



Bank of America Corp / BAC

Equity | Generated Oct 2, 2026 11:30 PM EDT

Current price	Daily move	Bid / Ask	Previous close
\$53.76	+0.03 +0.06%	-/-	\$53.73

Market	NYSE
Industry	Banking
Market data as of	Oct 2, 2026 11:31 PM EDT

JW Intelligence Report

Complete | 3 of 3 sections | Oct 2, 2026 6:50 PM EDT

JW Rank	Rank label	Confidence	IV percentile
54.3 / 100	Balanced	high	78 / 100
Model reference	Upside scenario	Risk reference	Wheel strategy fit
\$53.20	\$56.00	\$51.80	69 / 100

Options stance	mixed
Tail-risk safety	56 / 100
JW Rank data coverage / as of	100.0% Oct 2, 2026 6:50 PM EDT

Key insight

BAC Option Market Shows Cautious Sentiment Amid Earnings Risk

Market read

The BAC option market displays a mixed sentiment, reflecting both oversold conditions and concerns surrounding upcoming earnings. Implied volatility is elevated at 28.1%, ranking in the 81st percentile historically. The term structure shows contango, with near-term options more expensive than longer-dated ones. While some traders see potential for a short-term bounce due to extreme oversold readings, the overall tone remains cautious. Recent analyst target cuts and concerns about AI's impact on deposits contribute to this bearish outlook.

Strategy context

The option market suggests potential for a short-term bounce due to oversold conditions, but the overall trend remains bearish.



JW AI conclusions

Short- and medium-term model interpretation

AI context bias	Mixed
AI analysis updated	Oct 2, 2026 2:28 PM EDT

Short-term scenario

Cautious tactical long for an oversold bounce into the October 14 earnings report. Trend remains down and event risk is elevated; size small and respect the stop. Uncertainty is high.

Three-month outlook

Cautiously constructive but uncertain. Valuation near 12x earnings and remaining analyst targets around \$62 imply upside if October 14 results reassure on net interest income, deposits, and credit. Base case is a gradual recovery toward the high \$50s to low \$60s if funding costs stay contained and the AI-deposit narrative does not intensify. Downside risk remains toward the low \$50s if earnings disappoint relative to already-soft investment-banking guidance, the downtrend persists, or deposit competition fears grow. The pace of any AI-related deposit shift, the rate path, and post-earnings guidance are the main unresolved variables.

Market sentiment

Limited high-quality discussion. Traders note extreme oversold readings (RSI near 22) and are watching the \$53-\$54 area for a possible higher low or bounce, with some November call interest observed. Analyst target cuts are being circulated. Overall tone is cautious rather than strongly bullish, with little conviction beyond short-term mean-reversion interest amid sector and AI-deposit concerns.

Supporting evidence

BAC's implied volatility is elevated at 28.1%, ranking in the 81st percentile historically. | The term structure shows contango, with near-term options more expensive than longer-dated ones. | Traders note extreme oversold readings (RSI near 22) and are watching the \$53-\$54 area for a possible higher low or bounce. | Analyst target cuts have been circulated, clustering around \$62, down from prior averages closer to \$64.

