FIS

Brent Intraday Morning Technical

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Brent Sep 26 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	86.73	R1	88.92	88.73	RSI above 50	
S2	83.20	R2	91.42			
S3	81.72	R3	92.85			

Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (62)
- Stochastic is above 50
- Price is below the daily point USD 88.92
- Technical outlook Previously: Supported
- The upside move above the USD 89.23 resistance previously meant that the probability of price trading to a new low had started to decrease, indicating the upside move continued to see momentum support. Lower timeframe Elliott wave analysis suggests that we have a potential upside target at USD 94.05 for this phase of the cycle. However, market longs should act with caution on throwbacks that close below the low of the last dominant bull candle at USD 86.62, as it would signal sell side pressure was increasing, warning we could be entering a higher timeframe corrective phase. We identified USD 77.21 as a key support to follow, as throwbacks that held at or above the level would suggest that there is a larger bullish Elliott wave cycle in play.
- The futures have seen an intraday pullback but price has failed to close below the USD 86.62 level. We are above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 88.92 with the RSI at or above 67.5 would mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 77.21 would support a bull argument, below this level the technical will have a neutral bias.
- Technical outlook: Supported
- We have a 5-wave pattern higher with Fibonacci projection levels signaling that we could trade as high as USD 94.05 within this phase of the cycle. However, if we close below the low of the last dominant bull candle at USD 86.62 it will warn that sell side pressure is increasing, indicating we could be in the early stages of a corrective phase. Throwbacks that hold at or above USD 77.21 would suggest that there is a larger, bullish Elliott wave cycle coming into play.