

The Context Report ^{BETA} | October 30, 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	Above 3298.25. Neutral-bullish. Below 3246.50. Bearish-neutral.
Intermediate-term	Neutral-bearish	
Long-term	Bullish	

Context and Trade Plan	
Context Summary	
<ul style="list-style-type: none"> - Wild swinging action happening on above average volume likely due to the election. - Above average overnight range and volume. - Focus on getting good trade location as this is likely to continue into today's session. 	
Scenarios	Details and Conditions
Upside scenario	<ul style="list-style-type: none"> - On strong upside price action into the 3282s and initial key resistance, this area is likely to churn or break, so will not be fading it. I would wait for a failure above and swift rejection. - Above initial key resistance, if there was swift rejection below the 3283s, I would look to get long on a flip of the zone for a push higher with ultimate target being the 3162s, but the 3336s are in the way of that. - Above initial key resistance, expecting sellers to be active at each zone on choppy price action for short-term reversal to the day's VPOC.
Downside scenario	<ul style="list-style-type: none"> - I will be looking at initial key resistance for a short for the start of any downside move to get favorable r:r. - Expecting buyers first test at initial key support. On strong downside price action into this zone, do not fade at this zone. On a break below this zone, I do not have the confidence that a move will continue given recent swinging action, so no flip to short. - Below initial key support, I would expect buyers to be active at each zone on choppy price action for reversal to the day's VPOC. If there is strong selling, potential to test the strong support at the 3206s where I expect buyers to be active first test.

Key Support and Resistance Zones		
Name	Zone	Note
Resistance	3462.50-3458.50	
Good resistance	3449.00-3441.75	
Good resistance	3436.50-3428.25	
Strong resistance	3416.25-3408.50	
Resistance	3401.75-3398.00	
Resistance	3382.75-3378.75	
Resistance	3373.25-3368.50	
Good resistance	3361.25-3356.00	
Good resistance	3336.50-3327.00	
Resistance	3314.50-3309.25	

Initial key resistance	3298.25-3286.75	
Resistance	3283.00	
Current price when report is being written		
Initial key support	3256.50-3246.50	
Support	3229.75-3226.25	
Support	3221.75-3216.00	
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	83.5	53.15	83.5
24-Hour Session	31	119	62.5	83.5
Overnight Session	20	66.5	34.85	55
1st Hour (RTH)	14.75	46.5	25.8	40.5

Previous Day Reference Areas	
Close (CME)	3302.25
Cash Close (4 PM ET close. Estimated)	3300.5
High	3333.75
Low	3250.25
VPOC (Estimated)	3294.25

Key Economic Events
Personal Income and Outlays 8:30 AM ET
Employment Cost Index 8:30 AM ET
Chicago PMI 9:45 AM ET
Consumer Sentiment 10:00 AM ET
Baker Hughes Rig Count 1:00 PM ET
Farm Prices 3:00 PM ET