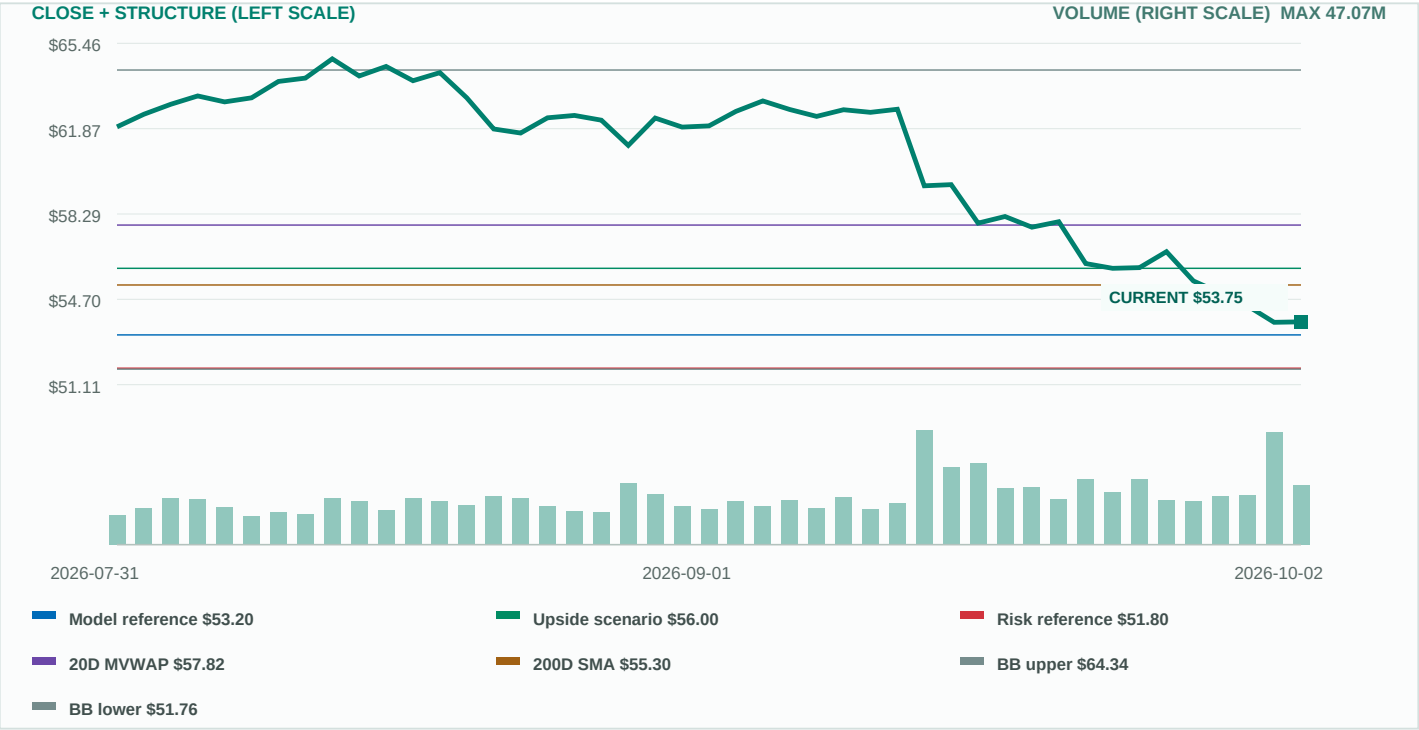
Risk watch

Earnings risk is elevated as Q3 2026 results are scheduled before the open on October 14. | Concerns about AI's impact on deposits and potential deposit competition could weigh on the stock.



