

The Context Report ^{BETA} | December 10, 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-bearish	3678.50. Bullish above. 3655. Bearish below.
Intermediate-term	Bullish	
Long-term	Bullish	

Context and Trade Plan	
Context Summary	
<ul style="list-style-type: none"> - Balanced overnight session at yday's lows on below average volume. - Likely to open in range and given yday's massive drop, could be a balanced day. 	
Scenarios	Details and Conditions
Upside scenario	<ul style="list-style-type: none"> - Sellers not interested. Responsive buyers active from the overnight low and initial key support for push up to initial key resistance, then break above for test of the 3691s. Watch for a poke through yday's low for rejection. - On break above initial key resistance, momentum should be sustained to the upside for a flip of the zone long.
Downside scenario	<ul style="list-style-type: none"> - Sellers still active and continue yday's sell-off for a break below initial key support down to the 3644s strong support zone, where I expect buyers to be active for reversal back up above initial key support.

Key Support and Resistance Zones		
Name	Zone	Note
Initial key resistance	3715.25-3713.25	
Resistance	3710.50-3708.75	
Resistance	3702.00-3697.50	
Good resistance	3694.00-3689.25	
Initial key resistance	3681.50-3678.50	
Current price when report is being written		
Initial key support	3659.75-3655.00	
Strong support	3646.50-3640.00	

Volatility Analysis				
Minimum Stop Size			5 points	
10-Day Range Analysis				
	Min	Max	Avg	Previous Day
Regular Trading Hours (RTH)	16.5	51	28.75	51
24-Hour Session	26.75	59.75	40.5	55.25
Overnight Session	13.75	49.25	27.525	13.75
1st Hour (RTH)	6.5	25.25	14.725	16.75

Previous Day Reference Areas

Close (CME)	3672.50
Cash Close (4 PM ET close. Estimated)	3667.25
High	3710.5
Low	3659.5
VPOC (Estimated)	3667.25

Key Economic Events
CPI 8:30 AM ET
Jobless Claims 8:30 AM ET
Quarterly Services Survey 10:00 AM ET
EIA Natural Gas Report 10:30 AM ET
Treasury Statement 2:00 PM ET
Fed Balance Sheet 4:30 PM ET
Money Supply 4:30 PM ET