



Wells Fargo & Co / WFC

Equity | Generated Oct 6, 2026 11:31 PM EDT

Current price	Daily move	Bid / Ask	Previous close
\$81.74	+0.30 +0.36%	\$81.21/\$81.96	\$81.44

Market	NYSE
Industry	Banking
Market data as of	Oct 6, 2026 11:31 PM EDT

JW Intelligence Report

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

JW Rank	Rank label	Confidence	IV percentile
56.2 / 100	Balanced	high	63 / 100
Model reference	Upside scenario	Risk reference	Wheel strategy fit
\$80.50	\$85.50	\$78.25	74 / 100

Options stance	neutral
Tail-risk safety	56 / 100
JW Rank data coverage / as of	98.6% Oct 6, 2026 6:50 PM EDT

Key insight

WFC Option Market Implies Balanced Sentiment

Market read

The WFC option market shows a balanced outlook with neither strong bullish nor bearish signals. While implied volatility is elevated, reflecting uncertainty surrounding upcoming earnings, the term structure is in contango, suggesting potential for price appreciation. The skew is balanced, and reference spreads indicate moderate risk appetite. Recent upgrades from Morgan Stanley and S&P Global Ratings provide some positive catalysts, but the market remains cautious ahead of Q3 earnings.

Strategy context

WFC options offer opportunities for both bullish and bearish strategies, but the market's balanced sentiment suggests a cautious approach.



JW AI conclusions

Short- and medium-term model interpretation

AI context bias

Mixed

AI analysis updated

Oct 6, 2026 10:16 AM EDT

Short-term scenario

Cautious tactical long only on a dip, with reduced size. The Oct 13 earnings release is a binary gap risk inside the 1-3 week window; do not treat the upgrade as confirmation until NIM, NII, and guidance are reported. Uncertainty is high.

Three-month outlook

Modestly constructive if Q3 shows roughly stable NIM and management reaffirms the about \$50B full-year net interest income path, which could support a move into the high-\$80s to low-\$90s, still short of the roughly \$100 consensus target. That path is uncertain: a margin or credit miss, weaker guidance, or a risk-off rate move could retest the high-\$70s. The chart does not confirm a trend change until price reclaims roughly \$84-\$86. Open risks include the rate path, loan-growth quality (including nonbank exposure flagged in market commentary), credit costs, and continued peer underperformance. Levels and targets are scenario estimates, not investment advice.

Market sentiment

Organic X volume is thin and heavily polluted by promotional spam. Substantive posts treat the Morgan Stanley Overweight upgrade and \$102 target as a positive catalyst, note the year-to-date lag versus peers, and show some traders seeing a short-term buy trigger while keeping size small into the Oct 13 earnings event because of gap risk. Tone is cautiously constructive on the upgrade, not broadly bullish.

Supporting evidence

Implied volatility is elevated at 29.69%, reflecting uncertainty surrounding upcoming earnings. | The term structure is in contango, with longer-dated options more expensive than shorter-dated ones, suggesting potential for price appreciation. | The delta 25 skew is balanced, indicating a neutral outlook on directional movement. | Reference spreads suggest moderate risk appetite. | Morgan Stanley upgraded WFC to Overweight from Equal Weight and raised its target price to \$102.

