FIS Brent Intraday Morning Technical

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

Brent Nov 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	106.33	R1	111.46	107.90	RSI above 50	
S2	103.53	R2	112.91			
S3	103.38	R3	117.57			

Synopsis—Intraday

Chart source Bloomberg

- Price is above the 10-50 period SMA's (Simple Moving Average)
- RSI is above 50 (65)
- Stochastic is above 50
- Price is above the daily point USD 106.77
- Technical outlook Previously: Downisde moves considered as countertrend
- Unchanged on the technical yesterday. The futures were yet to trade at a new high, suggesting downside moves should be considered as counter-trend at that point. As highlighted previously, throwbacks below USD 98.86 would suggest price is entering a higher timeframe corrective phase. For upside continuation, the RSI would need to be above its MA; the caveat, above USD 109.97 the RSI could be divergent with price, warning buyside momentum could slow. We were becoming more neutral on the technical, as upside breakouts had the potential to be limited, yet based on our Elliott wave analysis, downside moves should in theory be countertrend.
- The futures remain supported above the 8-21 period EMA's with the RSI above 50, intraday price and momentum are aligned to the sell side, as the previous candle closed below the daily pivot level.
- A close on the 4-hour candle above USD 106.77 with the RSI at or above 62.5 would mean price and momentum are aligned to the buyside. Downside moves that hold at or above USD 94.78 would support a longer-term bull argument, below this level the technical would have a neutral bias.
- Technical outlook: Neutral
- The futures are now consolidating at their highs in the form of a symmetrical triangle. As highlighted previously, upside breakouts above USD 109.97 would be divergent with the RSI, while throwbacks that hold at or above USD 94.78 would warn that there could be a larger, bullish Elliott wave cycle in play. A close and hold below the trend support line at USD 106.33 would suggest that sell side pressure is increasing, warning support levels could be tested. Throwbacks below USD 98.86 would take the intraday technical into neutral territory. Due to the symmetrical triangle, the technical currently has a neutral bias.

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