



Wells Fargo & Co / WFC

Equity | Generated Oct 12, 2026 11:31 PM EDT

Current price	Daily move	Bid / Ask	Previous close
\$83.80	+0.25 +0.30%	\$83.90/\$83.96	\$83.55

Market	NYSE
Industry	Banking
Market data as of	Oct 12, 2026 11:31 PM EDT

JW Intelligence Report

Complete | 3 of 3 sections | Oct 12, 2026 6:50 PM EDT

JW Rank	Rank label	Confidence	IV percentile
58.6 / 100	Balanced	high	67 / 100
Model reference	Upside scenario	Risk reference	Wheel strategy fit
\$82.50	\$87.50	\$80.00	66 / 100

Options stance	neutral
Tail-risk safety	32 / 100
JW Rank data coverage / as of	98.6% Oct 12, 2026 6:50 PM EDT

Key insight

WFC Options ImPLY Event Risk Ahead of Earnings

Market read

WFC options reflect uncertainty surrounding upcoming Q3 earnings. The implied move is around ±4.5% to ±4.7%, suggesting a potential for volatility post-earnings. While some analysts are optimistic, citing upgrades and positive factors like revenue growth, others remain cautious due to the ongoing HUD investigation and potential credit cost pressures.

Strategy context

WFC options are pricing in significant event risk ahead of Q3 earnings. Traders are watching for guidance on credit costs and revenue growth.



JW AI conclusions

Short- and medium-term model interpretation

AI context bias

Bearish

AI analysis updated

Oct 12, 2026 2:30 PM EDT

Short-term scenario

Cautious, event-driven stance for 1-3 weeks. Do not chase into the Oct. 13 print. A modest tactical long is more defensible only if the stock holds post-earnings support and guidance is not cut. Uncertainty is high: the implied move is about $\pm 4.5\%$, the HUD probe is unresolved, and peer results the same week can override company-specific news. This is not a high-conviction setup.

Three-month outlook

Moderately constructive base case, with wide error bars. If Q3 and the outlook confirm steady NII, fee growth, and contained credit costs, a drift toward the low-to-mid \$90s is plausible over three months, consistent with the stock lagging improved earnings and with Street targets still near \$99-\$102. Offsetting risks are a softer guide, higher credit costs if rates stay restrictive, and any escalation of the HUD review into restrictions or a settlement that absorbs management attention. A simple DCF screen has also flagged the shares as rich versus a lower intrinsic value, so valuation is not unanimous. Downside toward the high \$70s remains possible on a guidance miss or a broader bank derating. Treat the three-month path as contingent on the Oct. 13 print and regulatory headlines, not as a base-case certainty.

Market sentiment

Near-term X discussion is dominated by the bank earnings kickoff rather than a strong directional consensus. Traders flag an options-implied move of about $\pm 4.5\%$ to $\pm 4.7\%$, with some noting a bounce off longer-term trendline support and a path higher only if the 50-day is reclaimed. Valuation comments cite roughly 11.4x 2026 EPS as a reason to watch the name into the print, while others stress that guidance, not the headline beat, is what the market will pay for. Upgrade posts (Morgan Stanley \$102) are circulating, but engagement is light and spammy promo posts are common. Overall tone is watchful and binary, not broadly euphoric or panicked.

Supporting evidence

Options imply a move of about $\pm 4.5\%$ to $\pm 4.7\%$ for earnings. | Recent analyst actions include both upgrades and target price trims. | The stock is trading below its 50-day moving average, suggesting a potential bearish bias.

