

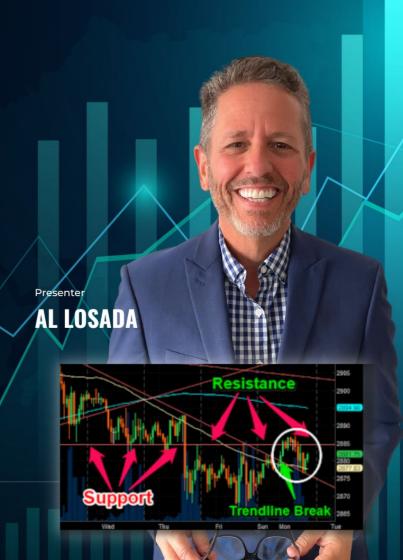
# HOW TO DAY TRADE OPTIONS ON FUTURES

And Avoid Being Flagged as a Pattern Day Trader!



Replay sent to all registrants





What You Can Expect

I am going to show you how you can make consistent returns monthly, based on margin capital at risk by using high probability trades, without taking large losses, and make those returns month over



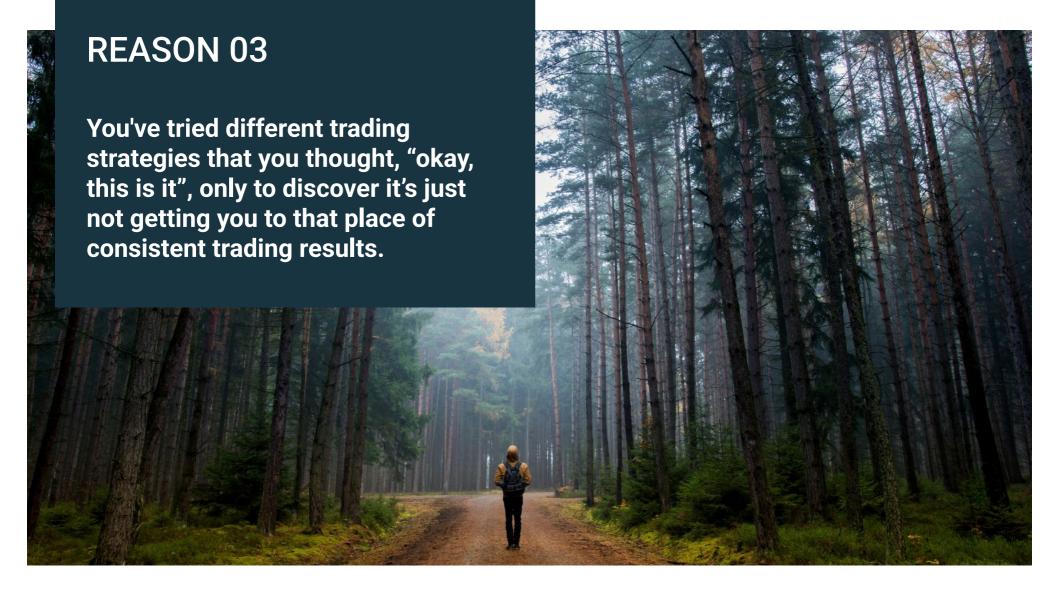


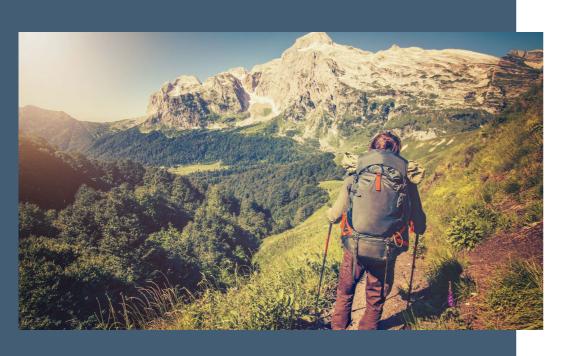
- Understand the differences between SPX option trades and options on futures trades
- How to Identify the strikes, strike prices and spread width on /ES Futures options trades to increase your chances of profitability
- How To Identify intraday trade setups that yield quick directional trades in a trending market.
- The Best Time To Trade 1 DTE
- How best to mitigate a 0 or 1 DTE options on futures trade that is threatened