Enhanced price structure

45 trading days with volume, model levels and current technical reference bands

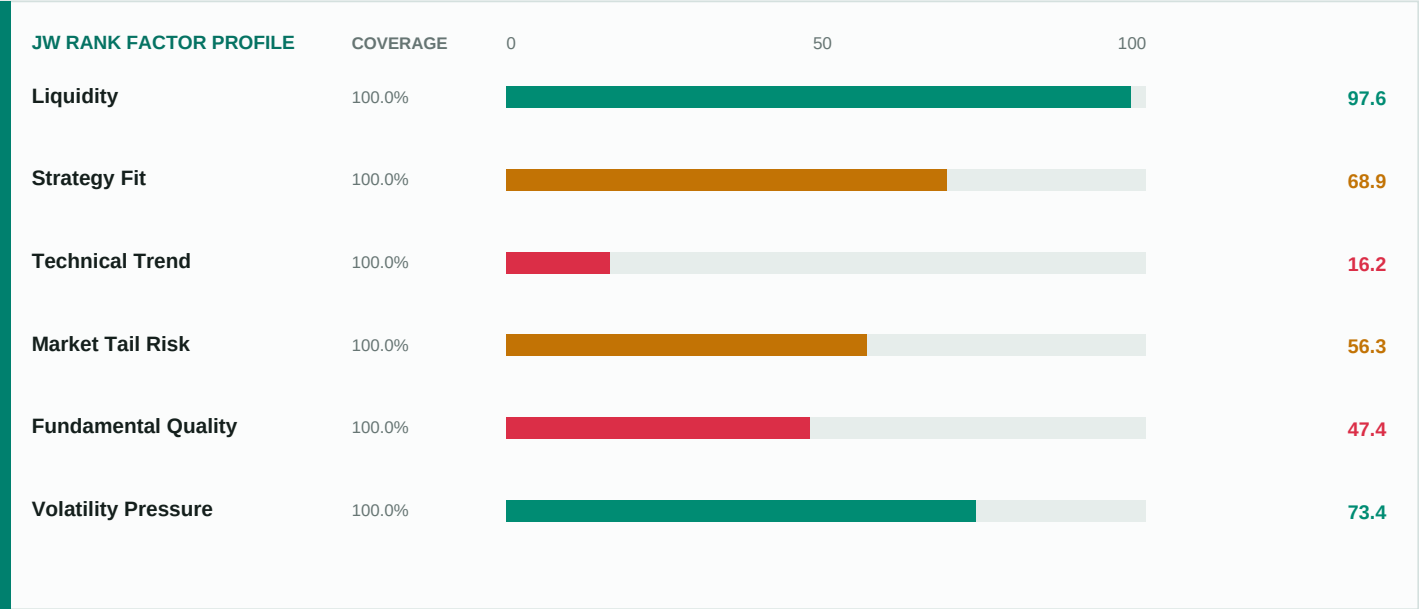


45 complete trading-session observations



JW Rank factors

Score, source coverage and interpretation for each decision factor



Decision summary

Primary model reads before the detailed indicator appendix

Momentum

bearish_warning

Institutional flow

Below MVWAP

Structure

Below 200D trend

Volatility

medium



Decision indicators

Detailed momentum, institutional and structural observations

Momentum kinematics

Direction, velocity and oscillator state

Current read	BEARISH WARNING oversold MACD decelerating
Trend signal	BEARISH WARNING
RSI signal	oversold
RSI (7 / 14 / 21)	14.81 / 22.13 / 28.59
RSI velocity	-1.06
MACD line / signal / histogram	-2.03 / - / -1.62
MACD acceleration	-0.09
Stochastic K / D	7.19 / 4.20

Institutional footprints

Volume-weighted cost, price location and flow

Current read	Below institutional MVWAP Distribution bias
Institutional flow	-0.44
20-day MVWAP	\$57.82
Price vs 20-day MVWAP	-7.01%
Daily reference VWAP	\$53.68
Price vs daily reference	+0.16%
Volume	24.26M

Structural context

Long-term trend and volatility boundaries

Current read	Below 200-day trend Negative macro velocity
Macro velocity	-0.43
20-day / 200-day SMA	\$58.05 / \$55.30
Bollinger range	\$51.76 - \$64.34
Bollinger position	0.158



Options and volatility intelligence

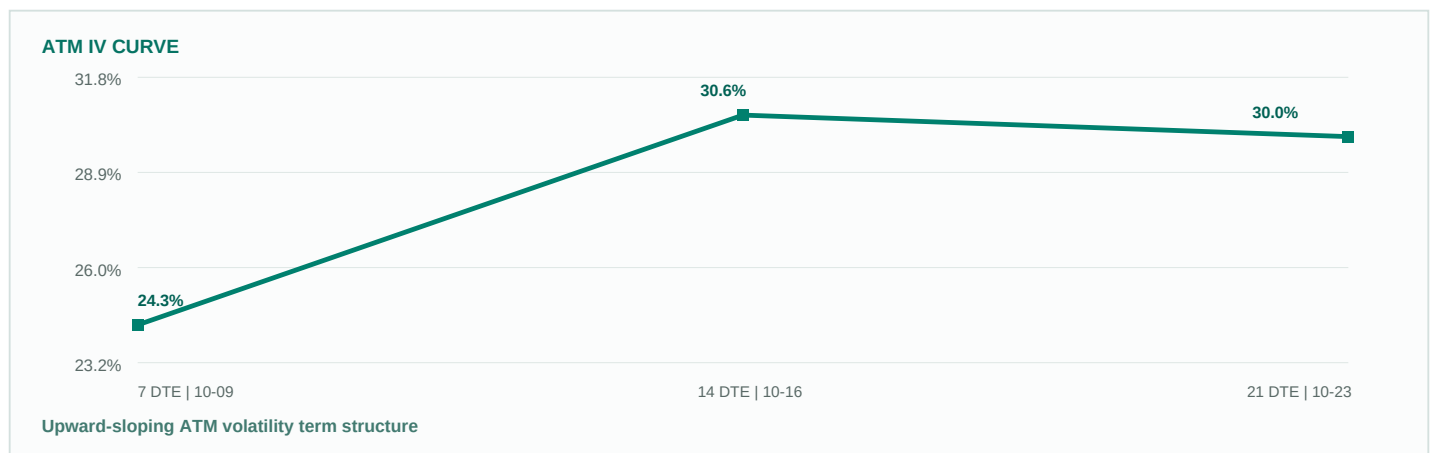
Structure, premium conditions and principal risks