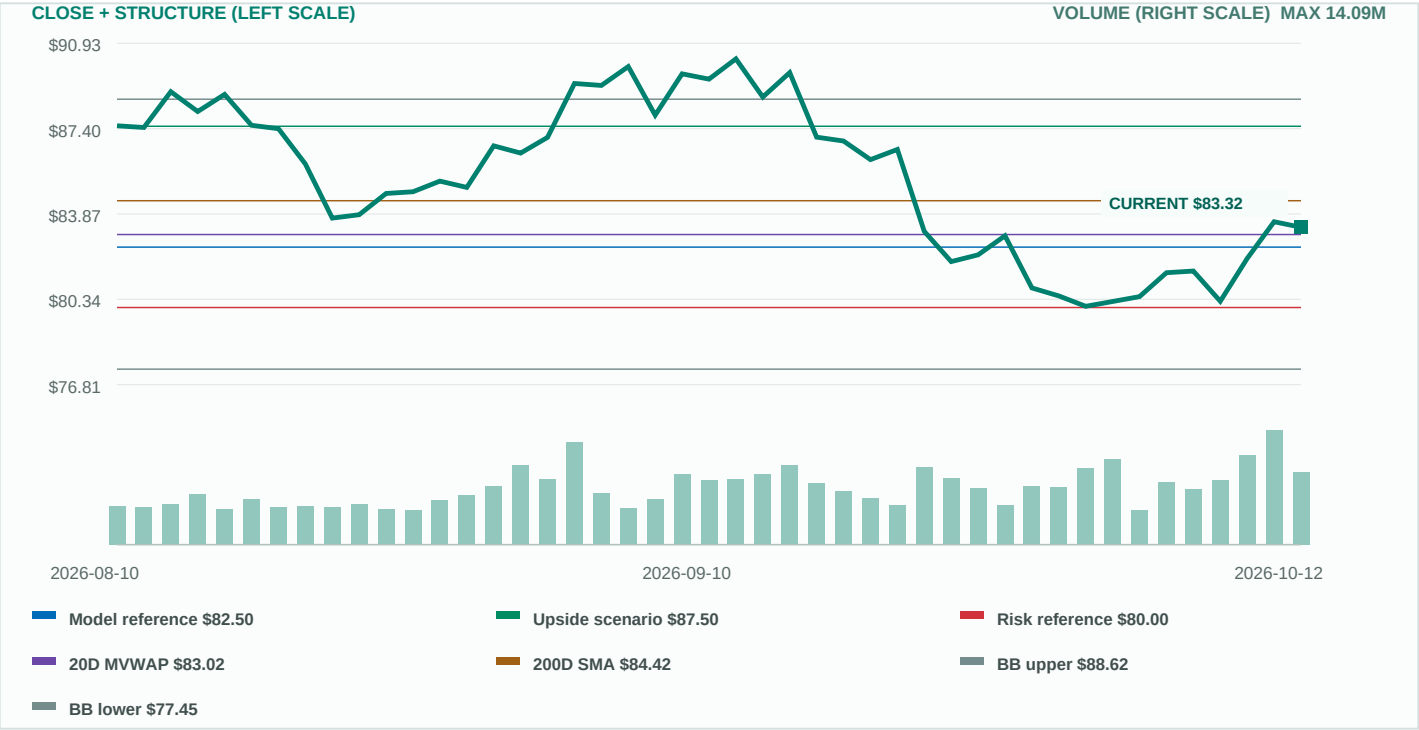
Risk watch

HUD investigation into lending practices could negatively impact the stock. | Higher-than-expected credit costs could pressure earnings.