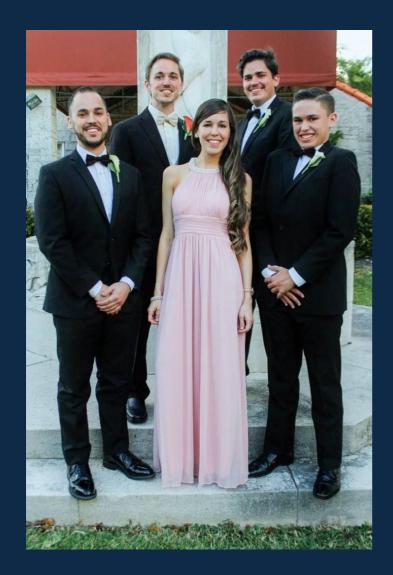




# 1: Interested in learning new strategies

# 2: Desire to see your account grow month after month

# 3: Find the right strategy that provides consistent trading results





- /ES Option Credit Spread What is it?
  - A credit spread has a combination of two puts or two calls where the put or call that is sold is more expensive than the put or call that is bought
  - SELL -2 VERTICAL /ESZ22 1/50 NOV 22 (Monday) (Wk2) /E1AX22 3715/3700 PUT @1.25 (Bull Credit Spread)
  - Selling the 3715 Put and Buying a 3700 Put
  - Trade is considered to be a High Probability Trade

# IMAGINE

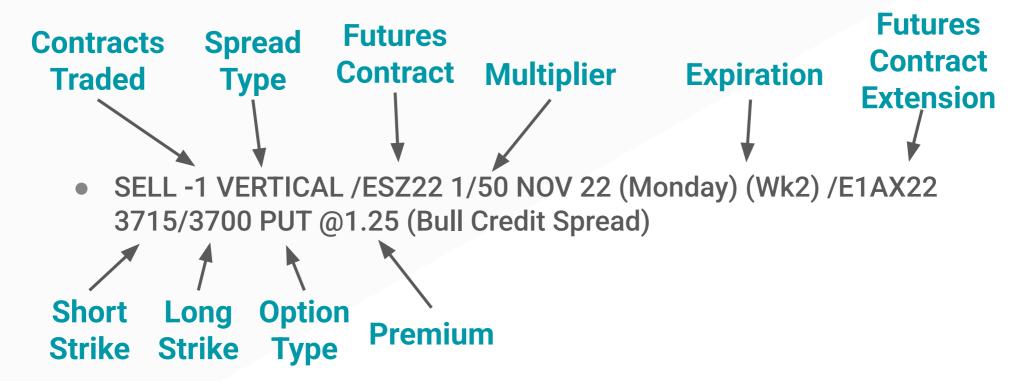
Imagine what it would feel like if most of your trades were winners month after month and it would be confirmed by watching the size of your account grow at the same time.





Becoming the trader that no longer takes large losses but consistently trades according to a proven trade plan that is profitable over time allowing you to grow your account month over month

► /ES Option Credit Spread Breakdown

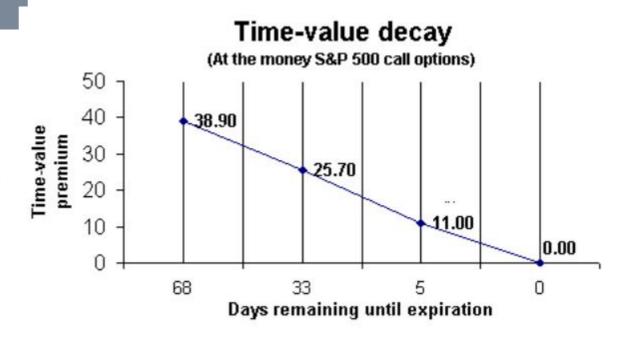


- /ES Credit Spread Risk/Reward
- -1 29 AUG 22 3715/3700 PUT
   @1.25 (Bull Credit Spread)
- Risk/Reward is \$437.50/\$62.50
- Max loss is \$437.50 which is also the margin requirement



### SPX Options Rate of Decay

- From 68 days to 33 days, the rate of decay is 34%
- From 33 days to 5 days, the rate of decay is 57%
- From 5 days to expiration the rate of decay is 100%



### **Profitability Factor One**

Implied Volatility - The ideal setup is a market with volatility moving lower while in a trade. Placing the trade when volatility is high and then decreases, will significantly reduce the initial premium collected.