IV rank 50 / 100	IV percentile 81 / 100	VVIX 88.65	SKEW 142.77
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Market regime	Calm
Tail-risk regime	NORMAL TAIL RISK
Term structure	contango
Term slope	+5.68 pts
Skew read	balanced
Liquidity / quote coverage	89.3%
Options Snapshot IV sources	ATM: option chain Rank/percentile: fundamentals
Options Snapshot IV observed at	Oct 2, 2026 2:33 PM EDT
Options data quality	Coverage 100.0%

Option term structure

ATM implied-volatility curve by days to expiration

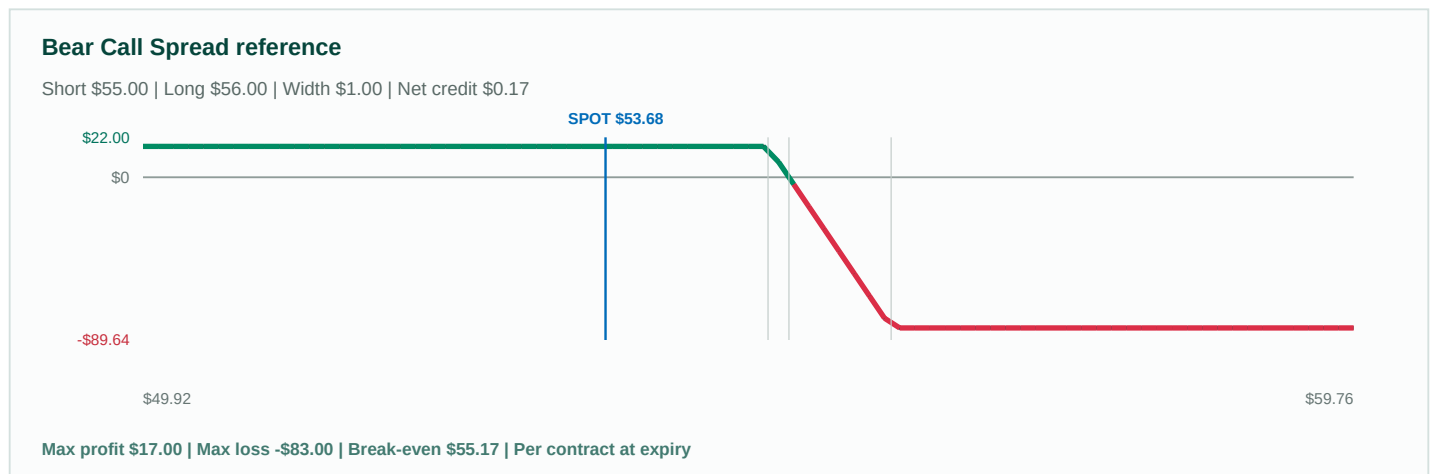
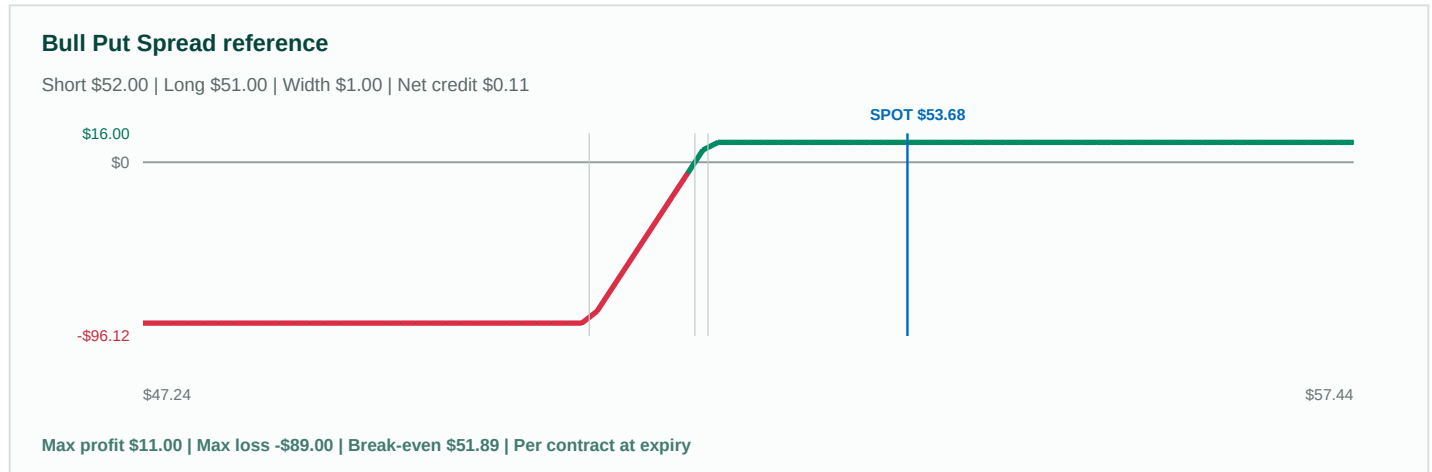


