



# Brent Intraday Morning Technical

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

## Brent July 26 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	106.34	R1	110.69		
S2	104.37	R2	111.17	109.25	
S3	101.70	R3	115.30		

### Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is at 50 (50)
- Stochastic is above 50
- Price is below the daily point USD 110.69
- Technical outlook Previously: Bearish divergence, caution
- We noted yesterday that with the US administration signaling that they are going to hold off on attacking Iran, the intensity in buy-side pressure had started to ease. The RSI had positive velocity and stable acceleration; however, the pullback from the USD 112.72 high had been due to a negative divergence with the RSI. We noted that the divergence was a warning, it was not a sell signal and should not be acted on alone. It did mean that we must be cautious on upside moves while the divergence was in play. If the RSI made a new high alongside price, then we would have positive velocity and positive acceleration, at this point, resistance would once again be considered as vulnerable.
- The futures have seen a small move lower. Price is below the 8-21 period EMA's with the RSI neutral at 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above 110.69 with the RSI at or above 60 would mean price and momentum are aligned to the buy side. Downside moves that hold at or above USD 101.70 would support a bull argument, below this level the technical will re-enter bearish territory.
- Technical outlook: Breaking trend support
- The downside move in the futures on the divergence has resulted in price closing below the trend support line at USD 110.61. If we hold the bearish close it will warn that sell side pressure is in the increase, suggesting we could test the intraday 200-period MA at USD 104.36. Conversely, market sellers should act with caution if the futures reclaim the trend support line, as it will signal there is an underlying support in the market. The break in trend support does suggest sell-side pressure is increasing.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at [freightinvestorservices.com](http://freightinvestorservices.com)