### Profitability Factor Two

Theta - Which is one of the greeks and measures the rate of decline in the value of an option due to the passage of time.

### **Profitability Factor Three**

Market direction - A market trending away from your position will cause the premium price to drop. If you enter this trade and the market moves against you or in the direction of the credit spread, you will see the premium price increase significantly but as long as it stays within an acceptable range, it will remain profitable

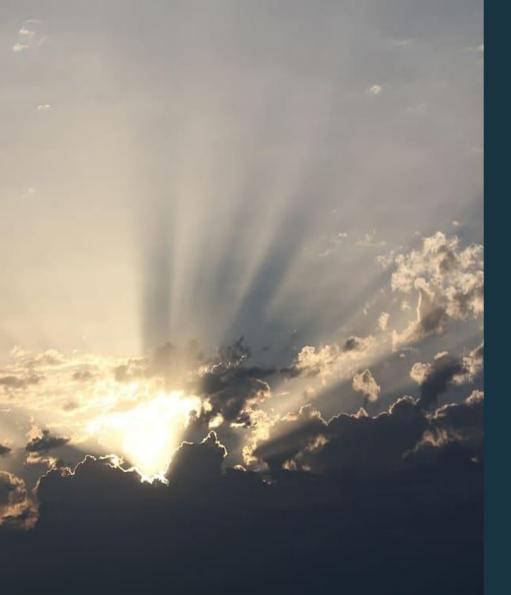
# Risk Management Guidelines & Daily Routines

Things you need to know

### Risk Management



- Always trade with a plan
- Determine Max Loss and Risk/Reward before entering trade
- Trade no more than 20% (Credit Margin) of Trading Capital
- Do not allow more than a 2% loss/trade based on Trading Capital
- For highly trending market, position trades to follow the trend
- Size your trades to ensure emotions are not part of the decision making process -Trade small, trade often



### **Pre-market routine**

- Review areas of support and resistance
- Review US Dollar (\$DXY) for price action that can move the SPX
- Review 10 Year Treasury (TNX) Rates for price action that can move the SPX
- Review /ES (Futures) Trending
   Direction
- Review VIX level and Change
- Determine Credit Spread Positions and Save in TOS



### **Post Market Routine**

- Determine if rules were broken and why
- Determine if risk was within acceptable levels especially for wins
- Determine if losses were within acceptable ranges
- Determine tweeks if adjustment to trading plan is necessary
- Update trade journal with findings



### **Pattern Day Trader**

- What is it the buying and selling or selling and buying the same security on the same day and initiates days trades three or more times in any five consecutive business day period
- What can happen If your account value is below \$25k, your account can be restricted to only selling current holdings



### **Pattern Day Trader**

## How to avoid being flagged as a PDT Account:

- Limit trades to one trade, three days/week
- Manage trades from multiple accounts
- Trade wide Iron Condors and allow them to expire
- Trade Options on Futures
   Spreads since it is not subject to
   PDT Restrictions

# Trade Strategy - Options on Futures Trades

The real fun begins!!!

