OMJ Warns of Upside for Oil Prices

On Friday 3rd and Monday 6th February 2012 we advised clients in The Oil Market Journal “morning report” that the oil price risks were to the upside.

The Oil Market Journal | Morning Report | 3rd/6th February 2012

Friday 3rd February 2012

“Oil prices are extending higher this afternoon following the publication of the US non-farm payroll data which was much better than expected with 243,000 people gaining employment, well above expectations of +125,000. As a result traders are adding to their positions and aggressive buyers of oil. Brent Crude is testing important resistance at $113.50/b and a clear break above this level would be a bullish development.”

Monday 6th February 2012:

“Our models indicate a short, medium and long term uptrend for Brent Crude. Brent Crude broke above down channel resistance at $113.50 which has been in place since March 2011. As a result the risks are increasing to the upside.”

ICE Gas Oil Future