

# The Context Report <sup>BETA</sup> | September 30, 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	Neutral-bearish	3332. Bullish above. 3286.25. Bearish below.
Intermediate-term	Neutral	
Long-term	Bullish	

Context and Trade Plan	
Context Summary	
<ul style="list-style-type: none"> <li>- Volatile overnight session with above average range and volume.</li> <li>- Sellers active overnight and sold off to the 3292s support area. Buyers were active there and since then price has balanced.</li> <li>- Prices above a key volume area have now been rejected. Was this selling short-term liquidation and now larger timeframes will come in and be responsive buyers or will they continue to sell?</li> </ul>	
Scenarios	Details and Conditions
Upside scenario	<ul style="list-style-type: none"> <li>- Price action chops up into the initial key resistance zone. I expect sellers there first test. If strong upside price action into this zone, potential to break through and churn this area. For a short, wait for clear failure above. If buyers are clearly aggressive and there is sustained upside momentum, can look for a long on a clear flip of this zone. Target up would be the 3365s resistance zone, where I expect sellers to be active first test.</li> </ul>
Downside scenario	<ul style="list-style-type: none"> <li>- Expecting larger timeframe buyers first test of initial key support. I expect a reversal off here.</li> <li>- If strong downside price action into initial key support, either fade at back of zone, or wait for failure below for a long. On a clear push below this zone, a short flip can be taken for potential to test the 3268s zone. Would want to see sustained downside momentum as well for this to play out.</li> <li>- Expecting buyers first test of the 3268s support zone.</li> </ul>

Key Support and Resistance Zones		
Name	Zone	Note
Good resistance	3365.50-3355.50	
Resistance	3349.75-3346.25	
Resistance	3340.00	
Initial key resistance	3332.00-3324.00	
Current price when report is being written		
Initial key support	3296.00-3286.25	
Good support	3268.00-3258.00	

Volatility Analysis				
Minimum Stop Size			5 points	
10-Day Range Analysis				
	Min	Max	Avg	Previous Day
Regular Trading Hours (RTH)	29	91.5	58.2	31.75

24-Hour Session	45.75	108.5	73.425	46.5
Overnight Session	28.25	79	45.4	31
1st Hour (RTH)	10.75	48.5	27.1	13.25

Previous Day Reference Areas	
Close (CME)	3333.75
Cash Close (4 PM ET close. Estimated)	3324.75
High	3348.25
Low	3316.5
VPOC (Estimated)	3327.5

Key Economic Events
MBA Mortgage Applications 7:00 AM ET
ADP Employment Report 8:15 AM ET
GDP 8:30 AM ET
Corporate Profits 8:30 AM ET
Chicago PMI 9:45 AM ET
Pending Home Sales Index 10:00 AM ET
State Street Investor Confidence Index 10:00 AM ET
EIA Petroleum Status Report 10:30 AM ET
Farm Prices 3:00 PM ET