

# FIS Brent Daily technical

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## FIS Technical (Daily)– Brent Nov 25



Support		Resistance		Current Price	Bull	Bear
S1	65.86	R1	68.69	66.93		RSI below 50
S2	65.01	R2	69.53			
S3	64.32	R3	70.22			

### Synopsis - Intraday

Source Bloomberg

- Price is below the 8 - 21 period EMA's
- RSI is below 50 (48)
- Stochastic is above 50
- Unchanged on the technical last week; we noted that we had seen a test to the downside with price failing to break the USD 65.01 fractal support. We were below the trend line (USD 67.10) but price was trading in the polarity support area. Upside moves above USD 67.78 would warn that buy-side pressure was increasing; however, for upside continuation we would need to close and hold above the 200-period MA (USD 70.33), and breach the USD 70.70 Fibonacci resistance. At that 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 were cautious on upside moves at that point. The futures remained in a support area, meaning they were not considered a technical sell, if we closed and hold below the USD 65.01 fractal support, it would indicate that sell-side pressure was increasing.
- The futures traded to a high of USD 68.69 before selling lower. 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.
- Technically bearish, the futures remain below the 200-period MA but above the trend support line (note: trend support has been adjusted to the USD 65.07 low, whilst the polarity support has been removed and replaced with the USD 65.01 fractal low). A 3-wave pattern higher with the futures now selling lower is warning that the trend support line could come under pressure (USD 65.86). A close that holds below the support line will target the USD 65.01 fractal support; if broken, it will warn there is a larger bearish cycle in play. Conversely, a close that holds above the 200-period MA (USD 70.22), that breaches the USD 70.70 resistance will suggest that the downside cycle has completed, as the probability of the futures trading to a new low will start to decrease. A small 3-wave pattern higher suggests we lack bull impetus at this point, warning support levels are now vulnerable.

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