### Comparing SPX to /ES

**SPX** 

Overnight risk

Multiplier 100

**Greater Margin requirement** 

Ability to roll into later expirations

Cash settled

Commissions/Fees less expensive

/ES

No overnight risk (weekend exception)

Multiplier 50

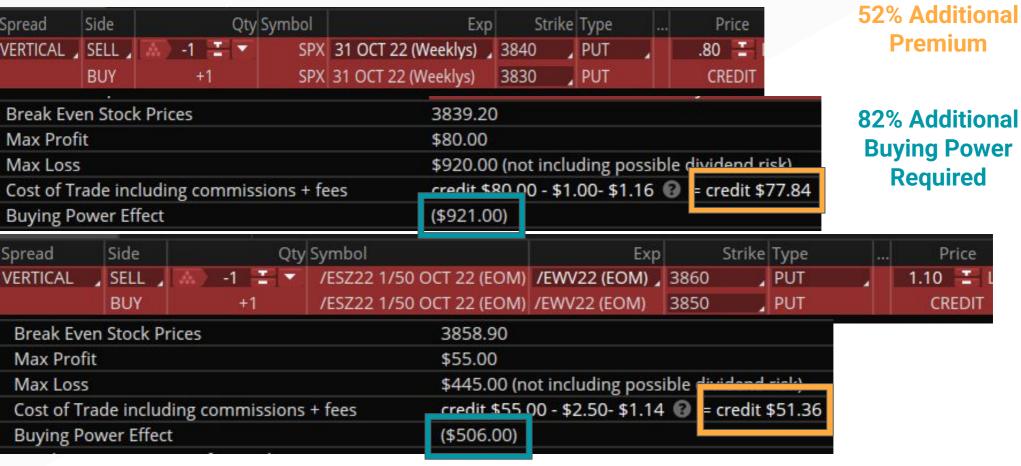
Less Margin requirement

Rolling restricted to /ES contract

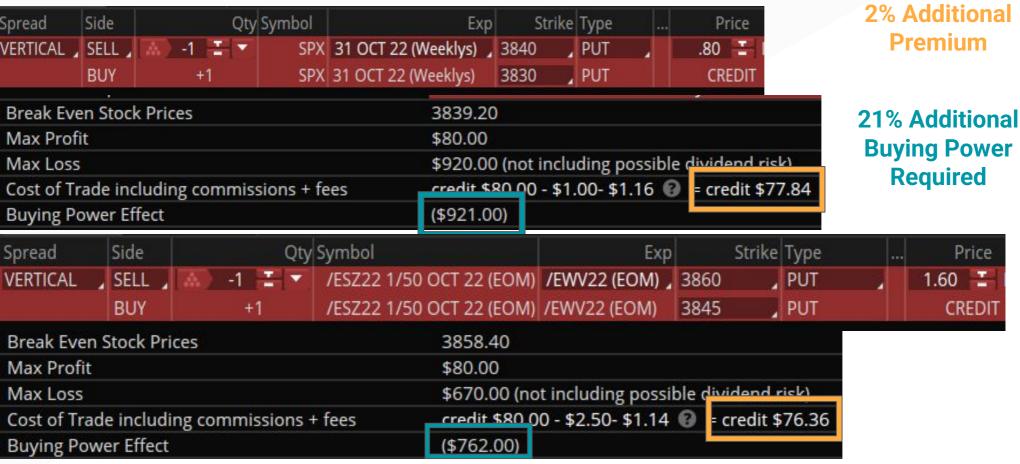
**Futures contract settled** 

Commissions/Fees more expensive

# SPX/ES Comparison - Same Contract Size, Delta (-11) & Width



# SPX/ES Comparison - Same Contract Size, Delta (-11) & Additional Width



### Entry/Exit/Threatened

#### Entry

- Enter spreads within the first hour of the overnight session using a 15 wide spread
- After profit is taken, confirm tops or bottoms and reenter trade
- Premium should be between \$1.15 1.40 (Delta 6 8)

#### Exit - Take Profit

- o \$.10
- Expiration

#### Exit - Trade Threatened

- Use a 3X short strike stop loss
- Roll trade using a condor within 20 points of a breach with a possible increase in width
- Close threatened trade and open a new trade with a net credit

