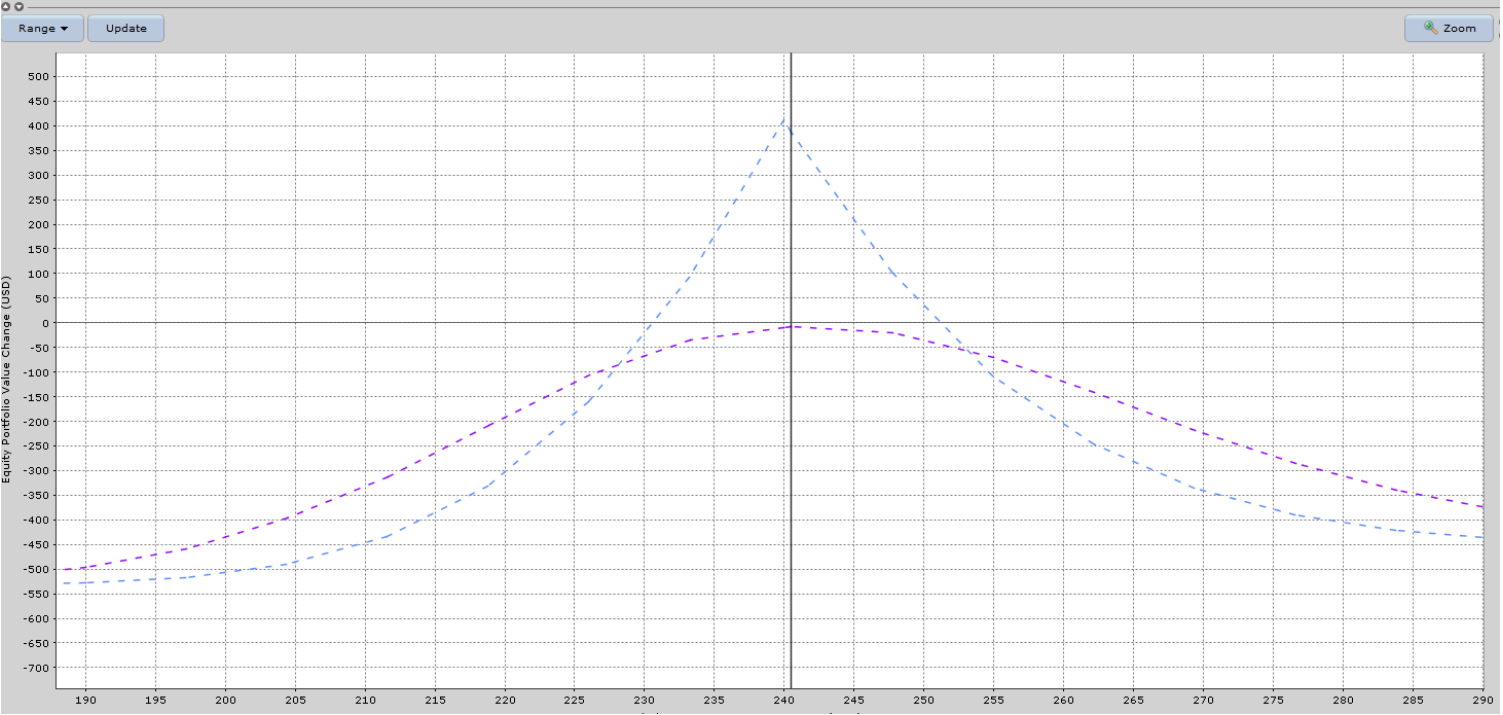


Disclaimer: Options Trading IQ Pty Ltd (ACN 658941612) is a Corporate Authorised Representative (001296496) of Network Influencer Pty Ltd (AFSL 282288) (trading as FZeroZero). Under these authorisations, Options Trading IQ is authorised to provide general financial product advice in respect of certain classes of financial products, which include securities and derivatives. Any financial product advice provided is general advice only and does not take into account your objectives, financial situation and needs. All information is for educational purposes only.

