

# The Context Report | March 09, 2021

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

Bias / Directional Inclination / Control		
Timeframe	Bias	Line in the Sand
Short-term	Neutral	Bullish above 3878.75.
Intermediate-term	Bullish-neutral	
Long-term	Bullish	

Context and Trading Scenarios	
Context Summary	
<ul style="list-style-type: none"> <li>- 100% long inventory.</li> <li>- Balanced overnight in yday's session.</li> <li>- Market is balancing.</li> </ul>	
Scenario	Expectation
Upside scenario	<ul style="list-style-type: none"> <li>- Buyers active from initial key support for push up to initial key resistance. Rejection should occur at initial key support on first test or else likely to see churn and chop at initial key support. On strong buying into initial key resistance, expecting an eventual break above for push to the 3912s area where sellers likely to be active first test for short-term reversal, but if buying is strong into that area, price may stick to and chop there.</li> </ul>
Downside scenario	<ul style="list-style-type: none"> <li>- Sellers active for strong push into initial key support producing chop there. Sellers ultimately take price down to the 3809s and 3795s support zones where I expect buyers to be active first test for reversal to initial key support for balance and chop. If selling is overly aggressive down into those support zones, there is potential to push down to the 3777s and 3766s where I expect larger timeframe buyers to be active for reversal up.</li> </ul>

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	
Good resistance	3937.50-3934.25	
Resistance	3927.50-3922.00	
Good resistance	3912.00-3908.50	
Resistance	3903.75-3897.50	
Resistance	3895.50	
Initial key resistance	3878.75-3872.00	
Resistance	3863.00	
Current price when report is being written		
Initial key support	3839.75-3834.00	
Support	3816.25-3809.75	
Support	3801.50-3795.50	
Good support	3782.50-3777.50	
Support	3772.00-3766.75	
Support	3733.50-3728.25	

Good support	3720.75-3715.75	
Support	3706.50-3703.50	
Good support	3686.50-3680.50	
Good support	3656.75-3650.75	

Volatility Analysis				
Minimum Stop Size			5 points	
10-Day Range Analysis				
	Min	Max	Avg	Previous Day
Regular Trading Hours (RTH)	29.25	121.75	76.60	62.50
24-Hour Session	41.00	124.25	88.62	82.50
Overnight Session	31.25	83.25	49.12	70.00
1st Hour (RTH)	18.75	66.75	36.95	42.00

Previous Day Reference Areas	
Close (CME)	3819.25
Cash Close (4 PM ET close. Estimated)	3819.50
High	3878.75
Low	3816.25
VPOC (Estimated)	3872.00

Key Economic Events
NFIB Small Business Optimism Index 6:00 AM ET
Redbook 8:55 AM ET