

Brent Mar 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	61.13	R1	61.14	
S2	60.11	R2	62.73	
S3	59.40	R3	64.00	RSI below 50

Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (45)
- Stochastic is below 50
- Price is below the daily point USD 61.14
- We noted yesterday that the upside move above USD 61.71 meant that the futures have broken key support and resistance within the same session, the technical was neutral as we lacked directional bias. Price was testing the intraday 200-period MA (USD 62.14), meaning we were at an inflection point. If the average held, then support levels could come back under pressure; conversely, a close above the average would imply buyside pressure is starting to increase. However, for upside continuation we are going to need to see a close that holds above the daily 200-period MA at USD 62.95 (correction, this was the 60-period EMA on the daily chart). Neutral, the Elliott wave cycle had suggested that we could see one more test to the downside, recent price action lacked wave clarity.
- The futures rejected the intraday 200-period MA (USD 62.03), resulting in price selling lower. We are below all key moving averages supported by the RSI below 50, intraday price and momentum is aligned to the sell side.
- A close on the 4—hour candle above USD 61.14 with the RSI at or above 51 will mean price and momentum are aligned to the sell side.
- Technically we are bullish with a neutral bias. The futures remain within the last dominant bull wave (USD 62.73—USD 59.40). A close that holds above the 200-period MA that breaches the USD 62.73 fractal high will leave resistance levels vulnerable. Conversely, below USD 59.40 we target the USD 58.72 fractal low on the USD 58.39 Fibonacci support. Higher timeframe Elliott wave analysis suggests that we should trade below the fractal support; however, due to the random price movement, we remain neutral