# December 29th – Opening Position

MSFT Calendar spread example with decision points at 230 and 252

Underlying		Position	Mark	Unrealized P&L	Delta Dollars	delta ( $\delta$ )	Delta ( $\Delta$ )	Gamma ( $\Gamma$ )	Vega	Theta ( $\Theta$ )	Impl. Vol.
All Underlyings	<input checked="" type="checkbox"/>			0	251		1	-1	12	4	33.5758%
- MSFT <NASDAQ>	<input checked="" type="checkbox"/>		240.485	0	251		1	-1	12	4	33.5758%
- 2023-01-20	<input checked="" type="checkbox"/>			0	-12,971		-54	-2	-23	18	
MSFT JAN 20 '23 240 Call	<input checked="" type="checkbox"/>	-1	7.95	0	-12,971	0.5393	-54	-2	-23	18	30.0408%
- 2023-02-17	<input checked="" type="checkbox"/>			0	13,221		55	1	35	-14	
MSFT FEB 17 '23 240 Call	<input checked="" type="checkbox"/>	1	13.273	0	13,221	0.5498	55	1	35	-14	34.0796%
NEW											



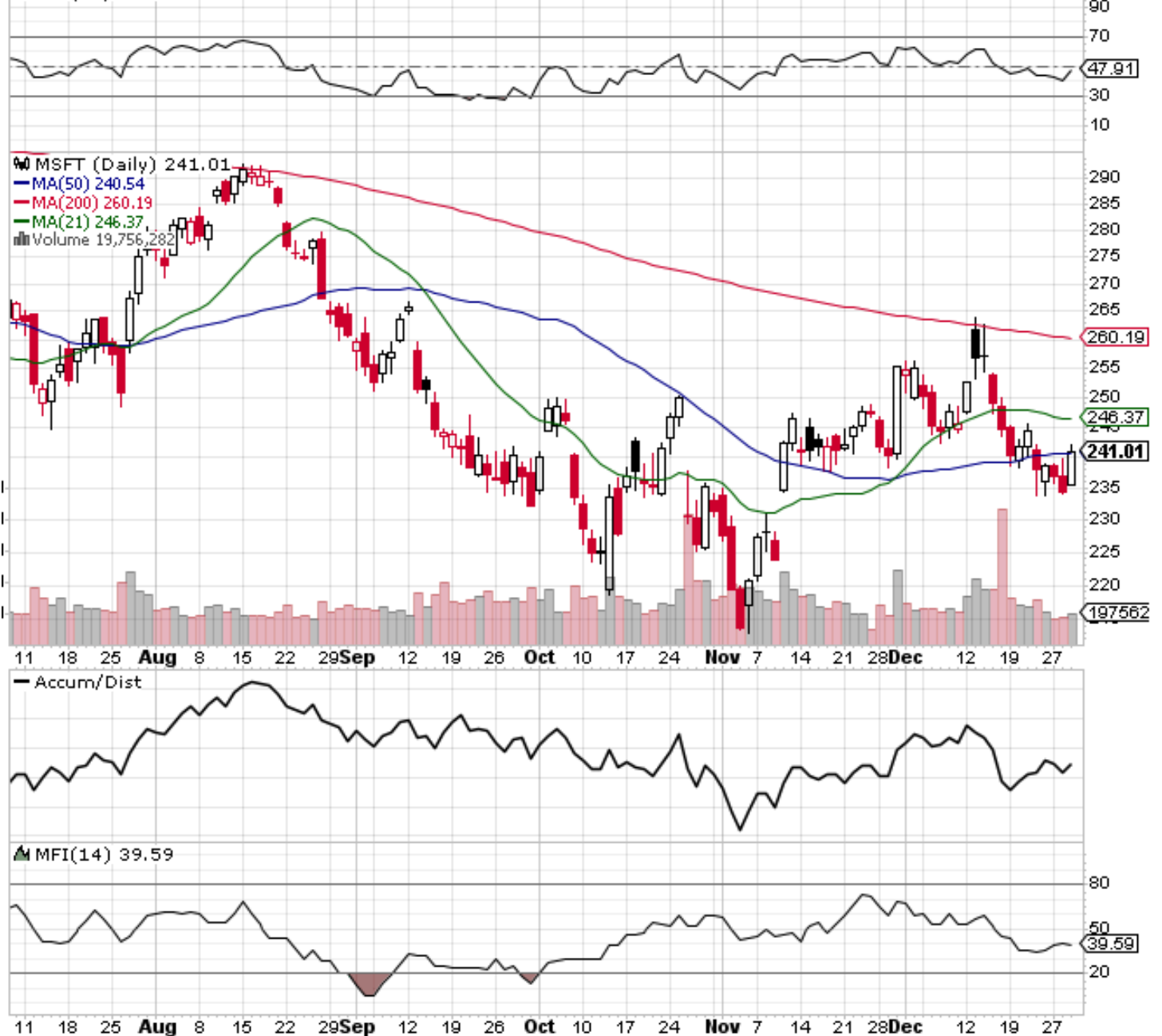
MSFT Microsoft Corp. Nasdaq GS

© StockCharts.com

29-Dec-2022

Open 235.65 High 241.92 Low 235.65 Close 241.01 Volume 19.8M Chg +6.48 (+2.76%) ▲

▲ RSI(14) 47.91



## January 4th – Adjustment

MSFT has hit the lower breakeven price and our decision point of 230. I would add a second calendar here at 220, using puts because they will be below the current price.

