



Bank of America Corp / BAC

Equity | Generated Oct 7, 2026 11:30 PM EDT

Current price	Daily move	Bid / Ask	Previous close
\$53.60	-0.49 -0.91%	\$53.50/\$53.62	\$54.09

Market	NYSE
Industry	Banking
Market data as of	Oct 7, 2026 11:30 PM EDT

JW Intelligence Report

Complete | 3 of 3 sections | Oct 7, 2026 7:50 PM EDT

JW Rank	Rank label	Confidence	IV percentile
53.6 / 100	Balanced	high	76 / 100
Model reference	Upside scenario	Risk reference	Wheel strategy fit
\$53.00	\$56.00	\$51.80	64 / 100

Options stance	mixed
Tail-risk safety	56 / 100
JW Rank data coverage / as of	100.0% Oct 7, 2026 7:50 PM EDT

Key insight

BAC Option Market Shows Mixed Sentiment Ahead of Earnings

Market read

The market for BAC options reflects a cautious outlook ahead of its Q3 earnings release on October 14th. While implied volatility is elevated, suggesting potential for price swings, the term structure shows a slight contango, indicating some expectation for future stability. The current price action is below key moving averages and RSI is oversold, hinting at possible short-term support. However, bearish sentiment persists due to recent underperformance and concerns about rising interest rates and unrealized losses on bond holdings.

Strategy context

The market appears to be pricing in a potential earnings miss and continued pressure from rising interest rates.



JW AI conclusions

Short- and medium-term model interpretation

AI context bias

Bearish

AI analysis updated

Oct 7, 2026 2:20 PM EDT

Short-term scenario

Cautious tactical long only, sized small, aiming for an oversold relief bounce into or just after the October 14 earnings. This is not a high-conviction idea. Binary earnings risk, further yield spikes, and a break of nearby support can invalidate it quickly. Uncertainty is high.

Three-month outlook

Moderately constructive base case toward the high \$50s if Q3 confirms resilient net interest income and contained credit costs, with valuation support from a low-teens P/E and Street targets still mostly in the mid-\$60s. Downside remains if elevated yields keep expanding perceived securities losses or if fee income stays soft. Path is highly sensitive to the October 14 report, the Treasury yield trajectory, and credit trends. This is an uncertain scenario assessment, not a forecast of returns.

Market sentiment

Discussion is thin and mixed. A few accounts described adding large-bank exposure including BAC for a possible bounce into next week's earnings, and earlier swing notes flagged the \$53-54 area as potential support. Others cautioned that failure to reclaim about \$55 leaves downside risk toward the low \$52s. Quant-style posts were only mildly constructive. Spam and low-engagement posts are common. Overall tone is neutral to cautiously constructive on an oversold dip, not strongly bullish, with macro yield pressure acknowledged. Uncertainty: social samples are noisy and not representative of institutional positioning.

Supporting evidence

Implied volatility is elevated at 27.15%, suggesting potential for significant price movement around earnings. | The term structure shows a slight contango, with near-term IV slightly higher than further out expirations. | BAC's price is below its 50 and 200 day moving averages, indicating a bearish trend. | RSI is oversold at 23.3, suggesting potential for a short-term bounce. | Analysts have recently trimmed price targets due to concerns about flat trading revenue and investment banking fees.

