

## OPTION STRATEGIES

CHEATSHEET



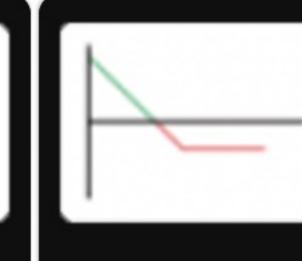
Option Strategy

**Price Outlook** Volatility Outlook **Profit Potential** 



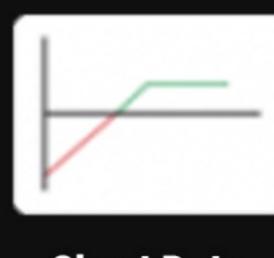
**Long Calls** 

Bullish Rising Unlimited Limited



**Long Puts** 

**Bearish** Rising Unlimited Limited



**Short Puts** 

Bullish Falling Limited Limited



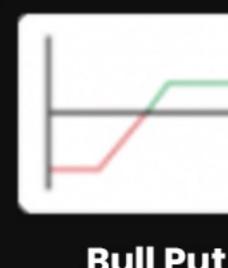
**Covered Calls** 

**Bullish** Falling Limited Limited



**Protective** Puts

Bullish Stable Unimited Limited



**Bull Put** Spread

Bullish Falling Limited Limited



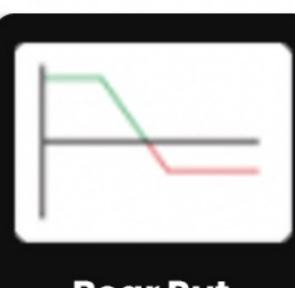
**Bear Call** Spread

Bearish Falling Limited Limited



**Bull Call** Spread

Bullish Rising Limited Limited



**Bear Put** Spread

Bearish Rising Limited Limited



**Option Strategy** 

**Price Outlook** Volatility Outlook **Profit Potential** 



**Short Calls** 

Bearish Falling Limited



Unimited



Stock

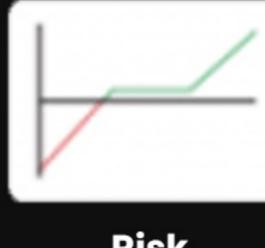
Bullish Neutral Unlimited Limited



Synthetic Long Synthetic Short Stock

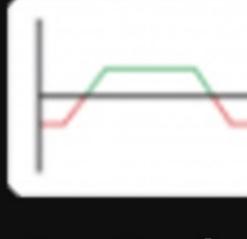


**Bearish** Neutral Limited Unlimited

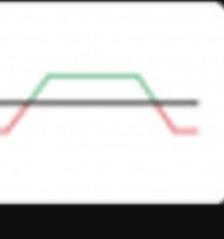


Risk Reversal

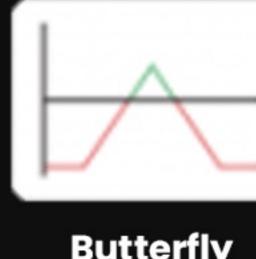
Bullish Neutral Unlimited Limited



## **Iron Condors**



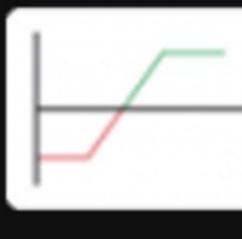
Neutral Falling Limited Limited



**Butterfly** Spreads

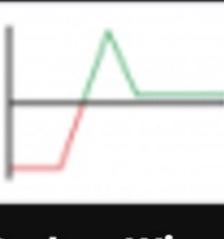
Neutral Falling Limited Limited





The Collar

Bullish Falling Limited Limited



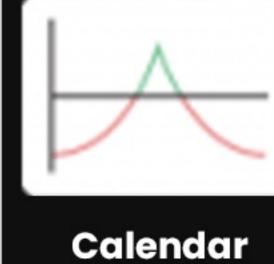
## Broken Wings Butterfly with Puts

Bullish Falling Limited Limited



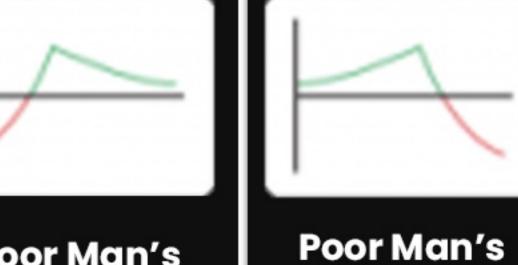
Broken Wings Butterfly with Stalls

Bearish Falling Limited Limited



Spreads

Neutral Rising Limited Limited



Poor Man's **Covered Puts Covered Calls** 

Bullish

Falling Limited

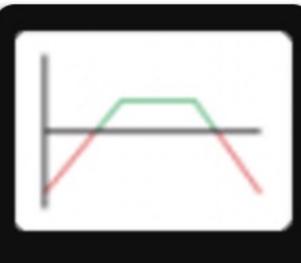
Limited

Bearish Rising Limited Limited



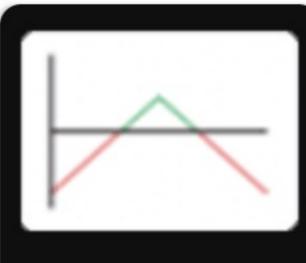
**Option Strategy** 

Price Outlook Volatility Outlook Profit Potential Risk



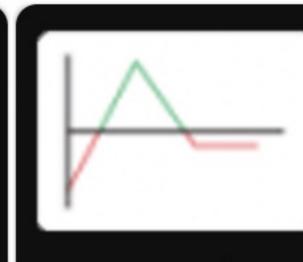
**Short Strangle** 

Neutral Falling Limited Unlimited



**Short Straddle** 

Neutral Falling Limited Unlimited



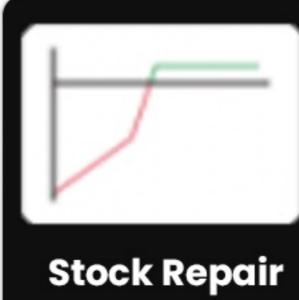
**Put Ratio** Spreads

Falling Limited Limited



**Call Ratio** Spreads

Neutral to Bullish Neutral to Bearish Falling Limited Unlimited

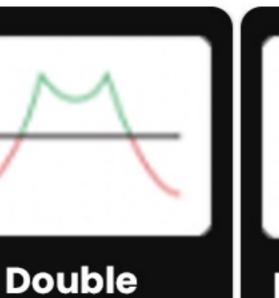


Strategy

Bullish Falling Limited Limited



Neutral Falling Limited Limited



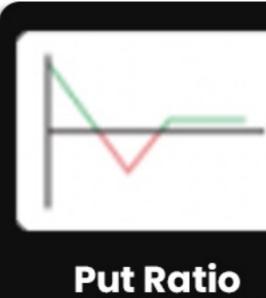
**Long Strangle** 

Volatile Rising Unlimited Limited



Long Straddle

Volatile Rising Unimited Limited



Neutral to Bearish Neutral to Bullish Rising Unimited Limited

Backspreads



**Backspreads** 

Rising Unimited Limited