Enhanced price structure

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

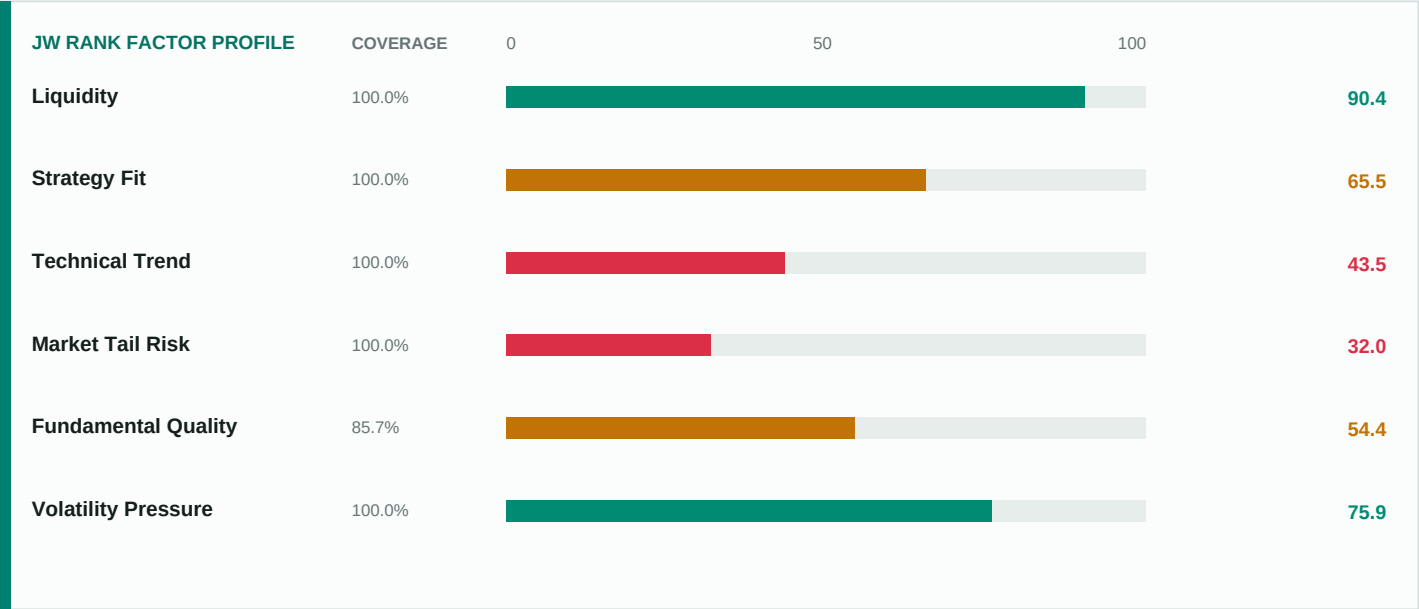


45 complete trading-session observations



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

Above 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)	58.31 / 48.91 / 47.60
RSI velocity	4.60
MACD line / signal / histogram	-1.18 / - / -1.43
MACD acceleration	0.20
Stochastic K / D	62.45 / 47.19

Institutional footprints

Volume-weighted cost, price location and flow

Current read	Above institutional MVWAP Distribution bias
Institutional flow	-0.38
20-day MVWAP	\$83.02
Price vs 20-day MVWAP	+0.94%
Daily reference VWAP	\$83.69
Price vs daily reference	+0.13%
Volume	8.91M

Structural context

Long-term trend and volatility boundaries

Current read	Below 200-day trend Negative macro velocity
Macro velocity	-0.33
20-day / 200-day SMA	\$83.03 / \$84.42
Bollinger range	\$77.45 - \$88.62
Bollinger position	0.526



Options and volatility intelligence

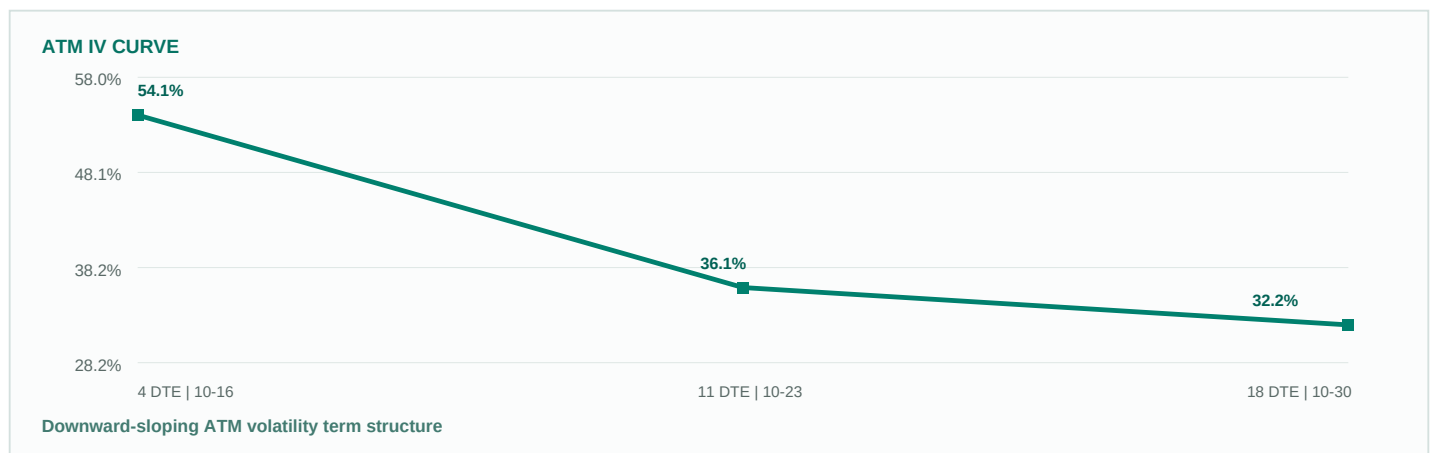
Structure, premium conditions and principal risks