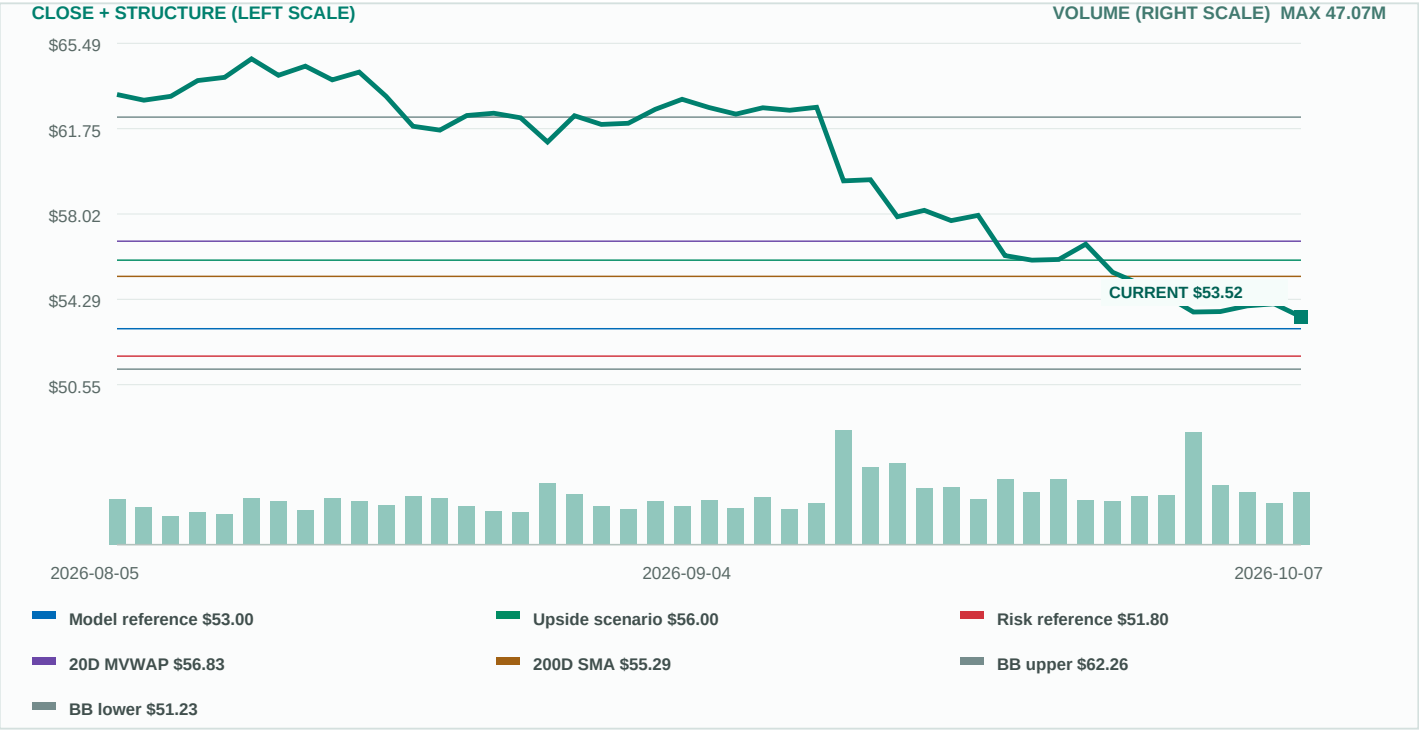
Risk watch

Earnings results could significantly impact BAC's share price, with both upside and downside risk. | Rising Treasury yields could further exacerbate unrealized losses on BAC's bond portfolio.



