



Brent Intraday Morning Technical

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Brent Aug 26 Morning Technical Comment – 240 Min



	Support	Resistance	Current Price	Bull	Bear
S1	78.45	R1	78.64	Stochastic oversold	RSI below 50
S2	77.71	R2			
S3	76.67	R3			

Synopsis—Intraday

Chart source Bloomberg

- Price is below the 8-21 period EMA's
- RSI is below 50 (21)
- Stochastic is oversold
- Price is below the daily point USD 80.40
- Technical outlook Previously: Upside moves considered as countertrend.
- Lower timeframe Elliott wave analysis suggested caution on downside moves in the near-term yesterday, we also noted that we had the weekly 200-period MA at USD 79.47 and the daily MA at USD 78.40, both these averages had the potential to be respected if tested. However, the Elliott wave cycle 1 degree higher did suggest caution on upside moves, providing we remain below the USD 92.83 resistance.
- The futures continued to come under pressure yesterday with price closing just below the weekly 200-period MA at USD 79.46. Price is below all intraday 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 80.40 with the RSI at or above 25 would mean price and momentum are aligned to the buy side. Upside moves that fail at or below USD 91.76 will leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Technical outlook: Inflection point
- The futures closed just below the weekly 200-period MA yesterday with price now testing the daily 200-period MA at USD 78.45, we also highlight the weekly 50-period MA at USD 76.66. Technically our Elliott wave analysis suggests that upside moves should be considered as countertrend; however, with price trading around 3 benchmark moving averages, we have a note of caution on lower moves at these levels at this point. For downside continuation, price is going to need to close and hold below the USD 76.66 level.

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