That turns it into a double calendar and extends the breakeven price down to 215 which is the new decision point.

MSFT Microsoft Corp. Nasdaq GS + BATS

© StockCharts.com

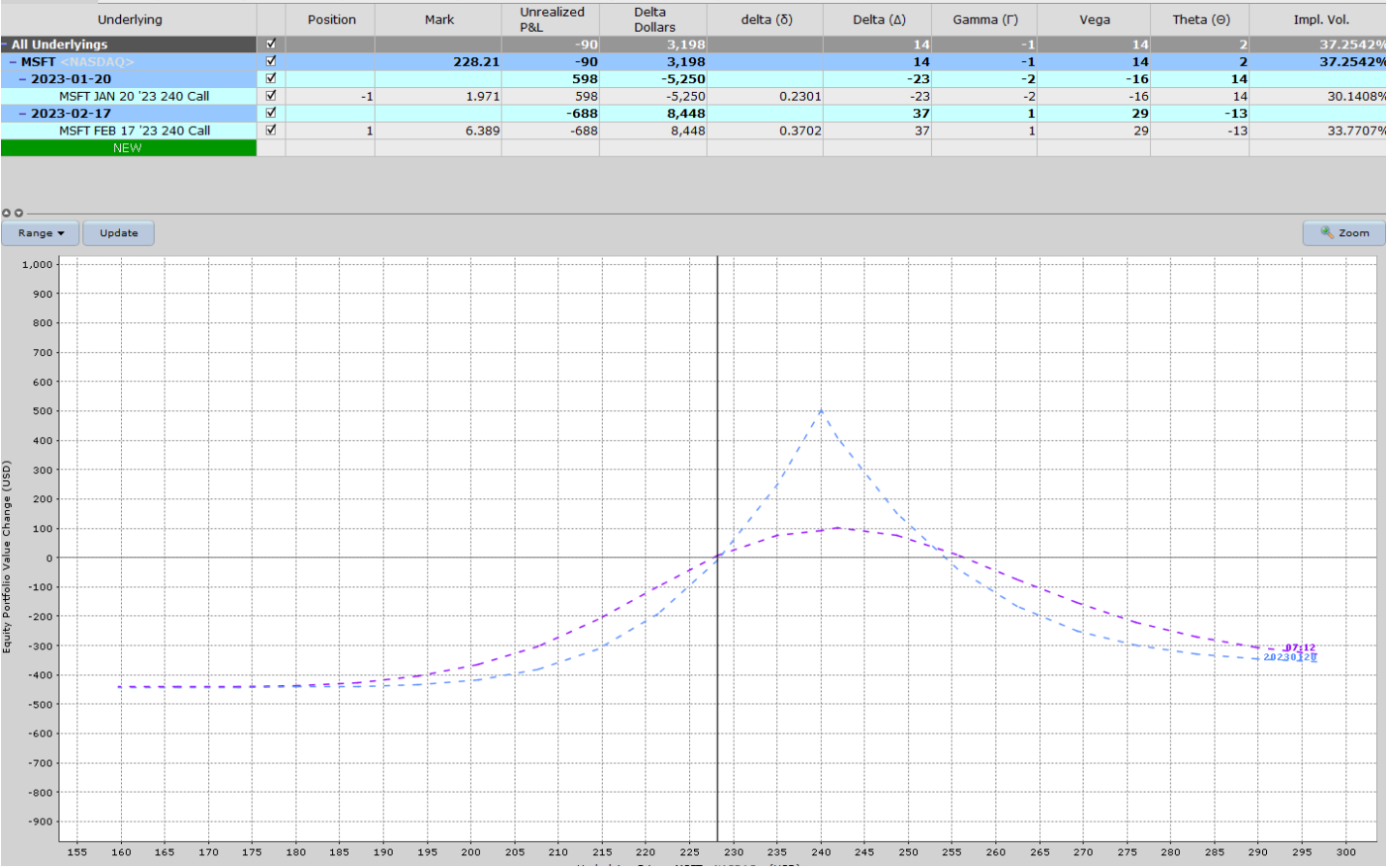
4-Jan-2023 3:12pm

Open 232.27 High 232.87 Low 225.96 Last 228.24 Volume 37.6M Chg -11.34 (-4.73%) ▼