Enhanced price structure

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

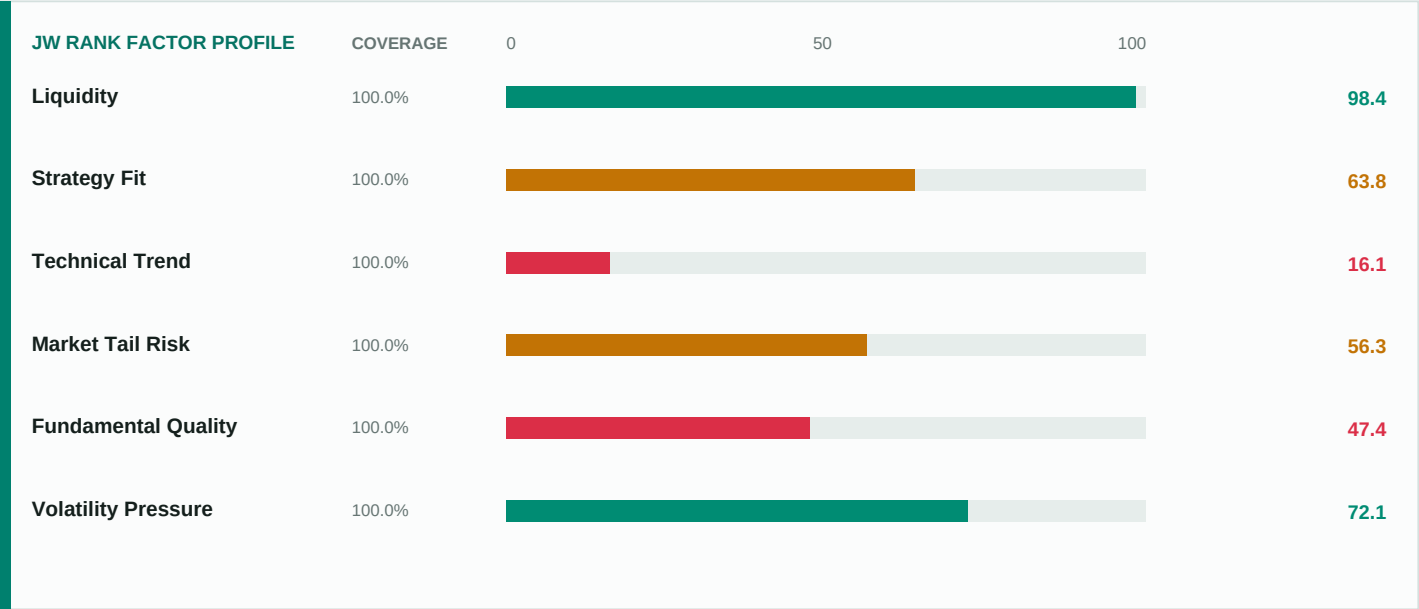


45 complete trading-session observations



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 accelerating
Trend signal	BEARISH WARNING
RSI signal	oversold
RSI (7 / 14 / 21)	18.94 / 23.55 / 29.11
RSI velocity	0.47
MACD line / signal / histogram	-2.01 / - / -1.81
MACD acceleration	0.01
Stochastic K / D	16.72 / 15.44

Institutional footprints

Volume-weighted cost, price location and flow

Current read	Below institutional MVWAP Distribution bias
Institutional flow	-0.33
20-day MVWAP	\$56.83
Price vs 20-day MVWAP	-5.68%
Daily reference VWAP	\$53.37
Price vs daily reference	+0.43%
Volume	21.72M

Structural context

Long-term trend and volatility boundaries

Current read	Below 200-day trend Negative macro velocity
Macro velocity	-0.44
20-day / 200-day SMA	\$56.74 / \$55.29
Bollinger range	\$51.23 - \$62.26
Bollinger position	0.208



Options and volatility intelligence

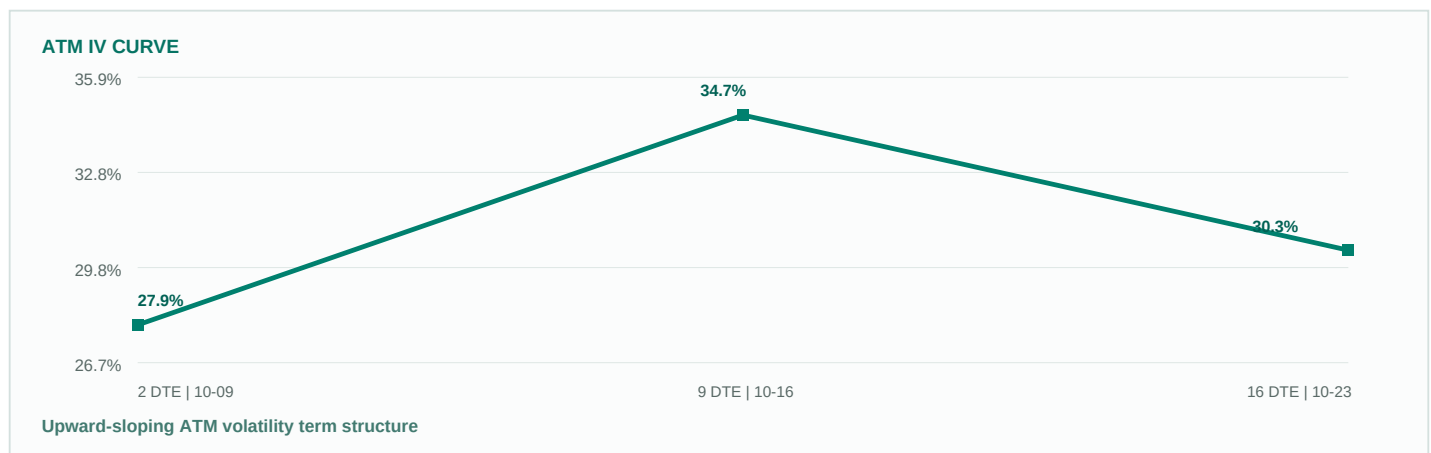
Structure, premium conditions and principal risks

IV rank 45 / 100	IV percentile 76 / 100	VVIX 84.45	SKEW 141.21
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Market regime	Calm
Tail-risk regime	NORMAL TAIL RISK
Term structure	contango
Term slope	+2.41 pts
Skew read	balanced
Liquidity / quote coverage	82.8%
Options Snapshot IV sources	ATM: option chain Rank/percentile: fundamentals
Options Snapshot IV observed at	Oct 7, 2026 2:34 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	2	27.9%	-
2026-10-16	9	34.7%	-
2026-10-23	16	30.3%	-



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	elevated
Event IV premium	4.36
VIX	15.13
VVIX	84.45
SKEW index	141.21
Observation confidence	high
Option quote quality	reliable



Event and tail-risk context (continued)

Known event windows and broad volatility conditions

FIELD	VALUE
Contracts observed	128
Contracts with quotes	106

Strategy fit

Generalized structure fit; not a personalized recommendation

Market structure

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Options context

BAC Option Market Shows Mixed Sentiment Ahead of Earnings

Wheel context

The market appears to be pricing in a potential earnings miss and continued pressure from rising interest rates.

