

The Context Report | February 12, 2021

Daily Context Analysis, Zones, and Strategy for the E-Mini S&P500 Futures (CME: ES and MES)

Bias / Directional Inclination / Control		
Timeframe	Bias	Line in the Sand
Short-term	Neutral	3920.75. Bullish above. 3878.50. bearish below.
Intermediate-term	Bullish	
Long-term	Bullish	

Context and Trading Scenarios	
Context Summary	
<ul style="list-style-type: none"> - Neutral overnight session that was contained in yday's range on below avg volume. - Market is winding up around the current range's high-volume area. 	
Scenario	Expectation
Upside scenario	<ul style="list-style-type: none"> - Without momentum, expecting sellers at resistance zones above first test for rotation back down to the 3900s. Initial key resistance is more substantial resistance. - With momentum, buyers push price through resistance zones for a test of the highs and possibly new all-time highs.
Downside scenario	<ul style="list-style-type: none"> - Without momentum, expecting buyers at each support zone below test first for rotation back to the 3900s. Initial key support is more substantial support. - With momentum, sellers can break below initial key support for the 3858s strong support zone where I expect buyers to be active for reversal up.

Key Support and Resistance Zones		
Name	Zone	Note
All-time highs resistance	3928.75-3925.75	
Initial key resistance	3920.75-3917.25	
Resistance	3914.00-3910.50	
Current price when report is being written		
Support	3901.25-3899.75	
Support	3891.25-3890.00	
Initial key support	3884.25-3878.50	
Support	3875.50-3874.00	
Support	3869.00-3866.25	
Strong support	3862.25-3858.00	

Volatility Analysis				
Minimum Stop Size			5 points	
10-Day Range Analysis				
	Min	Max	Avg	Previous Day
Regular Trading Hours (RTH)	17.25	84.75	42	36
24-Hour Session	18.25	120.5	62.8	36
Overnight Session	15	94.75	39.775	23.5
1st Hour (RTH)	7.75	43.75	25.3	14

Previous Day Reference Areas	
Close (CME)	3912.00
Cash Close (4 PM ET close. Estimated)	3911
High	3920.5
Low	3884.5
VPOC (Estimated)	3911

Key Economic Events	
Consumer Sentiment 10:00 AM ET	
Baker Hughes Rig Count 1:00 PM ET	