

The Context Report | February 17, 2021

Daily Context Analysis, Zones, and Strategy for the E-Mini S&P500 Futures (CME: ES and MES)

RISK DISCLAIMER: Trading Futures and Options on Futures involves substantial risk of loss and is not suitable for all investors. Opinions, market data, and recommendations are subject to change without notice. Past performance is not indicative of future results.

| Bias / Directional Inclination / Control | | |
|--|---------|--|
| Timeframe | Bias | Line in the Sand |
| Short-term | Neutral | 3938.75. Bullish above. 3913. Bearish below. |
| Intermediate-term | Bullish | |
| Long-term | Bullish | |

| Context and Trading Scenarios | |
|--|--|
| Context Summary | |
| <ul style="list-style-type: none"> - Neutral overnight session balancing in yday's range after testing below yday's low. - Above avg overnight volume. | |
| Scenario | Expectation |
| Upside scenario | <ul style="list-style-type: none"> - Expecting sellers at initial key resistance first test. Need to see buying momentum to break above here otherwise expecting balance around the 3932s area. On break above initial key resistance, looking for continued strength for push above the 3946s. If buying shuts off above initial key resistance, expect reversion to the day's VPOC. |
| Downside scenario | <ul style="list-style-type: none"> - Sellers active from open or after failure to hold the 3932s area for push down into initial key support. Buyers expected there first test for rotation up. If buying is weak off initial key support, potential to see break below initial key support for test of the 3899s support zone where buyers are expected to be active first test. This area may act as a magnet for the remainder of the session and price may balance just above it. |

| Key Support and Resistance Zones | | |
|--|-----------------|-------------|
| Name | Zone | Note |
| All-time highs resistance | 3959.50-3958.00 | |
| Resistance | 3955.75-3954.00 | |
| Resistance | 3946.50-3945.00 | |
| Initial key resistance | 3938.75-3935.75 | |
| Resistance | 3932.25-3931.00 | Volume area |
| Current price when report is being written | | |
| Support | 3918.75 | |
| Initial key support | 3916.50-3913.00 | |
| Support | 3909.75-3908.25 | |
| Good support | 3901.25-3899.00 | |
| Support | 3891.25-3890.00 | |
| Good support | 3884.25-3878.50 | |
| Support | 3875.50-3874.00 | |
| Support | 3869.00-3866.25 | |
| Strong support | 3862.25-3858.00 | |

Volatility Analysis

Provided by @ContextTurtle | Learn more at ContextTurtle.com

| Minimum Stop Size | | | 5 points | |
|-----------------------------|-------|-------|----------|--------------|
| 10-Day Range Analysis | | | | |
| | Min | Max | Avg | Previous Day |
| Regular Trading Hours (RTH) | 5.00 | 47.75 | 28.95 | 26.25 |
| 24-Hour Session | 17.25 | 79.25 | 39.12 | 40.50 |
| Overnight Session | 15.00 | 47.50 | 23.75 | 21.00 |
| 1st Hour (RTH) | 3.75 | 35.75 | 17.18 | 13.50 |

| Previous Day Reference Areas | |
|---------------------------------------|---------|
| Close (CME) | 3927.75 |
| Cash Close (4 PM ET close. Estimated) | 3927.75 |
| High | 3945.00 |
| Low | 3918.75 |
| VPOC (Estimated) | 3931.00 |

| Key Economic Events |
|--------------------------------------|
| MBA Mortgage Applications 7:00 AM ET |
| PPI-Final Demand 8:30 AM ET |
| Retail Sales 8:30 AM ET |
| Redbook 8:55 AM ET |
| Industrial Production 9:15 AM ET |
| Business Inventories 10:00 AM ET |
| Housing Market Index 10:00 AM ET |
| FOMC Minutes 2:00 PM ET |