EXPIRATION	DTE	ATM IV	STATE
2026-10-09	7	24.3%	-
2026-10-16	14	30.6%	-
2026-10-23	21	30.0%	-



Reference spread payoff

Illustrative expiry profit/loss per one-lot structure, including quoted net credit



Event and tail-risk context

Known event windows and broad volatility conditions

Next earnings date	2026-10-14
Earnings IV-crush risk	moderate
Event IV premium	0.65
VIX	15.59
VVIX	88.65
SKEW index	142.77
Observation confidence	high
Option quote quality	reliable



Event and tail-risk context (continued)

Known event windows and broad volatility conditions

FIELD	VALUE
Contracts observed	131
Contracts with quotes	117

Strategy fit

Generalized structure fit; not a personalized recommendation

Market structure

The BAC option market displays a mixed sentiment, reflecting both oversold conditions and concerns surrounding upcoming earnings. Implied volatility is elevated at 28.1%, ranking in the 81st percentile historically. The term structure shows contango, with near-term options more expensive than longer-dated ones. While some traders see potential for a short-term bounce due to extreme oversold readings, the overall tone remains cautious. Recent analyst target cuts and concerns about AI's impact on deposits contribute to this bearish outlook.

Options context

BAC Option Market Shows Cautious Sentiment Amid Earnings Risk

Wheel context

The option market suggests potential for a short-term bounce due to oversold conditions, but the overall trend remains bearish.

Observed evidence

BAC's implied volatility is elevated at 28.1%, ranking in the 81st percentile historically. | The term structure shows contango, with near-term options more expensive than longer-dated ones. | Traders note extreme oversold readings (RSI near 22) and are watching the \$53-\$54 area for a possible higher low or bounce. | Analyst target cuts have been circulated, clustering around \$62, down from prior averages closer to \$64.

Principal risks to monitor

Earnings risk is elevated as Q3 2026 results are scheduled before the open on October 14. | Concerns about AI's impact on deposits and potential deposit competition could weigh on the stock.



Fundamentals and events

Business quality, valuation and upcoming event context

Market capitalization	P/E (TTM)
\$375.72B	11.06
ROE	Revenue growth
11.1%	0.6%
EPS growth	Operating margin
5.6%	32.7%
Net profit margin	Gross margin
30.2%	-
Free cash flow CAGR	Debt / equity
-19.8%	2.33
Dividend yield	Beta
3.2%	1.21
52-week range	
\$46.12 - \$65.23	

Company or fund profile

Issuer identity and classification

Name	Market
Bank of America Corp	NYSE
Industry	Country
Banking	US
Currency	IPO date
USD	1979-06-05
Shares outstanding	52-week return
7.02B	5.5%
Book value per share	Revenue per share
\$42.90	\$12.45
Website	bankofamerica.com



Latest strategy observation

Most recent shared general market signal available when this report was generated

BAC Covered Call signal	Oct 2, 2026 9:42 AM EDT
Covered Call 2026-10-09	
At signal \$53.84 Current \$53.76	
SHORT Option \$54.00 B \$0.64 / A \$0.72	
Conservative CR \$0.68	



Complete technical details

Full supporting indicator set used by the symbol detail experience

Volatility and options market

Price movement and premium conditions

ATR	\$1.15
ATR as % of price	2.2%
Volatility environment	medium
Current IV	27.8%
IV rank	48 / 100
IV percentile	78 / 100
Technical Snapshot IV source	Private fundamentals snapshot
Technical Snapshot IV observed at	Oct 2, 2026 7:31 PM EDT