## **/ES Trades**

Honing in on the best trade opportunities



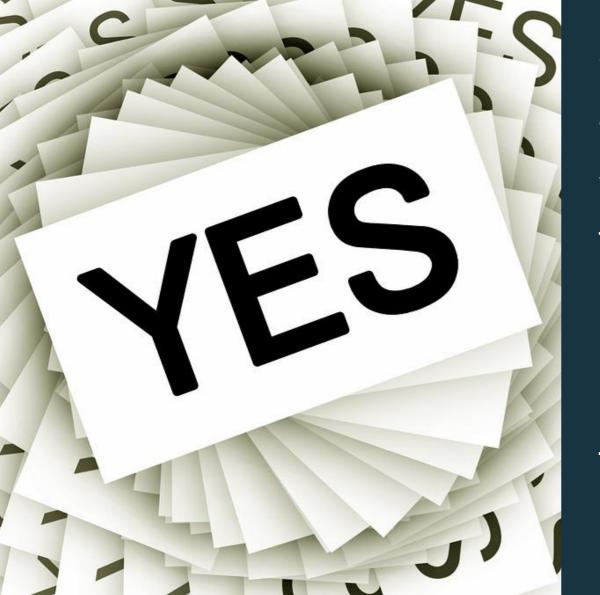












Would you like to follow our trades while you learn using the our short term strategies I've outlined so you can be a consistently profitable trader?

One: Interested in learning new strategies

Two: Desire to see your account grow month after month

Three: Find the right strategy that provides consistent trading results



### ▶ Time to Break the Barriers!

Will you keep doing what you're doing and hope that one day something will stick?

Will you finally take the steps that will get you to the place you want to be and THAT WORKS!



No Quit Attitude
Commitment
Discipline
Having an Edge







### **SOS Trade Alerts**

SOS Trade Alerts are instant trade notifications sent directly to a phone or computer that announce high probability options and futures trades for those who are seeking to generate consistent income and more dependable returns from their trades.