IV rank	IV percentile	VVIX	SKEW
41 / 100	67 / 100	86.99	154.34

Market regime	DANGER ZONE
Tail-risk regime	NORMAL TAIL RISK
Term structure	backwardation
Term slope	-21.90 pts
Skew read	balanced
Liquidity / quote coverage	99.3%
Options Snapshot IV sources	ATM: option chain Rank/percentile: fundamentals
Options Snapshot IV observed at	Oct 12, 2026 2:48 PM EDT
Options data quality	Coverage 100.0%

Option term structure

ATM implied-volatility curve by days to expiration



EXPIRATION	DTE	ATM IV	STATE
2026-10-16	4	54.1%	-
2026-10-23	11	36.1%	-
2026-10-30	18	32.2%	-

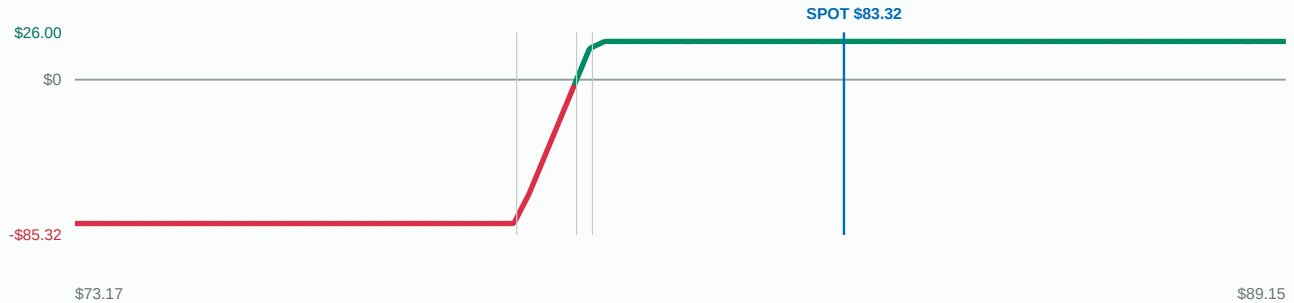


Reference spread payoff

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

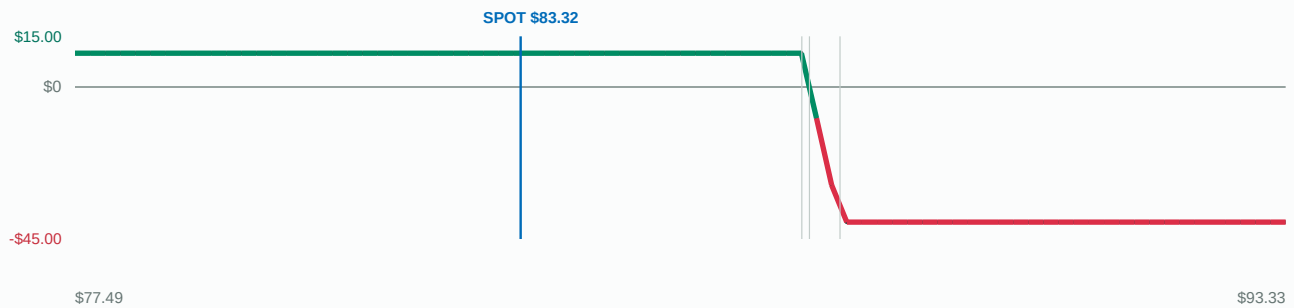
Bull Put Spread reference

Short \$80.00 | Long \$79.00 | Width \$1.00 | Net credit \$0.21



Bear Call Spread reference

Short \$87.00 | Long \$87.50 | Width \$0.50 | Net credit \$0.10



Event and tail-risk context

Known event windows and broad volatility conditions

Next earnings date	2026-10-13
Earnings IV-crush risk	high
Event IV premium	18.00
VIX	15.25
VVIX	86.99
SKEW index	154.34
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	133

Strategy fit

Generalized structure fit; not a personalized recommendation

Market structure

WFC options reflect uncertainty surrounding upcoming Q3 earnings. The implied move is around $\pm 4.5\%$ to $\pm 4.7\%$, suggesting a potential for volatility post-earnings. While some analysts are optimistic, citing upgrades and positive factors like revenue growth, others remain cautious due to the ongoing HUD investigation and potential credit cost pressures.