Technical health and risk radar

Derived indicator health and event context

Overall health	52 / 100
Trend health	38 / 100
Momentum health	41 / 100
Volatility health	78 / 100
Structure health	66 / 100
Earnings risk / date	medium 2026-10-14
Macro risk	unknown
Volatility risk	medium
Structure risk	low

Structural indicator levels

Moving averages, volatility bands and observed trading ranges

SMA (20 / 50 / 200)	\$58.05 / \$60.87 / \$55.30
EMA (9 / 21)	\$55.34 / \$57.43
Bollinger upper / middle / lower	\$64.34 / \$58.05 / \$51.76



Structural indicator levels (continued)

Moving averages, volatility bands and observed trading ranges

FIELD	VALUE
Bollinger %B	0.158
True high / low	\$54.00 / \$53.30
5-day true high / low	\$56.70 / \$52.89

Three-day indicator history

Short-horizon change and the underlying three-session observations

INDICATOR	3-DAY CHANGE	SESSION 1 / 2 / 3
SMA20	-0.429	-
SMA50	-0.148	-
MVWAP20	-0.445	-
MACD	-0.091	-
RSI	-1.057	-
Volume	1461672.670	-
ATR	-0.014	-
T1	-	-1.96 / 58.21 / 54.43 / 52.89
T2	-	-1.85 / 58.85 / 55.11 / 54.38
T3	-	-1.75 / 59.16 / 55.55 / 54.73



Detailed options evidence

Supporting option-chain, execution and data-quality observations

Underlying price at observation	\$53.68
Options Snapshot IV sources	ATM: option chain Rank/percentile: fundamentals
Options Snapshot IV observed at	Oct 2, 2026 2:33 PM EDT
Options data coverage	100.0%
SKEW regime	HIGH TAIL RISK SKEW
VVIX regime	VVIX FLAT
Front expiration / DTE	2026-10-09 7 DTE
Front at-the-money IV	24.3%
25-delta skew	2.85
Put / Call 25-delta	\$52.00 Delta -0.187 / \$55.00 Delta 0.245
Median option bid/ask spread	9.3%
Bid/ask spread	-
Contracts observed / quoted	131 / 117

Price context

Last Price: 53.68 | Bid: 53.67 | Ask: 53.68 | Previous Close: 53.72 | Change: -0.05 | Daily change: -0.10% | Update Time: 2026-10-02T14:33:42.232713-04:00 | Latest History Date: 2026-10-02 | Latest History Price: 53.68

Historical context

Trading-day sample: 60 sessions | First Date: 2026-07-10 | Latest Date: 2026-10-02 | Latest Price: 53.68 | Max Drawdown 60d Percent: -17.17%

Fundamental context

Current Iv Percent: 28.10% | Iv Rank: 49.61 | Iv Percentile: 81.27 | Next Earnings Date: 2026-10-14 | Ex Dividend Date: 2026-09-03



Important disclosures

Scope, limitations, risk and permitted interpretation

General market information only

This report is general quantitative research and market commentary. It is not investment, legal, tax or accounting advice; it is not an offer, solicitation, order, recommendation or promise of performance. It does not consider any reader's holdings, objectives, financial circumstances, risk tolerance or suitability.

Model observations - not instructions

JW Rank, strategy fit, model reference, upside scenario and risk reference levels are model observations. They are not entries, price targets, stops, position sizes or instructions to buy, sell, open, close or hold a security or option. A higher score does not imply lower risk or a guaranteed favorable outcome.

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Prices, volumes, fundamentals, options data, news-derived context and model outputs reflect the timestamps shown and may be delayed, incomplete, revised or inaccurate. AI-generated explanations can omit context or produce errors. Models can fail when volatility, liquidity, correlations or market regimes change.

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Options risk

Options are complex and are not suitable for all investors. They may involve total or substantial loss, assignment, early exercise, margin calls, liquidity and spread risk, volatility and Greek exposure, event risk, regime shifts and expiration risk. Multi-leg positions may not execute or close at modeled prices.

Investor responsibility and ODD

Use current market information, assess suitability independently and consult qualified professionals when appropriate. Before trading listed options, read Characteristics and Risks of Standardized Options (ODD) available from the Options Clearing Corporation at theocc.com.

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Reference documents

Official product terms and standardized options disclosure

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