



# Brent Intraday Morning Technical

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## Brent June 26 Morning Technical Comment – 60 Min



	Support	Resistance	Current Price	Bull	Bear
S1	97.13	R1	99.82	Stochastic oversold	RSI below 50
S2	94.97	R2	102.52		
S3	93.28	R3	104.58		

### Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (43)
- Stochastic is oversold
- Price is below the daily point USD 99.82
- Technical outlook Previously: Upside moves considered as countertrend
- We noted yesterday that based on the technical upside moves were still considered as countertrend while below USD 104.58, above USD 104.58 the probability of price trading to a new low would begin to decrease. The RSI moving average implied momentum support; however, with price testing the intraday 200-period MA we were at an inflection point. A close and hold above the average would further support a buyer's argument, warning resistance levels could be tested and broken. Conversely, market longs should act with caution if the average was rejected. Price movement is not technically driven at this point.
- The futures rejected the 200-period MA at USD 102.52 resulting in price selling lower. We are below all key moving averages with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 1-hour candle above USD 99.82 with the RSI at or above 47 will mean price and momentum are aligned to the buyside. Upside moves that fail at or below USD 104.58 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technical outlook: Upside moves considered as countertrend but on support zone
- The upside rejection yesterday has resulted in price trading into the Fibonacci support zone, making USD 94.97 the key near-term support to follow. Downside moves that hold the USD 94.97 level will support a buyer's argument; however, if breached then the USD 90.40 fractal low will become vulnerable. On the sell side, the RSI moving average implies that momentum is weak, while the move lower yesterday was on above average volume. Countering this, if you look to the left of the chart you can see that this has been a heavily traded area (think Market Profile/Distribution/highlighted), making it a natural support zone. The technical indicates upside moves should be considered as counter-trend; however, with price on a support zone, we are currently cautious on downside moves at these levels.

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