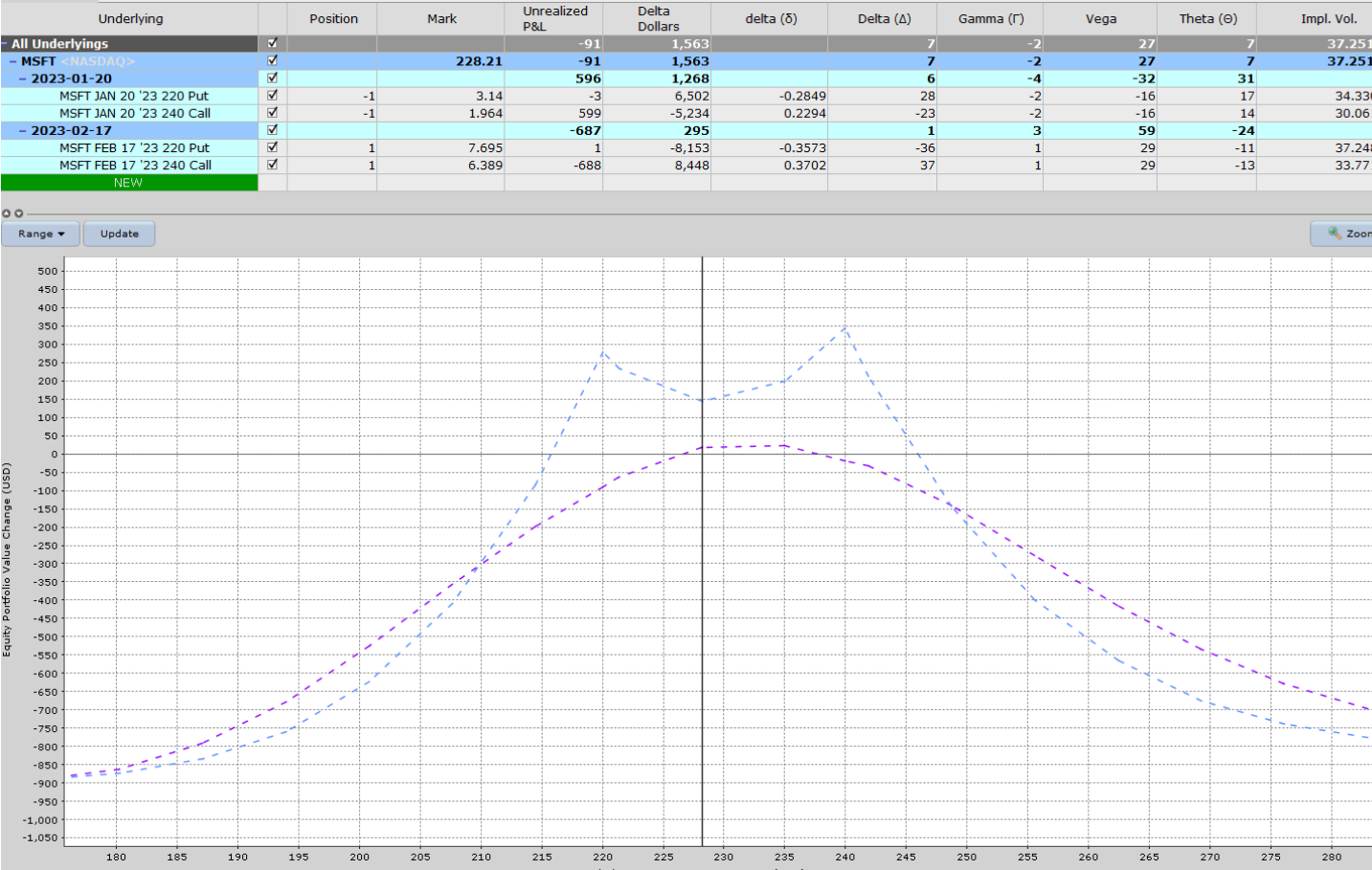
▲ RSI(14) 36.75



BEFORE:



AFTER:



# January 5th – Close Out

The double calendar is down 20% and I don't want to continue fighting a losing trade. The chart also looks very bearish, so I don't want to carry positive delta on MSFT. One of my favorite sayings is "It's ok to be wrong, it's not ok to stay wrong".

In hindsight, rather than adding the second calendar, it could have been converted to a diagonal.

P&L: -\$168

