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	101.39	R1	104.25	102.27		RSI below 50
S2	98.86	R2	103.73			
S3	90.07	R3	107.87			

Synopsis—Intraday

Chart source Bloomberg

- Price is below the 10-50 period SMA's (Simple Moving Average)
- RSI is below 50 (41)
- Stochastic is below 50
- Price is below the daily point 104.25
- Technical outlook Previously: Minor negative divergence
- The RSI was still below 60 yesterday with the minor negative divergence in play. We noted that the sell-off last on Monday was not technically driven with price seeing bid support yesterday, meaning the USD 109.97 resistance remains vulnerable. Fibonacci projection levels continued to suggest that we could see price trade as high as USD 117.10 within this phase of the cycle; however, we are going to need to see the RSI make new highs above 67, and then hold above 60, if we were to see upside continuation. Downside moves below USD 103.11 fractal support would indicate that sell side pressure was increasing, warning the 98.86 support could be tested.
- The futures sold lower yesterday with price breaking the USD 103.11 fractal support. 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 104.25 with the RSI at or above 54 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 move below the USD 103.11 fractal support suggest that sell side pressure is increasing; however, we have a broadening pattern forming, marked by the diverging trend lines. This pattern is neutral by default as the diverging trend lines and higher highs followed by lower lows signal a market in disagreement. A close and hold below the trend support line at USD 101.39 would weaken the technical further, leaving support levels vulnerable. Conversely, if the support line holds, it would signal market support, while a move above the 1-hour fractal resistance at USD 103.73 would signal an increase in buyside pressure.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com