

# The Context Report <sup>BETA</sup> | September 09, 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-neutral	3380.5. Bullish above.
Intermediate-term	Bearish	
Long-term	Bullish	

Context and Trade Plan	
Context Summary	
<ul style="list-style-type: none"> <li>- Above avg overnight volume</li> <li>- Opening in previous day's range, near the high of day</li> <li>- Swift rejection below previous day's range around the 3302s and 3324s where buyers stepped in aggressively</li> <li>- Opening at the high of the overnight session</li> </ul>	
Scenarios	Details and Conditions
Upside Scenario	<ul style="list-style-type: none"> <li>- Sellers expected to defend the initial key resistance first test, so expecting rotation off this zone for potential test of the initial key support.</li> <li>- If weak rotation of this zone or no rotation at all and buyers can push above here CLEARLY, then buyers are in clear control in the short-term and expecting push up to the 3417s. Sellers likely to be active there on first test for a bounce. This zone could cap the upside.</li> </ul>
Downside Scenario	<ul style="list-style-type: none"> <li>- Off initial key resistance, expecting rotation down to initial key support. This can be traded with to short side if there is strong downside price action, sustained downside momentum, and areas of confluence to lean on that offer good location for good r:r.</li> <li>- Buyers expected at initial key support first test. If strong downside price action into the zone, look to go long at the back of this zone.</li> <li>- If initial key support breaks, wait for choppy price action or signs of strong selling letting up below here for fade to long at any of the strong support zones mentioned in the key zones table. Back of zones is ideal. We do not want to be fading strong selling below initial key support.</li> </ul>

Key Support and Resistance Zones		
Name	Zone	Note
Resistance	3436.75-3430.75	
Resistance	3426-3417.5	
Initial key resistance	3380.5-3369.75	
Key resistance area	3367	VPOC/HVN of current "range".
Current price when report is being written		
Initial key support	3327.25-3318.25	
Strong support	3302.5-3295.75	
Strong support	3289.75-3285	
Strong support	3278.5-3271.25	

## Volatility Analysis

Minimum Stop Size				5 points
10-Day Range Analysis				
	Min	Max	Avg	Previous Day
Regular Trading Hours (RTH)	21.75	139	55.375	52
24-Hour Session	28.75	162	72.2	119.5
Overnight Session	12.25	85.25	36.5	85.25
1st Hour (RTH)	7.5	87.5	26.625	37.75

Previous Day Reference Areas	
Close (CME)	3335.5
Cash Close (4 PM ET close. Estimated)	3331.75
High	3379.5
Low	3327.5
VPOC (Estimated)	3360.25

Key Economic Events
Redbook - 8:55 AM ET
JOLTS - 10:00 AM ET