FIS Brent Intraday Morning Technical

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

Brent Dec 26 Morning Technical Comment – 240 Min



Support		Resistance		Current Price	Bull	Bear
S1	100.97	R1	102.87	104.12	RSI above 50	Stochastic overbought
S2	99.65	R2	103.96			
S3	98.86	R3	104.65			

Synopsis—Intraday

Chart source Bloomberg

- Price is above the 10-50 period SMA's (Simple Moving Average)
- RSI is below 50 (60)
- Stochastic is overbought
- Price is above the daily point 100.80
- Technical outlook Previously: Neutral
- The futures were trading above the channel resistance yesterday; however, we needed to hold above it. Technically the futures remained neutral as we are above the intraday 200-period MA but below the 50-period MA at USD 102.87. The RSI had held above the 40 level indicating momentum was supported at that point; however, we needed to be above 50 to see positive velocity. If we held above channel support and close and hold above the 50-period MA at will signal an increase in buyside pressure.
- The futures held channel support resulting n price closing above the 50 period SMA, signaling an increase in buyside pressure. We are 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 100.80 with the RSI at or below 48.5 would mean price and momentum are aligned to the sell-side. 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: Buyside pressure increasing
- The futures have seen a strong move above the 50—period SMA at USD 101.90, providing we hold above the average it will signal an increase in buyside pressure. Upside moves above USD 104.65 will reduce the probability of the future trading at a new low, caution is warranted if we reject the USD 104.65 level and close below the 50-period SMA. The RSI is now at a key level, if we close and hold above 60, then momentum would support the bullish price action.

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