

The Context Report ^{BETA} | November 10, 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	Bearish-neutral	3565.75. Neutral-bullish above.
Intermediate-term	Bullish	
Long-term	Bullish	

Context and Trade Plan	
Context Summary	
<ul style="list-style-type: none"> - Balanced overnight session. - Pullback continued from yday's sell-off. Pullback has tested the breakout area of the 3541s and the 3525s. I will be curious to see if sellers remain in control and a large term failed breakout occurs. 	
Scenarios	Details and Conditions
Upside scenario	<ul style="list-style-type: none"> - Expecting sellers first test of initial key resistance. If sellers cannot push below the 3541s, expecting break above initial key resistance. - On a strong and clear break above initial key resistance, I would look for a long flip of the zone for a test of the 3598s and possibly above. - On choppy price action into resistance zones above initial key resistance, sellers can be active first test for rotation down to the day's VPOC.
Downside scenario	<ul style="list-style-type: none"> - Expecting buyers to be active at initial key support first test for a push up to and above the 3541s. If buyers struggle to hold or push above the 3541s, expecting break below initial key support. On strong downside price action into initial key support, do not fade. The larger timeframe pattern is a failed breakout. In that case, I would be looking for a flip short of initial key support for a push lower. - Below initial key support the next key area is the 3505s. I expect buyers to be active there first test, but if selling is strong into that zone likely to chop and churn for a while and ultimately push lower. If price action is choppy into that zone, potential for reversal up to initial key resistance. I will be watching this area closely. - Below the 3505s, on choppy price action and drying up underlying weakness, I expect buyers at each support zone below for a short-term reversal to the day's VPOC.

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	
Resistance	3598.25-3588.00	
Initial key resistance	3565.75-3556.50	
Key resistance	3541.50	
Current price when report is being written		
Initial key support	3525.00-3520.25	
Support	3514.25-3511.00	

Good support	3505.25-3499.50	
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)	25.25	104	61.15	104
24-Hour Session	33.75	161	94.3	152.25
Overnight Session	20	152.25	75.125	152.25
1st Hour (RTH)	19.75	69.25	40.825	40.25

Previous Day Reference Areas	
Close (CME)	3544.00
Cash Close (4 PM ET close. Estimated)	3547
High	3645.25
Low	3541.25
VPOC (Estimated)	3598.75

Key Economic Events
NFIB Small Business Optimism Index 6:00 AM ET
Redbook 8:55 AM ET
JOLTS 10:00 AM ET