

The Context Report ^{BETA} | October 06, 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	3405. Bullish above. 3375.75. Bearish below.
Intermediate-term	Neutral	3419.75. Bullish above.
Long-term	Bullish	

Context and Trade Plan	
Context Summary	
<ul style="list-style-type: none"> - Balanced overnight session in upper portion of yday' session - Larger term breakout is still valid. 	
Scenarios	Details and Conditions
Upside scenario	<ul style="list-style-type: none"> - Strong initiative buying enters and pushes price above initial key resistance for the 3419s strong resistance, where I expect larger timeframe sellers to be active for a reversal. Would look for long flip of initial key resistance on a clear break above with sustained momentum. Would look to short the 3419s first test. There is potential to slightly balance below the 3419s until sellers take control. To push above the 3419s strong resistance, would need to see sellers drying up after first test of the zone. - If shorting initial key resistance, best to do it at the back of the zone or wait for failure above and then a push back down below yday's high.
Downside scenario	<ul style="list-style-type: none"> - Strong selling enters and pushes price down into initial key support. I expect buyers to defend that area first test. Would expect reversal off there for test of initial key resistance and possibly above. - If price action is choppy when heading down into the 3389s support zone, potential for buyers to be active there first test for push above initial key resistance. This area would come into play at the open.

Key Support and Resistance Zones		
Name	Zone	Note
Strong resistance	3475.00-3467.00	
Strong resistance	3444.00-3435.00	
Very strong resistance	3419.75-3414.00	
Initial key resistance	3405.00-3397.25	
Current price when report is being written		
Support	3389.75-3387.75	
Initial key support	3381.75-3375.75	
Support	3368.50-3365.50	
Support	3360.25-3358.75	
Support	3350.00-3346.50	
Good support	3339.00-3333.25	
Support	3322.25-3319.75	
Support	3311.50	
Support	3305.50-3300.00	
Strong support	3296.00-3286.50	

Strong support	3206.75-3198.00	
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Volatility Analysis				
Minimum Stop Size			5 points	
10-Day Range Analysis				
	Min	Max	Avg	Previous Day
Regular Trading Hours (RTH)	29	91.5	53.325	39.5
24-Hour Session	46.5	98.75	69.625	53.5
Overnight Session	21.25	75.25	45.05	21.25
1st Hour (RTH)	13.25	48.5	28.225	18

Previous Day Reference Areas	
Close (CME)	3393.00
Cash Close (4 PM ET close. Estimated)	3397
High	3400
Low	3360.5
VPOC (Estimated)	3384

Key Economic Events
Goods and Services Trade 8:30 AM ET
Redbook 8:55 AM ET
JOLTS 10:00 AM ET