

FIS Brent Daily technical

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FIS Technical (Daily)– Brent Dec 25



Support	Resistance	Current Price	Bull	Bear
S1	R1	64.89	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8 - 21 period EMA's
- RSI is below 50 (43)
- Stochastic is oversold
- Technically bearish yesterday, the MA on the RSI implied that we had light momentum weakness, whilst the RSI was making new lows, suggesting upside moves had the potential to be countertrend. The futures had closed below the USD 65.01 fractal support, we noted that if we could held below this level it would weaken the technical further. The upside move previously (USD 65.02) was in the process of rejecting the fractal resistance, if we sold lower, it would signal a change in polarity, meaning the USD 62.14—USD 59.18 support levels could come under pressure. We were cautious on upside moves at that point, if we closed back above USD 65.01, then resistance could be tested, making USD 68.46 the key level to follow. If broken, then the probability of price trading to a new low would start to decrease.
- The futures traded above the USD 65.01 level to high of USD 66.58 before selling lower, however, the futures are in the process of rejecting the Fibonacci resistance zone. We are below all key moving averages supported by the RSI below 50.
- Upside moves that fail at or below USD 68.46 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 light momentum weakness. Lower timeframe Elliott wave analysis continues to suggest that upside moves should be considered as countertrend, making USD 68.46 the key resistance to follow, above this level the probability of the futures trading to a new low will start to decrease. Fibonacci projection levels suggest that we have a potential near-term downside target at USD 62.14, as this is the 100% Fibonacci projection level from the previous downside move in late July early August.