

The Context Report ^{BETA} | November 25, 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	Neutral	3620.50. Bearish below.
Intermediate-term	Bullish	
Long-term	Bullish	

Context and Trade Plan	
Context Summary	
<ul style="list-style-type: none"> - Lots of economic activity today. - Above average volume overnight. Lots of participation and yet balanced session with failure above... - Overnight tested above resistance at the 3645s and yday's high and buyers could not hold above there. May be getting too long in the short-term and due for a pull-back. Initial key support is key for this idea. Any deep push down and I expect buyers to scoop up price. 	
Scenarios	Details and Conditions
Upside scenario	<ul style="list-style-type: none"> - Expecting sellers at initial key resistance first test. Target off this zone is initial key support and possibly below. On Strong upside price action, do not fade at this zone. - Above this zone, looking for a push to new all-time highs. Look for a long flip on this zone on a clear break above. Underlying should support the break above the zone otherwise potential for failure. Buyers should be able to push above the overnight high and hold. If they cannot do that, look for a short down to below initial key resistance.
Downside scenario	<ul style="list-style-type: none"> - Buyers expected first test of initial key support for a push up into initial key resistance. If there is a strong push off this zone, likely initial key resistance will break, and upside will continue. - If buyers are weak off this zone, likely a break below for a test of support zones below will occur. On a clear push below the 3620s, look for a short flip down to the 3603s and possibly below. - Buyers are expecting to be active at each support zone below initial key support first test for a reversal up. If sellers fail to push and hold below the 3603s, look for a long up to above initial key support. On choppy price action into the support zones, look for a reversal up to and possibly above initial key support.

Key Support and Resistance Zones		
Name	Zone	Note
All-time highs	3668.00-3662.00	
Resistance	3655.00-3653.50	
Initial key resistance	3645.25-3636.50	
Current price when report is being written		
Initial key support	3626.00-3620.50	
Good support	3608.50-3603.00	
Support	3597.00-3593.50	
Good support	3588.25-3583.25	

Support	3570.75-3567.75	
Support	3548.75-3542.50	
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	56.75	40.575	45.5
24-Hour Session	39.75	72	53	65
Overnight Session	31.25	51	39.675	34
1st Hour (RTH)	10.25	27.75	17.475	17.75

Previous Day Reference Areas	
Close (CME)	3632.75
Cash Close (4 PM ET close. Estimated)	3631.75
High	3638.75
Low	3593.25
VPOC (Estimated)	3632.5

Key Economic Events
MBA Mortgage Applications 7:00 AM ET
Durable Goods Orders 8:30 AM ET
GDP 8:30 AM ET
International Trade in Goods [Advance] 8:30 AM ET
Jobless Claims 8:30 AM ET
Corporate Profits 8:30 AM ET
Retail Inventories (Advance) 8:30 AM ET
Wholesale Inventories (Advance) 8:30 AM ET
New Home Sales 10:00 AM ET
Consumer Sentiment 10:00 AM ET
Personal Income and Outlays 10:00 AM ET
State Street Investor Confidence Index 10:00 AM ET
EIA Petroleum Status Report 10:30 AM ET
Survey of Business Uncertainty 11:00 AM ET
EIA Natural Gas Report 12:00 PM ET
Baker Hughes Rig Count 1:00 PM ET
FOMC Minutes 2:00 PM ET