FIS Brent Intraday Morning Technical

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Brent Nov 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	101.54	R1	103.60	101.84		RSI below 50
S2	100.19	R2	104.96			
S3	98.86	R3	109.97			

Synopsis—Intraday

Chart source Bloomberg

- Price is below the 10-50 period SMA's (Simple Moving Average)
- RSI is below 50 (39)
- Stochastic is below 50
- Price is below the daily point 103.60
- Technical outlook Previously: Sell side pressure increasing
- The close below the trend support line last week suggested that sell side pressure was increasing, warning support levels could come under pressure in the near-term. Bearish momentum confirmation was supporting the move lower; however, both the 50 period and 200-period SMA's were rising, implying the broader trend remained supported at that point, the 50-period SMA at USD 103.75 was acting as a support. A close and hold below the 50-period SMA would warn the USD 98.86 Fibonacci support could come under pressure. Throwbacks below USD 98.86 would take the intraday technical into neutral territory. Near-term price action had weakened; however, with the broader trend remains bullish, meaning we had a cautious approach to lower moves.
- The futures have continued to sell lower with price holding below the 50-period SMA, we noted on Friday's weekly report that we were seeing evidence on the daily timeframe that sell side pressure was increasing. We are below the 10-50 period SMA's with the RSI below 50, intraday price and momentum are aligned to the sell side.
- A close on the 4-hour candle above USD 103.60 with the RSI at or above 45 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: sell side pressure increasing
- The 50-period and 200 period SMA's continue to rise, implying the broader trend remains bullish at this point. Price has closed and rejected the 50-period SMA at USD 104.95, signaling sell side pressure is increasing; however, as highlighted in the weekly report, a daily close below the USD 100.19 is needed on the higher timeframe to confirm weakening momentum. Throwbacks below USD 98.86 would take the intraday technical into neutral territory; likewise, if we hold the USD 98.86 support, it will leave price vulnerable to a lower timeframe bullish Elliott wave extension.

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