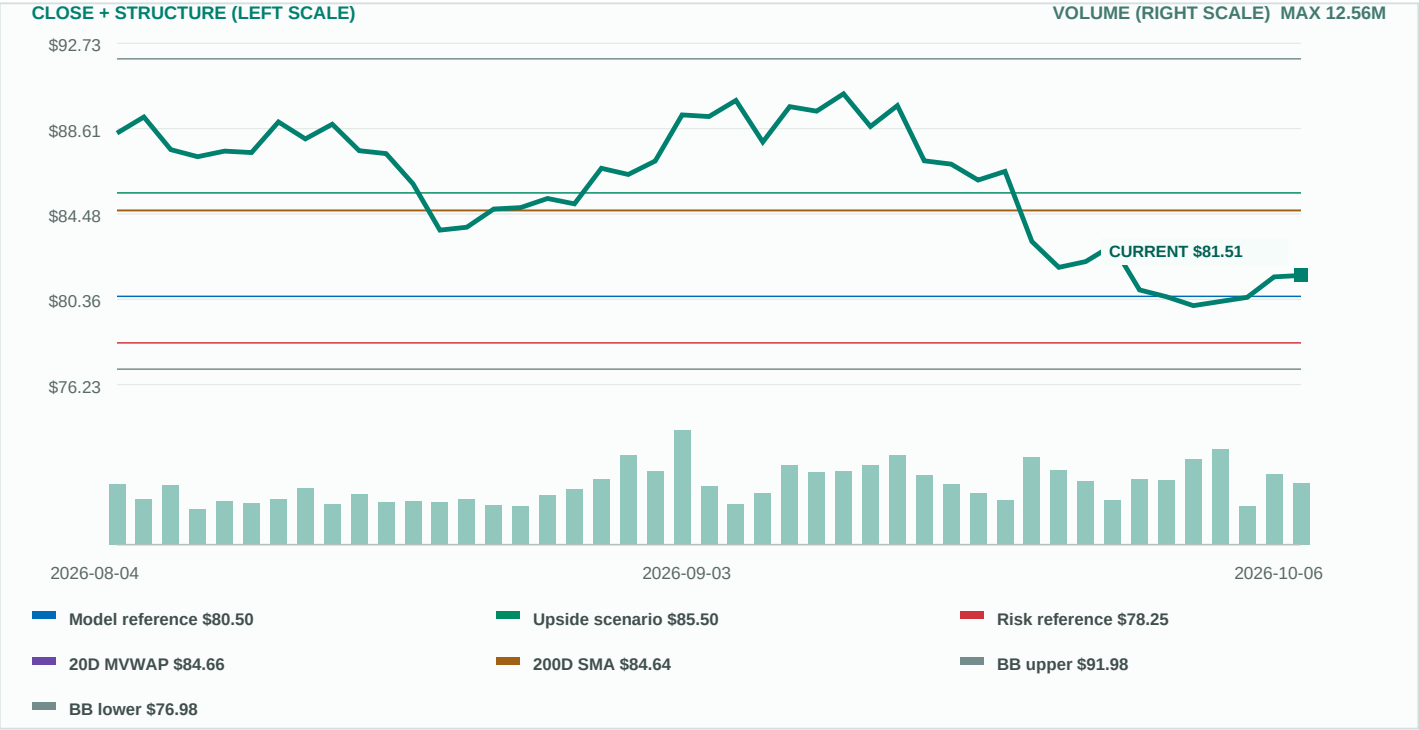
Risk watch

Earnings risk is elevated as Q3 results are due before the open on October 13th. | The stock price remains below key moving averages, suggesting a potential for further downside. | Uncertainty surrounding interest rate hikes and loan growth quality could impact WFC's performance.



