

FIS Brent Daily technical

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

FIS Technical (Daily)– Brent Aug 26



Support	Resistance	Current Price	Bull	Bear
S1	R1	86.46	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Synopsis - Intraday

Source Bloomberg

- Price is below the 8 - 21 period EMA's
- RSI is below 50 (35)
- Stochastic is oversold
- Technical Outlook previously: caution on downside moves
- We noted last week that the futures had moved higher on the intraday divergence highlighted previously; however, the RSI moving average implied that momentum remained weak at this point. Although we have seen a pullback from the 98.99 high, due to the intraday divergence in play we continue to have a note of caution on downside moves. A close above the high of the bearish candle on the 04/06 at USD 97.44 would signal that buy-side pressure is once again increasing, warning the Fibonacci resistance zone could come back under pressure.
- The futures have seen an increase in sell side pressure resulting in price trading to new lows. We are below all key moving averages supported by the RSI below 50, .
- Upside moves that fail at or below USD 94.51 will leave the futures vulnerable to further tests to the downside, above this level the probability of price trading to a new low will begin to decrease.
- Technical Outlook: Upside moves considered as countertrend.
- The downside move to new lows has resulted in a lower timeframe Elliott wave extension, suggesting upside moves should be considered as countertrend in the near-term. We identify USD 94.51 as the key resistance to follow, if breached, then the probability of price achieving new lows will begin to decrease.