

Brent Mar 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price		Bull	Bear
S1	59.40	R1	60.23	60.21	Stochastic oversold	RSI below 50	
S2	58.39	R2	61.90				
S3	57.24	R3	62.73				

Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (44)
- Stochastic is oversold
- Price is below the daily point USD 60.23
- Technically bullish with a neutral bias yesterday. The futures remained within the last dominant bull wave (USD 62.73—USD 59.40). We noted that a close that held above the 200-period MA that breached the USD 62.73 fractal high would leave resistance levels vulnerable. Conversely, below USD 59.40 we would target the USD 58.72 fractal low and 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 remained neutral
- The futures have seen a small move lower, we remain 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 60.23 with the RSI at or above 47.5 will mean price and momentum are aligned to the buy side.
- As highlighted yesterday, we remain bullish with a neutral bias with price in a range between USD 62.73—USD 59.40. Longer-term Elliott wave analysis does suggest that we should trade to new lows; however, near-term price action is still considered as neutral due to being in range. Below USD 59.40 support levels become vulnerable; conversely, a close above the high of the last high volume bear candle (USD 60.93) will indicate that intraday buy side pressure is increasing. We are seeing higher volume on downside candle, suggesting the technical condition is weakening.