



Brent Intraday Morning Technical

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

Brent Aug 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	73.22	Stochastic oversold	RSI below 50
71.96	75.84			
S2	R2			
67.07	78.75			
S3	R3			
64.55	81.92			

Synopsis—Intraday

Chart source Bloomberg

- Price is between the 8-21 period EMA's
- RSI is below 50 (45)
- Stochastic is oversold
- Price is above the daily point USD 72.83
- Technical outlook Previously: Neutral
- The futures remained in a bearish trending environment yesterday with price below the daily 200-period MA at USD 78.82. However, as highlighted previously, the intraday technical remained divergent; Not a buy signal, it did warn that sell side momentum could slowdown, implying a cautious approach is warranted on lower moves at that point. We maintained a neutral bias, as the bearish trend was offset by the intraday positive divergence.
- The futures continue to consolidate, we are between the 8-21 period EMA's with the RSI below 50, intraday price and momentum are conflicting, as the previous candle closed below the daily pivot level.
- A close on the 4-hour candle below 72.83 with the RSI at or below 36 would mean price and momentum are aligned to the sell side; likewise, a close above this level will mean it is aligned to the buy side. Upside moves that fail at or below USD 89.60 would leave the futures vulnerable to further tests to the downside, above this level the technical would have a neutral bias.
- Technical outlook: Neutral
- The futures are consolidating while in divergence, this suggests caution on lower moves. On the sell side we noted that the RSI has made a new high but price remains below the 75.84 fractal resistance, meaning we have a negative reversal pattern in play. For upside continuation, the futures will need to trade above the USD 75.84 resistance, failure to do so will warn that price could retest the USD 71.38 low. Neutral.

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