Options context

WFC Options Implied Event Risk Ahead of Earnings

Wheel context

WFC options are pricing in significant event risk ahead of Q3 earnings. Traders are watching for guidance on credit costs and revenue growth.

Observed evidence

Options imply a move of about $\pm 4.5\%$ to $\pm 4.7\%$ for earnings. | Recent analyst actions include both upgrades and target price trims. | The stock is trading below its 50-day moving average, suggesting a potential bearish bias.

Principal risks to monitor

HUD investigation into lending practices could negatively impact the stock. | Higher-than-expected credit costs could pressure earnings.



Fundamentals and events

Business quality, valuation and upcoming event context

Market capitalization	P/E (TTM)
\$258.34B	10.66
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	4.6%
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

Covered Call | 2026-10-09

At signal \$81.66 | Current \$83.80

SHORT Option \$82.00 B \$0.63 / A \$0.73

Conservative | CR \$0.68

Oct 6, 2026 11:42 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	\$1.90
ATR as % of price	2.3%
Volatility environment	medium
Current IV	29.7%
IV rank	41 / 100
IV percentile	67 / 100
Technical Snapshot IV source	Private fundamentals snapshot
Technical Snapshot IV observed at	Oct 12, 2026 7:31 PM EDT

Technical health and risk radar

Derived indicator health and event context

Overall health	70 / 100
Trend health	38 / 100
Momentum health	89 / 100
Volatility health	76 / 100
Structure health	97 / 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)	\$83.03 / \$85.69 / \$84.42
EMA (9 / 21)	\$82.20 / \$83.13
Bollinger upper / middle / lower	\$88.62 / \$83.03 / \$77.45



Structural indicator levels (continued)

Moving averages, volatility bands and observed trading ranges

FIELD	VALUE
Bollinger %B	0.526
True high / low	\$84.74 / \$83.02
5-day true high / low	\$84.74 / \$79.17

Three-day indicator history

Short-horizon change and the underlying three-session observations

INDICATOR	3-DAY CHANGE	SESSION 1 / 2 / 3
SMA20	-0.326	-
SMA50	-0.046	-
MVWAP20	-0.384	-
MACD	0.196	-
RSI	4.596	-
Volume	319900.670	-
ATR	0.024	-
T1	-	-1.37 / 83.30 / 84.06 / 81.62
T2	-	-1.63 / 83.70 / 82.17 / 79.70
T3	-	-1.77 / 84.17 / 81.51 / 79.17



Detailed options evidence

Supporting option-chain, execution and data-quality observations

Underlying price at observation	\$83.32
Options Snapshot IV sources	ATM: option chain Rank/percentile: fundamentals
Options Snapshot IV observed at	Oct 12, 2026 2:48 PM EDT
Options data coverage	100.0%
SKEW regime	HIGH TAIL RISK SKEW
VVIX regime	VVIX FLAT
Front expiration / DTE	2026-10-16 4 DTE
Front at-the-money IV	54.1%
25-delta skew	1.49
Put / Call 25-delta	\$80.00 Delta -0.230 / \$87.00 Delta 0.232
Median option bid/ask spread	14.4%
Bid/ask spread	-
Contracts observed / quoted	134 / 133

Price context

Last Price: 83.32 | Bid: 83.32 | Ask: 83.33 | Previous Close: 83.55 | Change: -0.23 | Daily change: -0.28% | Update Time: 2026-10-12T14:48:04.789389-04:00 | Latest History Date: 2026-10-12 | Latest History Price: 83.32

Historical context

Trading-day sample: 60 sessions | First Date: 2026-07-20 | Latest Date: 2026-10-12 | Latest Price: 83.32 | Max Drawdown 60d Percent: -11.34%

Fundamental context

Current Iv Percent: 29.69% | Iv Rank: 40.58 | Iv Percentile: 66.53 | 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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