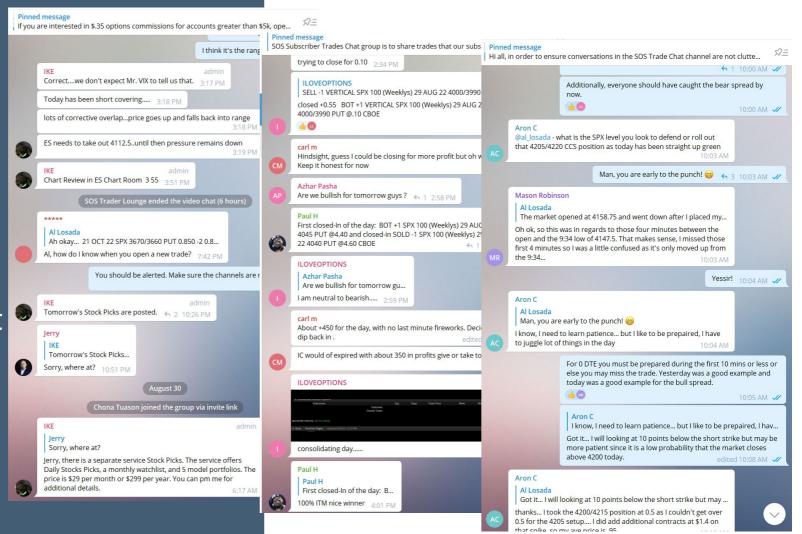


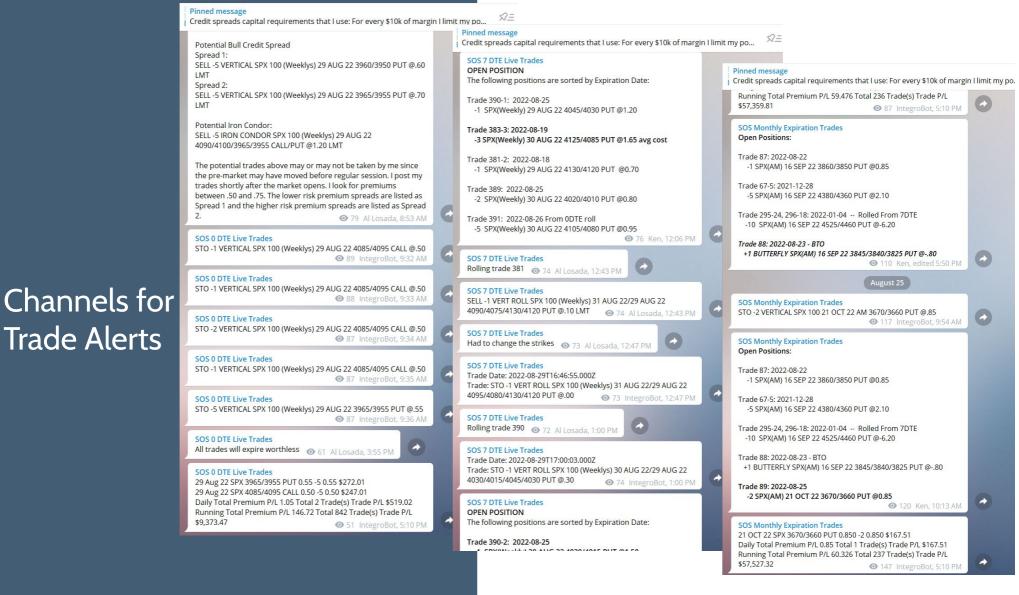
### **SOS Trade Alerts**

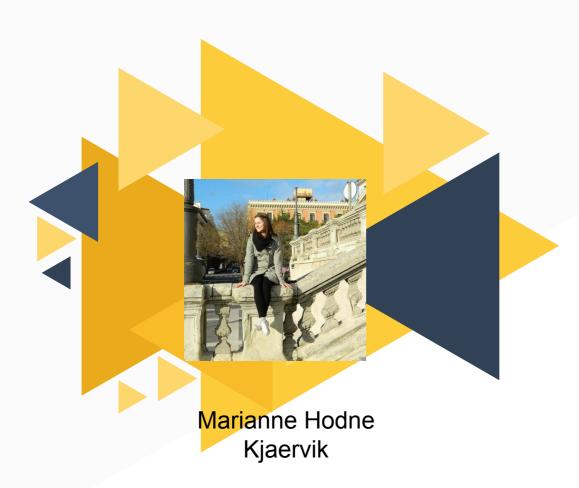
Whether you're just getting started or already successful and ready to expand your strategies, SOS Trade Alerts will help you trade at your highest level. It's designed to transform your trading from uncertain to predictable and teach you how to generate consistent returns.



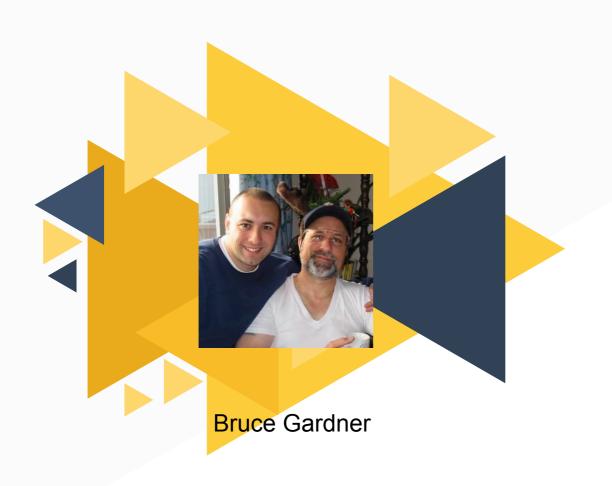
# Subscriber Chat Groups







Al Losada is a great trading mentor, and I've been a part of his program for over a year now. He is very very patient, and my favorite strategies that he teaches us are the 7dte and Monthly SPX spreads. I'm finally able to make some monthly income trading!



Terrific service! I've achieved slightly better than a 94% win rate since I started tracking, with documented gains in the 5-figures for a 31% gain in my options trading account in only 5 months. The best part is the risk management and post-trade management, KEY to any options trading plan. The subscription is money well spent and I highly recommend Al's service!



"I started on 4 months ago and currently at \$22,092 in profits (not counting commissions) unlike almost every other trading system, Al has 100% transparency with his trades. He freely shares his spreadsheets showing all trades going back more than a year. Where else can you find that?? Honesty, transparency, win-rate, ... unrivalled.



