

The Context Report ^{BETA} | November 02, 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	3336.50. Bullish above. 3273. Bearish-neutral below.
Intermediate-term	Neutral	
Long-term	Bullish	

Context and Trade Plan	
Context Summary	
<ul style="list-style-type: none"> - Price action continues to make me think the market is too short, but then again it is election week and I am expecting swinging action. - Buyers active overnight. - Above average overnight volume and range. 	
Scenarios	Details and Conditions
Upside scenario	<ul style="list-style-type: none"> - On strong upside price action, will not be fading at initial key resistance. If buying remains strong, expecting break above initial key resistance for a test of the 3261s that we were targeting last week. I expect larger timeframe sellers to be active at the 3261s and 3373s on first test for reversal down. - On choppy price action, I expect sellers to be active at initial key resistance first test for reversal down to initial key support. If sellers cannot push below Friday's high area at the 3291s, expecting buyers to ultimately break above initial key resistance.
Downside scenario	<ul style="list-style-type: none"> - If at the open there is choppy price action at the 3296s, it is worth a long first test for a potential push above initial key resistance. - Expecting buyers at initial key support first test. Target off here is initial key resistance. If buyers cannot push above Friday's high at the 3296s, potential for break below initial key support. - Below initial key support I will not be flipping the zone short until there is a clear break below and underlying is weak. Target below initial key support is the 3229s support zone. On choppy price action I expect buyers to be active here for reversal up to the day's VPOC and possibly up to initial key support area.

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	
Initial key resistance	3336.50-3325.25	

Current price when report is being written		
Support	3296.50-3291.25	
Initial key support	3283.00-3273.00	
Support	3246.50-3241.25	
Good 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	55.55	71.25
24-Hour Session	31	119	64.9	71.25
Overnight Session	20	70	39.625	70
1st Hour (RTH)	14.75	48	28.175	48

Previous Day Reference Areas	
Close (CME)	3264.75
Cash Close (4 PM ET close. Estimated)	3263.75
High	3296.25
Low	3225
VPOC (Estimated)	3242

Key Economic Events
PMI Manufacturing Final 9:45 AM ET
ISM Manufacturing Index 10:00 AM ET
Construction Spending 10:00 AM ET