

The Context Report ^{BETA} | November 16, 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	
Intermediate-term	Bullish	
Long-term	Bullish	

Context and Trade Plan	
Context Summary	
<ul style="list-style-type: none"> - Breakout from Friday continued overnight. - Above average overnight range and 100% long inventory. 	
Scenarios	Details and Conditions
Upside scenario	<ul style="list-style-type: none"> - On strong upside price action into, will not be fading at the resistance zones above. I will look for a long flip of the 3630s and initial key resistance expecting new all-time highs. - On choppy price action into either zone, will fade for push down into initial key support and possibly below.
Downside scenario	<ul style="list-style-type: none"> - Potential for overnight long liquidation at the open, so if strong downside price action, do not fade at initial key support. Below initial key support, target will be the 3578s. I will look for a flip short of initial key support for a test of this zone. Below initial key support, we want to see sellers easily able to push below the 3590s or else expecting buyers to step in for a push above initial key support off this zone. On a failure to push below the 3590s, I would exit a short and flip to long. - I expect larger term buyers at the 3578s first test for a reversal up. - If sellers can push below the 3578s, a failed breakout pattern is in play and potential to sell off, so look for a flip short down to the 3557s and possibly lower. On choppy price action into the 3557s or failure below, look for a long for a push up above the 3578s.

Key Support and Resistance Zones		
Name	Zone	Note
All-time highs	3668.00-3662.00	
Initial key resistance	3645.25-3636.75	
Resistance	3630.50-3622.50	
Current price when report is being written		
Initial key support	3608.00-3599.00	
Support	3590.50-3586.50	Friday's high area.
Good support	3578.75-3569.25	
Good Support	3557.25-3546.75	
Support	3536.50-3530.50	
Support	3519.50-3513.50	
Strong 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)	25.5	104	53.025	42.5
24-Hour Session	45.75	161	87.3	72
Overnight Session	38.25	152.25	72.375	51
1st Hour (RTH)	12.25	69.25	32.375	12.25

Previous Day Reference Areas	
Close (CME)	3582.00
Cash Close (4 PM ET close. Estimated)	3580.25
High	3590
Low	3547.5
VPOC (Estimated)	3559.5

Key Economic Events
Empire State Manufacturing Index 8:30 AM ET