

FIS Brent Intraday Morning Technical

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Brent Dec 25 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	61.15	R1	63.39	61.54	Stochastic oversold	RSI below 50
S2	60.38	R2	63.46			
S3	59.42	R3	64.06			

Synopsis—Intraday Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (31)
- Stochastic is oversold
- Price is below the daily point USD 63.39
- Technically bearish yesterday, the USD 62.52 low had been replicated by the RSI, suggesting upside moves were still considered as countertrend, making USD 65.02 the key resistance to follow. Above this level the probability of the futures trading to a new low would start to decrease. A daily close above the weekly pivot level (USD 63.77) would imply buyside pressure was increasing, warning resistance levels could come under pressure in the near-term.
- The upside moves failed to hold, resulting in the futures trading to new lows. We are 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 63.39 with the RSI at or above 38.5 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 64.86 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technically bearish, the MA on the RSI implies that momentum remains weak. the new low means that the futures are in divergence, warning we could see a momentum slowdown, this needs to be monitored. However, we have seen a wave extension to the downside, suggesting upside moves should still be considered as countertrend, making USD 64.86 the key resistance to follow. Above this level the probability of the futures trading to a new high will start to decrease.

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