

# The Context Report <sup>BETA</sup> | November 11, 2020

## Daily Context Analysis and Strategy for the E-Mini S&P500 Futures

Bias / Directional Inclination / Control		
Timeframe	Bias	Line in the Sand
Short-term	Bullish	3552.50. Neutral below. 3540. Bearish below.
Intermediate-term	Bullish	
Long-term	Bullish	

Context and Trade Plan	
Context Summary	
<ul style="list-style-type: none"> <li>- Low volume overnight session with a poor high and mostly long inventory. Potentially buyers not interested in these higher prices above initial key support in the short-term and sellers will see the opportunity.</li> <li>- Overnight there was a breakout of the short-term range. Breakout remains in play above initial key support with the 3545s being a clear line in the sand.</li> </ul>	
Scenarios	Details and Conditions
Upside scenario	<ul style="list-style-type: none"> <li>- Buyers active for push up into initial key resistance. On strong upside price action, do not fade at this zone, instead wait for a failure above.</li> <li>- To get long for a push up, best opportunities would be initial key support or the 3545s.</li> <li>- If price action is choppy into resistance zones above, potential for short-term reversal to the day's VPOC. If underlying is strong, the short is not worth the risk.</li> </ul>
Downside scenario	<ul style="list-style-type: none"> <li>- Expecting buyers to be active first test at initial key support for a push up to initial key resistance. Buyers should be easily able to push above the overnight high otherwise, potential to break below initial key support.</li> <li>- On strong downside price action, better to wait for the 3545s and if price action becomes choppy there and sellers appear to be losing strength, then look for a long for push up to initial key resistance. Off the 3545s, I would want to see buyers able to easily push above initial key support and intraday resistance and the overnight high otherwise on a failure above those areas, will look for short for push below the 3545s.</li> <li>- On strong downside price action and a clear break below the 3545s, look for a short flip of the zone for a push down to the 3507s and possibly lower.</li> <li>- If price action is choppy at support zones below initial key support, potential for short-term reversal to the day's VPOC. If underlying is weak, the long is not worth the risk.</li> </ul>

Key Support and Resistance Zones		
Name	Zone	Note
All-time highs	3668.00-3662.00	
Resistance	3645.25-3641.50	
Resistance	3631.50-3622.00	
Initial key resistance	3598.25-3588.00	
Current price when report is being written		
Initial key support	3562.75-3552.50	

Good support	3545.50-3540.00	
Support	3522.75-3516.25	
Good support	3507.00-3499.50	
Support	3494.00-3489.75	
Support	3480.75-3476.25	
Good support	3460.25-3451.50	
Good support	3434.75-3423.50	
Good support	3283.00-3271.75	
Strong support	3206.75-3198.00	

Volatility Analysis				
Minimum Stop Size			5 points	
10-Day Range Analysis				
	Min	Max	Avg	Previous Day
Regular Trading Hours (RTH)	33.75	104	63.225	46
24-Hour Session	56.25	161	96.55	56.25
Overnight Session	51.5	152.25	78.275	51.5
1st Hour (RTH)	26.75	69.25	41.525	26.75

Previous Day Reference Areas	
Close (CME)	3541.00
Cash Close (4 PM ET close. Estimated)	3542.5
High	3552.5
Low	3506.5
VPOC (Estimated)	3540

Key Economic Events
MBA Mortgage Applications 7:00 AM ET