
| S2 | 67.65 | R2 | 70.69 | | | |
| S3 | 67.10 | R3 | 71.78 | | | |

Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (59)
- Stochastic is overbought
- Price is on/below the daily point USD 68.73
- We noted on Tuesday that the futures had sold below the USD 66.28 support, meaning the technical was back in bearish territory. The MA on the RSI implied that momentum remained weak at that point; however, we had daily trend support at USD 66.02. A close that held below this level would warn that the USD 65.01 fractal support could be tested and broken; if it was, it would weaken the technical further. Momentum was weakening, but unless we closed and held below the USD 66.02 level, we had a note of caution on downside moves.
- The futures traded to a low of USD 66.10, meaning the daily trend support held, resulting in price moving higher. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buy side, as the previous candle closed above the daily pivot level.
- A close below the 4—hour candle below USD 68.73 with the RSI at or below 57 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.
- Bearish with a neutral bias, the probability of the futures trading to a new low has started to decrease. The MA on the RSI implies that momentum is supported, whilst the RSI has made new highs, implying downside moves should in theory be countertrend. Downside moves that hold at or above USD 67.10 will support an intraday bull argument; if broken, then the probability of the futures trading to a new high will start to decrease. Momentum suggests caution on intraday moves lower at this point.