I have been trading strictly ODTE and 7DTE since October. Started with \$3K, now up to \$31K. Yes I have had to roll. Sometimes to save a trade, sometimes to collect earnings, and keep a good trade going. Even with some losses, I get them back. I have learned a lot from this group. Thanks to AL and Ike, and some of the big name traders in this group.

My Guarantee!

Subscribe for one month and lose money by following my trades, I will refund your subscription amount x 1.25!

### **Our Subscriptions**

#### Waitlist

### **Free**

**Free Trade Alerts** 

Options Trade Alerts on

✓ potential trades, including entry and exit points

- Live Pre-Market open briefing videos
- Direct chat Access to me
  (Al) and IKE

Access to a community of

other options traders like you

Answers to options-

related questions and trades

Join The Waitlist to Get Free Trade Alerts

### Swing Trader

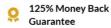
\$59/M \$79/M
Special Waitlist Price

Minimum Screen Time

#### **▼ ALERTS INCLUDED**

- ✓ Monthly Expiration Alert
- ✓ Subscriber Trade Alerts
- ✓ 0 DTE Alert
- √ 7 DTE Alert
- ✓ Premium Trades
- ✓ Futures Alert
- ✓ ES Options on Futures
- Fast Profit SPX Options Trades (by Michael)
  - **▼ BONUSES INCLUDED**
- Traders Chat
- Traders Education Portal
- ✓ Live Trade Rooms

#### Join The Waitlist



Waitlist Price: \$59/Mo

### **Day Trader**

\$99/M \$119/M

Special Waitlist Price

**Most Popular** 

#### **▼ ALERTS INCLUDED**

- ✓ Monthly Expiration Alert
- Subscriber Trade Alerts
- O DTE Alert
- 7 DTE Alert
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- Fast Profit SPX Options
  Trades (by Michael)
  - **▼** BONUSES INCLUDED
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#### Join The Waitlist

225% Money Back Guarantee

Waitlist Price: \$99/Mo

### **Full Time Trader**

\$129/M \$149/M

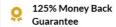
Special Waitlist Price

Includes Futures Trades

#### **▼ ALERTS INCLUDED**

- ✓ Monthly Expiration Alert
- ✓ Subscriber Trade Alerts
- O DTE Alert
- ✓ 7 DTE Alert
- ✓ Premium Trades
- Futures Alert
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- Traders Education Portal
- ✓ Live Trade Rooms

#### Join The Waitlist



Waitlist Price: \$129/Mo

#### **Pro Trader**

\$199/M \$219/M Special Waitlist Price

Includes ODTE Fast Profit Channel

#### ▼ ALERTS INCLUDED

- Monthly Expiration Alert
- Subscriber Trade Alerts
- ✓ 0 DTE Alert
- ✓ 7 DTE Alert
- ✓ Premium Trades
- Futures Alert
- ES Options on Futures
- Fast Profit SPX Options Trades (by Michael)
  - **▼** BONUSES INCLUDED
- ✓ Traders Chat
- Traders Education Portal
- ✓ Live Trade Rooms

#### Join The Waitlist

125% Money Back Guarantee

Waitlist Price: \$199/Mo

# ► This is For You if...

- You want to learn a step by step process to gain income in a market that goes up and down
- You want to finally break the series of losses and account drains
- You want to earn consistent income that sets you apart from other traders

### ▶ What You Get and Have Access to...

- \$20 off when you subscribe to our waitlist
- A Professional Traders Chat group & Subscribers Trader Chat Group
- Training and Education portal filled with great content
- Automated Signals within seconds of a trade
- Trade entry fill price
- Price target after fill
- Access to our free telegram channel where place a few live trades per week
- My Guarantee that you will make money!!



Wow. This has been outstanding. I am very glad I purchased this. The guidance is realistic and not "pie in the sky" BS like many of the programs I have reviewed. The risk is real and I know how to manage it now with a plan and have confidence that my trading will be consistent.

I have subscribed to your alert since November 18 2020 and just wanna say I enjoyed it very much and I learned so much from your knowledge. Your adjustment strategy is GOLD. My 7 dte and monthly account DTE grew from my initial capital 5000 usd to 10,000 usd as of now and I thank you for that.

Patrick Connors

Yulius Widjaja