

# FIS Brent Daily technical

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## FIS Technical (Daily)– Brent Nov 25



Support	Resistance	Current Price	Bull	Bear
S1	65.01	66.79		RSI below 50
S2	64.32			
S3	62.84			

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8 - 21 period EMA's
- RSI is below 50 (47)
- Stochastic is below 50
- Technically bearish last week, the upside rejection warned that there could be a larger, bearish Elliott wave cycle coming into play. However, we had trend support at USD 66.57, whilst polarity support started at USD 66.81, with fractal support at USD 65.01. As noted previously, upside moves above USD 70.70 would imply that the probability of the futures trading to a new low had started to decrease; however, for upside continuation, price would need to close and hold above the 200-period MA (USD 70.49). Failure to do so would leave support levels vulnerable, even if the USD 70.70 level was breached. Due to the upside rejection, we were cautious on moves higher, but whilst above the support zone, the futures were not considered a technical sell. Market bears needed to see a daily close below USD 65.01 to signal sell side pressure was increasing.
- The futures traded to a low of USD 65.07 before finding light bid support. We are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 70.70 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Unchanged on the technical this week; we have seen a test to the downside with price failing to break the USD 65.01 fractal support. We are below the trend line (USD 67.10) but price is trading in the polarity support area. Upside moves above USD 67.78 will warn that buy-side pressure is increasing; however, for upside continuation we will need to close and hold above the 200-period MA (USD 70.33), and breach the USD 70.70 Fibonacci resistance. At this point, the probability of the futures trading to a new low would start to decrease. As noted previously, due to the rejection in late July, we are cautious on upside moves at this point. The futures remain in a support area, meaning they are not currently considered a technical sell, if we close and hold below the USD 65.01 fractal support, it will indicate that sell side pressure is increasing.

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