Enhanced price structure

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

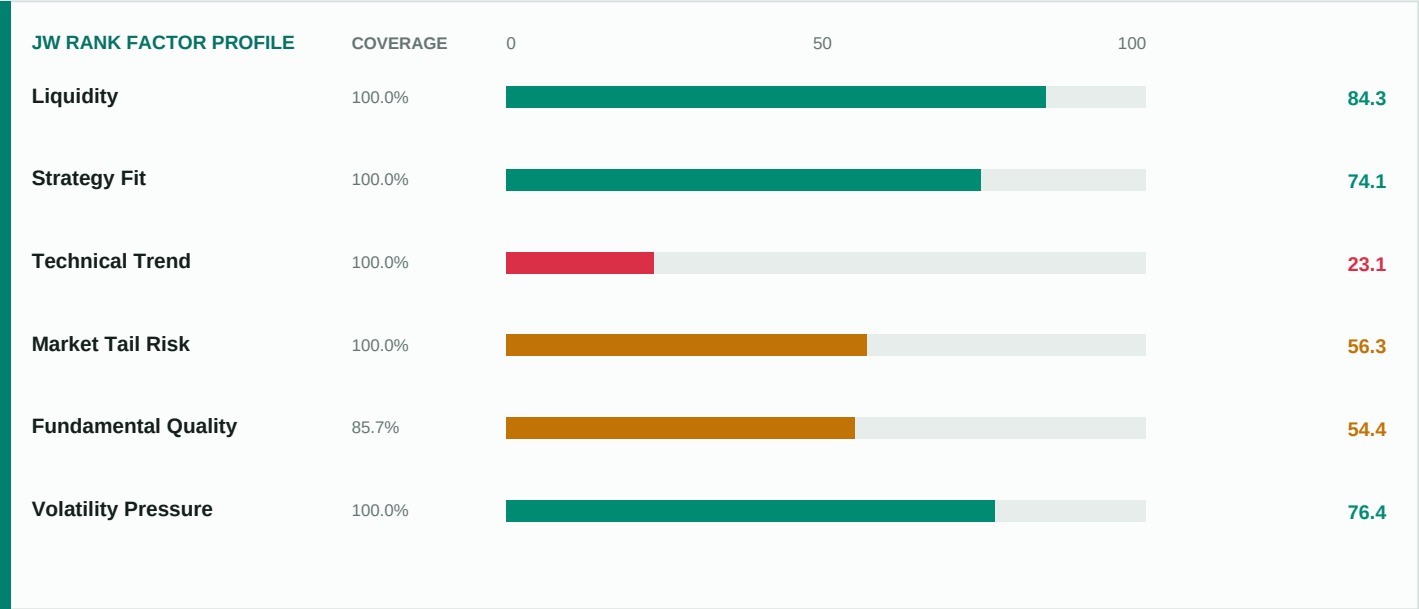


45 complete trading-session observations



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 neutral MACD accelerating
Trend signal	BEARISH WARNING
RSI signal	neutral
RSI (7 / 14 / 21)	40.33 / 39.00 / 41.44
RSI velocity	2.14
MACD line / signal / histogram	-1.74 / - / -1.42
MACD acceleration	0.02
Stochastic K / D	27.45 / 20.10

Institutional footprints

Volume-weighted cost, price location and flow

Current read	Below institutional MVWAP Distribution bias
Institutional flow	-0.31
20-day MVWAP	\$84.66
Price vs 20-day MVWAP	-3.45%
Daily reference VWAP	\$81.52
Price vs daily reference	+0.27%
Volume	6.78M

Structural context

Long-term trend and volatility boundaries

Current read	Below 200-day trend Negative macro velocity
Macro velocity	-0.40
20-day / 200-day SMA	\$84.48 / \$84.64
Bollinger range	\$76.98 - \$91.98
Bollinger position	0.302



Options and volatility intelligence

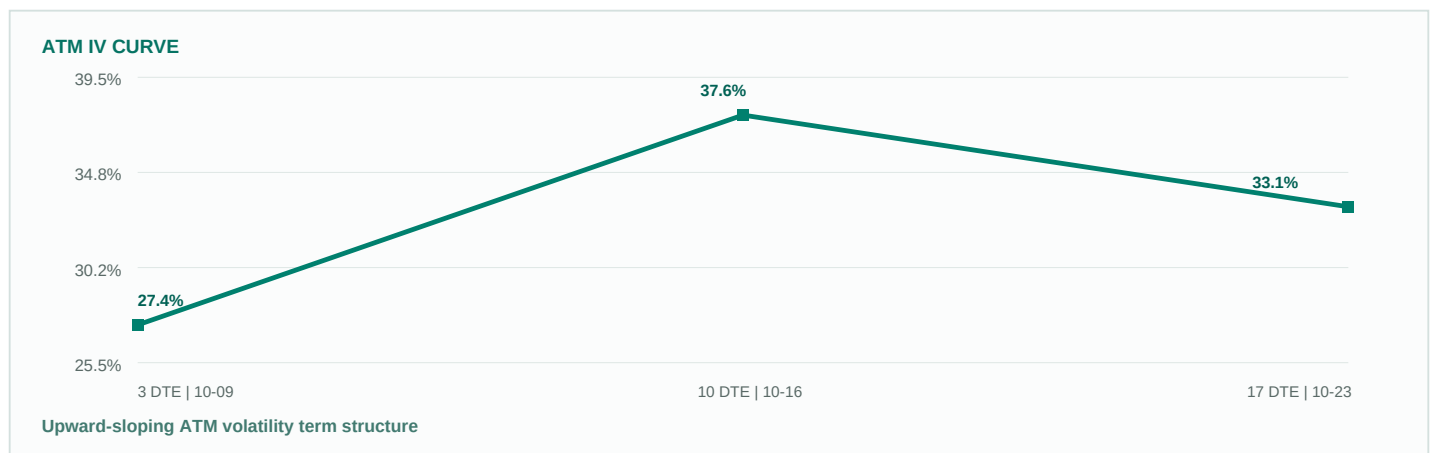
Structure, premium conditions and principal risks

IV rank	IV percentile	VVIX	SKEW
41 / 100	66 / 100	82.16	143.04

Market regime	Calm
Tail-risk regime	NORMAL TAIL RISK
Term structure	contango
Term slope	+5.76 pts
Skew read	balanced
Liquidity / quote coverage	91.0%
Options Snapshot IV sources	ATM: option chain Rank/percentile: fundamentals
Options Snapshot IV observed at	Oct 6, 2026 2:49 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	3	27.4%	-
2026-10-16	10	37.6%	-
2026-10-23	17	33.1%	-

