

The Context Report ^{BETA} | December 15, 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-bullish	3649.50. Bearish below
Intermediate-term	Bullish	
Long-term	Bullish	

Context and Trade Plan	
Context Summary	
<ul style="list-style-type: none"> - Sellers could not hold price below key 3659s overnight. - 100% overnight long inventory on above avg volume. 	
Scenarios	Details and Conditions
Upside scenario	<ul style="list-style-type: none"> - Buyers active off initial key support for push up to and above initial key resistance. On lack luster price action into initial key resistance, potential to reverse and for price to balance around the 3659s area.
Downside scenario	<ul style="list-style-type: none"> - Sellers aggressive and push below the 3659s into initial key support overpowering buyers for push below yday's low and into the 3618s zone where I expect buyers first test for reversal, but if price action is strong down there, potential for sellers to break through the zone.

Key Support and Resistance Zones		
Name	Zone	Note
Resistance	3708.00-3705.75	
Resistance	3702.50-3700.50	
Resistance	3692.00-3689.75	
Resistance	3685.00-3681.75	
Initial key resistance	3673.25-3668.00	
Current price when report is being written		
Support	3659.25	Key volume area.
Initial key support	3653.75-3649.50	
Support	3640.25-3636.00	
Good support	3626.00-3618.00	

Volatility Analysis				
Minimum Stop Size			5 points	
10-Day Range Analysis				
	Min	Max	Avg	Previous Day
Regular Trading Hours (RTH)	19.25	54	33.55	54
24-Hour Session	26.75	55.25	41.3	54
Overnight Session	13.75	46.25	26.15	17.75
1st Hour (RTH)	6.5	31.5	16.7	14.75

Previous Day Reference Areas

Close (CME)	3640.00
Cash Close (4 PM ET close. Estimated)	3641
High	3691.5
Low	3637.5
VPOC (Estimated)	3659.25

Key Economic Events
FOMC Meeting Begins
Empire State Manufacturing Index 8:30 AM ET
Import and Export Prices 8:30 AM ET
Redbook 8:55 AM ET
Industrial Production 9:15 AM ET
Treasury International Capital 4:00 PM ET