FIS

Brent Intraday Morning Technical

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

Brent Oct 26 Morning Technical Comment – 240 Min

Support		Resistance		Current Price	Bull	Bear
S1	87.89	R1	90.05	89.50	RSI above 50	
S2	85.47	R2	93.87			
S3	84.17	R3	96.88			

Synopsis—Intraday

Chart source Bloomberg

- Price is above the 8-21 period EMA's
- RSI is above 50 (59)
- Stochastic is above 50
- Price is above the daily point USD 87.89
- Technical outlook Previously: Downside moves considered as countertrend
- We noted previously that the upside move to a new high warned that we could be looking at a bullish Elliott wave extension.
- The futures traded at a low of USD 78.11 before finding bid support; however, this means that key support at USD 84.32 was broken on the move lower. Price is above all key moving averages supported by the RSI above 50, intraday price and momentum are aligned to the buyside.
- A close on the 4-hour candle below USD 87.89 with the RSI at or below 52 would mean price and momentum are aligned to the sell side. Upside moves that fail at or below USD 93.87 will leave the futures vulnerable to further tests to the downside, above this level the technical will re-enter bullish territory.
- Technical outlook: Neutral
- On the buyside, price is moving higher having produced a 3-wave corrective phase, the RSI has positive velocity and positive acceleration. However, the pullback breached the USD 84.32 support, meaning the probability of price trading to a new high has started to decrease. Market buyer's will need to see price breach the USD 93.87 resistance; failure to do so will leave support levels vulnerable.