

FIS Technical (Weekly) – Brent Dec 26



Support	Resistance	Current price	Bull	Bear
S1	R1	114.07	RSI above 50	Stochastic overbought
S2	R2			
S3	R3			

Synopsis- Intraday

- Price is above the 8-21 period EMA's
- RSI below 50 (64)
- Stochastic is overbought
- Technical Outlook Previously: Supported
- The futures remained support last week; however, we were struggling to find upside traction, as both the daily and intraday RSI's have failed to reclaim and hold above the 60 level. If we did, then we would target the USD 108.83 fractal resistance, which if broken would suggest the USD 109.97 resistance could also fall. Fibonacci projection levels suggested that we has a potential upside target at USD 116.22 within this phase of the cycle; while our Elliott wave analysis suggested that throwbacks should be treated as corrective, not bearish, while above USD 93.75. Price was supported; however, we needed to see momentum support if we were to retest the highs.
- The intraday and daily RSI's both reclaimed the 60 level, resulting in the futures trading at new highs. We are looking at a weekly chart this week (due to scale). Price is above all key moving averages supported by the RSI above 50.
- Downside moves that hold at or above USD 102.73 would support a near-term bull argument, below the level the technical would have a neutral bias.
- Technical outlook: Downside moves considered as countertrend
- The futures remain in a bullish trending environment with the weekly RSI above the 60 level. Our Elliott wave analysis suggests that downside moves should be considered as countertrend on both higher and lower timeframe cycles. Throwbacks that hold at or above UD 102.73 would support a near-term bull argument; if broken, it would suggest that we are entering a higher timeframe corrective phase. Key longer-term support is at USD 90.56. Although bullish and supported, the 4-hour and the weekly timeframes are over two standard deviations above the 1-year average (252-period), while the daily chart is a little less overextended at 1.67 stdv. This overextension does mean that price could be vulnerable to a bullish throwback.