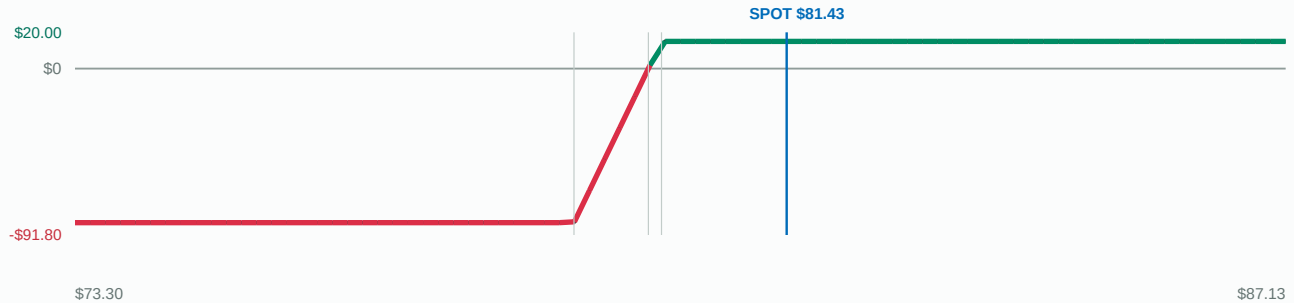


Reference spread payoff

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

Bull Put Spread reference

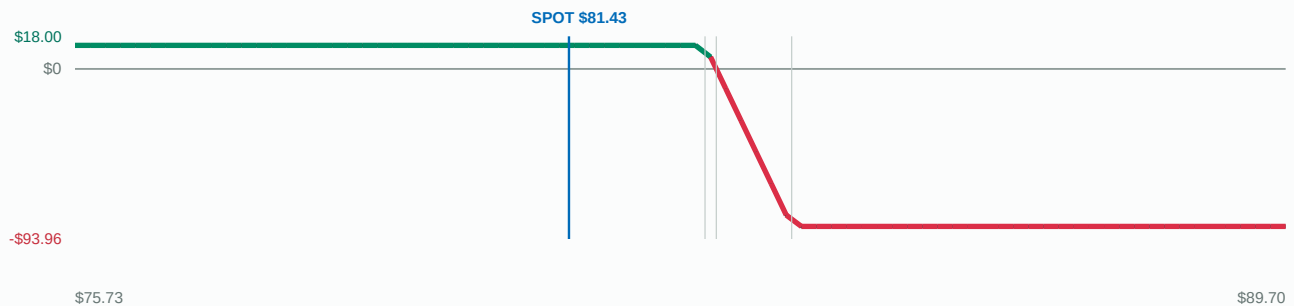
Short \$80.00 | Long \$79.00 | Width \$1.00 | Net credit \$0.15



Max profit \$15.00 | Max loss -\$85.00 | Break-even \$79.85 | Per contract at expiry

Bear Call Spread reference

Short \$83.00 | Long \$84.00 | Width \$1.00 | Net credit \$0.13



Max profit \$13.00 | Max loss -\$87.00 | Break-even \$83.13 | Per contract at expiry

Event and tail-risk context

Known event windows and broad volatility conditions

Next earnings date	2026-10-13
Earnings IV-crush risk	elevated
Event IV premium	4.47
VIX	15.02
VVIX	82.16
SKEW index	143.04
Observation confidence	high
Option quote quality	reliable



Event and tail-risk context (continued)

Known event windows and broad volatility conditions

FIELD	VALUE
Contracts observed	134
Contracts with quotes	122

Strategy fit

Generalized structure fit; not a personalized recommendation

Market structure

The WFC option market shows a balanced outlook with neither strong bullish nor bearish signals. While implied volatility is elevated, reflecting uncertainty surrounding upcoming earnings, the term structure is in contango, suggesting potential for price appreciation. The skew is balanced, and reference spreads indicate moderate risk appetite. Recent upgrades from Morgan Stanley and S&P Global Ratings provide some positive catalysts, but the market remains cautious ahead of Q3 earnings.

Options context

WFC Option Market Implies Balanced Sentiment

Wheel context

WFC options offer opportunities for both bullish and bearish strategies, but the market's balanced sentiment suggests a cautious approach.

Observed evidence

Implied volatility is elevated at 29.69%, reflecting uncertainty surrounding upcoming earnings. | The term structure is in contango, with longer-dated options more expensive than shorter-dated ones, suggesting potential for price appreciation. | The delta 25 skew is balanced, indicating a neutral outlook on directional movement. | Reference spreads suggest moderate risk appetite. | Morgan Stanley upgraded WFC to Overweight from Equal Weight and raised its target price to \$102.