Observed evidence

Implied volatility is elevated at 27.15%, suggesting potential for significant price movement around earnings. | The term structure shows a slight contango, with near-term IV slightly higher than further out expirations. | BAC's price is below its 50 and 200 day moving averages, indicating a bearish trend. | RSI is oversold at 23.3, suggesting potential for a short-term bounce. | Analysts have recently trimmed price targets due to concerns about flat trading revenue and investment banking fees.

Principal risks to monitor

Earnings results could significantly impact BAC's share price, with both upside and downside risk. | Rising Treasury yields could further exacerbate unrealized losses on BAC's bond portfolio.



Fundamentals and events

Business quality, valuation and upcoming event context

Market capitalization	P/E (TTM)
\$378.24B	11.25
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%	1.20
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	6.6%
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

Covered Call | 2026-10-09

At signal \$54.34 | Current \$53.60

SHORT Option \$54.00 B \$0.73 / A \$0.77

Conservative | CR \$0.75

Oct 6, 2026 10:15 AM EDT



Complete technical details

Full supporting indicator set used by the symbol detail experience

Volatility and options market

Price movement and premium conditions

ATR	\$1.09
ATR as % of price	2.0%
Volatility environment	medium
Current IV	27.2%
IV rank	45 / 100
IV percentile	76 / 100
Technical Snapshot IV source	Private fundamentals snapshot
Technical Snapshot IV observed at	Oct 7, 2026 3:50 PM EDT

Technical health and risk radar

Derived indicator health and event context

Overall health	54 / 100
Trend health	38 / 100
Momentum health	43 / 100
Volatility health	80 / 100
Structure health	71 / 100
Earnings risk / date	high 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)	\$56.74 / \$60.37 / \$55.29
EMA (9 / 21)	\$54.61 / \$56.54
Bollinger upper / middle / lower	\$62.26 / \$56.74 / \$51.23



Structural indicator levels (continued)

Moving averages, volatility bands and observed trading ranges

FIELD	VALUE
Bollinger %B	0.208
True high / low	\$54.09 / \$52.91
5-day true high / low	\$54.46 / \$52.89

Three-day indicator history

Short-horizon change and the underlying three-session observations

INDICATOR	3-DAY CHANGE	SESSION 1 / 2 / 3
SMA20	-0.436	-
SMA50	-0.168	-
MVWAP20	-0.330	-
MACD	0.005	-
RSI	0.470	-
Volume	-842664.670	-
ATR	-0.022	-
T1	-	-2.01 / 57.21 / 54.46 / 53.88
T2	-	-2.03 / 57.48 / 54.34 / 53.69
T3	-	-2.03 / 57.82 / 54.00 / 53.30



Detailed options evidence

Supporting option-chain, execution and data-quality observations

Underlying price at observation	\$53.44
Options Snapshot IV sources	ATM: option chain Rank/percentile: fundamentals
Options Snapshot IV observed at	Oct 7, 2026 2:34 PM EDT
Options data coverage	100.0%
SKEW regime	HIGH TAIL RISK SKEW
VVIX regime	VVIX FLAT
Front expiration / DTE	2026-10-09 2 DTE
Front at-the-money IV	27.9%
25-delta skew	0.70
Put / Call 25-delta	\$53.00 Delta -0.333 / \$54.00 Delta 0.319
Median option bid/ask spread	12.6%
Bid/ask spread	-
Contracts observed / quoted	128 / 106

Price context

Last Price: 53.44 | Bid: 53.43 | Ask: 53.44 | Previous Close: 54.10 | Change: -0.66 | Daily change: -1.21% | Update Time: 2026-10-07T14:34:30.003095-04:00 | Latest History Date: 2026-10-07 | Latest History Price: 53.44

Historical context

Trading-day sample: 60 sessions | First Date: 2026-07-15 | Latest Date: 2026-10-07 | Latest Price: 53.44 | Max Drawdown 60d Percent: -17.54%

Fundamental context

Current Iv Percent: 27.15% | Iv Rank: 44.88 | Iv Percentile: 75.70 | 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.

Data, AI and model limitations

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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