Principal risks to monitor

Earnings risk is elevated as Q3 results are due before the open on October 13th. | The stock price remains below key moving averages, suggesting a potential for further downside. | Uncertainty surrounding interest rate hikes and loan growth quality could impact WFC's performance.



Fundamentals and events

Business quality, valuation and upcoming event context

Market capitalization	P/E (TTM)
\$258.34B	10.71
ROE	Revenue growth
12.6%	-6.5%
EPS growth	Operating margin
22.7%	25.3%
Net profit margin	Gross margin
22.2%	-
Free cash flow CAGR	Debt / equity
-	2.35
Dividend yield	Beta
2.3%	0.95
52-week range	
\$72.78 - \$97.76	

Company or fund profile

Issuer identity and classification

Name	Market
Wells Fargo & Co	NYSE
Industry	Country
Banking	US
Currency	IPO date
USD	1962-12-10
Shares outstanding	52-week return
3.02B	-0.1%
Book value per share	Revenue per share
\$59.50	\$21.73
Website	wellsfargo.com



Latest strategy observation

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

WFC Covered Call signal	Oct 6, 2026 11:42 AM EDT
Covered Call 2026-10-09	
At signal \$81.66 Current \$81.74	
SHORT Option \$82.00 B \$0.63 / A \$0.73	
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	\$1.79
ATR as % of price	2.2%
Volatility environment	medium
Current IV	29.4%
IV rank	39 / 100
IV percentile	63 / 100
Technical Snapshot IV source	Private fundamentals snapshot
Technical Snapshot IV observed at	Oct 6, 2026 7:32 PM EDT

Technical health and risk radar

Derived indicator health and event context

Overall health	62 / 100
Trend health	38 / 100
Momentum health	71 / 100
Volatility health	77 / 100
Structure health	80 / 100
Earnings risk / date	high 2026-10-13
Macro risk	unknown
Volatility risk	medium
Structure risk	low

Structural indicator levels

Moving averages, volatility bands and observed trading ranges

SMA (20 / 50 / 200)	\$84.48 / \$85.96 / \$84.64
EMA (9 / 21)	\$81.66 / \$83.46
Bollinger upper / middle / lower	\$91.98 / \$84.48 / \$76.98



Structural indicator levels (continued)

Moving averages, volatility bands and observed trading ranges

FIELD	VALUE
Bollinger %B	0.302
True high / low	\$81.98 / \$81.07
5-day true high / low	\$82.22 / \$78.00

Three-day indicator history

Short-horizon change and the underlying three-session observations

INDICATOR	3-DAY CHANGE	SESSION 1 / 2 / 3
SMA20	-0.395	-
SMA50	-0.109	-
MVWAP20	-0.310	-
MACD	0.025	-
RSI	2.141	-
Volume	-1245986.000	-
ATR	-0.049	-
T1	-	-1.82 / 84.95 / 82.22 / 80.45
T2	-	-1.87 / 85.28 / 80.74 / 79.81
T3	-	-1.82 / 85.59 / 80.33 / 78.00



Detailed options evidence

Supporting option-chain, execution and data-quality observations

Underlying price at observation	\$81.43
Options Snapshot IV sources	ATM: option chain Rank/percentile: fundamentals
Options Snapshot IV observed at	Oct 6, 2026 2:49 PM EDT
Options data coverage	100.0%
SKEW regime	HIGH TAIL RISK SKEW
VVIX regime	VVIX FLAT
Front expiration / DTE	2026-10-09 3 DTE
Front at-the-money IV	27.4%
25-delta skew	2.18
Put / Call 25-delta	\$80.00 Delta -0.239 / \$83.00 Delta 0.223
Median option bid/ask spread	16.7%
Bid/ask spread	-
Contracts observed / quoted	134 / 122

Price context

Last Price: 81.43 | Bid: 81.42 | Ask: 81.44 | Previous Close: 81.44 | Change: -0.01 | Daily change: -0.01% | Update Time: 2026-10-06T14:49:44.431786-04:00 | Latest History Date: 2026-10-06 | Latest History Price: 81.43

Historical context

Trading-day sample: 60 sessions | First Date: 2026-07-14 | Latest Date: 2026-10-06 | Latest Price: 81.43 | Max Drawdown 60d Percent: -11.34%

Fundamental context

Current Iv Percent: 29.69% | Iv Rank: 40.58 | Iv Percentile: 65.74 | Next Earnings Date: 2026-10-13 | Ex Dividend Date: 2026-08-06



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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