

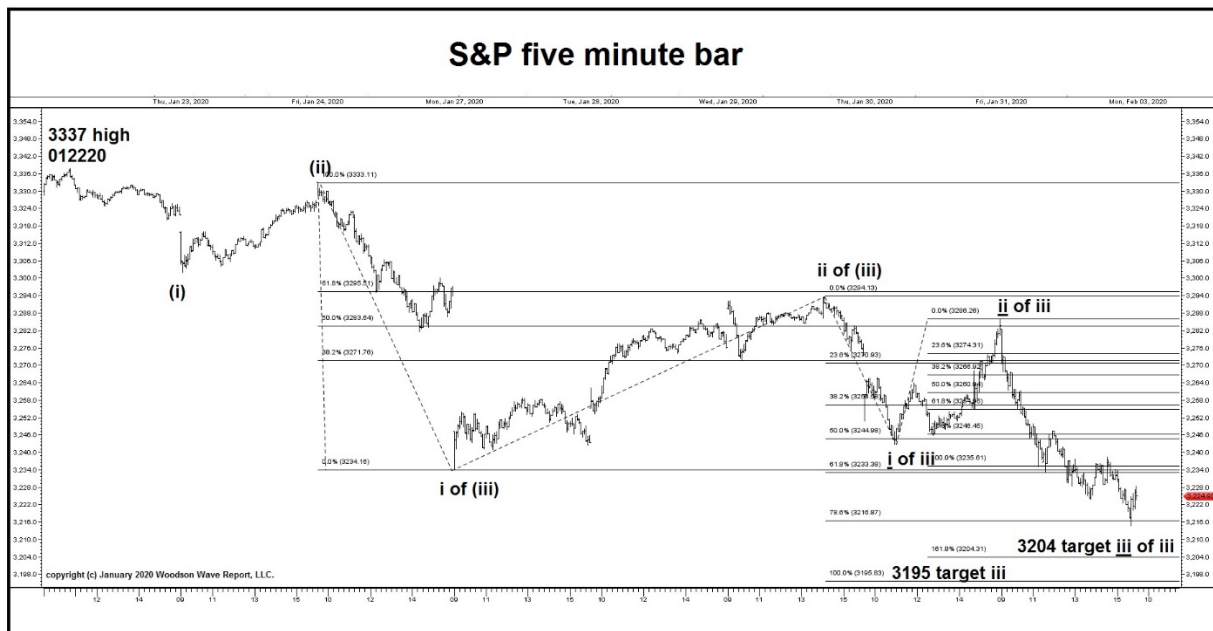
# Woodson Wave Report (est.1997)

## January 31, 2020

woodsonwave.com



### Wave five down or third wave extension?



Wednesday our page one chart illustrated a fourth wave up ending and giving way to wave five down. Today's page one chart illustrates an extended third wave. Gaps are usually created at the beginning of third waves and this is the case in our chart above. We're looking a move down to the 3204 – 3195 area as this represents two different degrees of trend of third waves.

The S&P has met the minimum requirement for a fifth wave down in terms of price, however the wave structure suggests it has further to go to the downside and is more likely a third wave.

### **Upside Resistance Levels:**

3243 = wave i low.

3282 = wave ii high

3301 = wave (i) low.

### **Downside Targets:**

3234 = a move below this previous low. Achieved today.

3204 = wave iii of iii target.

3195 = wave iii target.

3157 = .382 retracement of the rise from the October 2019 low to the January 2020 high.

### **Fibonacci Options Day Trader Report:**

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Dale tweets his trades in real time.

You know you've had a good day trading when you look at the OHLC (open, high, low, close) prices on the day and the high is the exact same price at which you sold. Take the Jan 31<sup>st</sup> 3225 put. We bought 2 of them late in the day at 7.30 expecting one last wave to new lows. The market

went against us as first, but later turned in our direction. Once we entered a profit position, we sold one of them at 7.50. We then decided to allow the other one to run. Our thought process was if it goes against us, at least we sold one at near even and we're already ahead a net profit of \$1,600 so we'll still be ahead about \$1,000. However, if we're right and it goes our way, we can make more. Maybe it's being greedy, I don't know. But we allowed it to run and then sold it at **11.00** at 15:43 pm. It closed at 1.18. It's not every day that the price you sell at is the actual high price on the day. Today was one of those days. And to know it closed near zero after you sold it at the absolute high makes it even more enjoyable.

Open 0.54

**High: 11.0**

Low: 0.43

Close: 1.18

As you know we are day trading at the money options, so we didn't even look at the 3225 puts until the S&P reached near there. We started the day trading 3275 puts, then 3250 puts and ended the day trading 3225 puts. Yes, we could have made more money just holding on all day but how many times does the market go in your direction without any counter trend bounces against you? We've had much success trading in and out of options as the waves unfold, selling then getting back in at a different entry point. It's doesn't always work but when it does, it's a lot of fun and rewarding too.

We bought and sold at the money options eleven different times over the past two days. All in all, we had a net realized profit of **\$3,957 on 33.39% gain** over the two trading days of yesterday and today.

REALIZED G&L SUMMARY

Total Gain Realized	Total Commissions & Fees
\$	\$
<b>2,403.60</b>	16.42

REALIZED G&L DETAILS	Q	Opening Date	Opening Price	Opening Net Amount	Closing Date	Closing Price	closing Net Amount	Realized Gain	Pct. Gain
SPXW Jan 31 '20 \$3225 Put	1	1/31/2020	7.3	\$ 731.03	1/31/2020	11	1098.97	367.95	50.33%
SPXW Jan 31 '20 \$3225 Put	1	1/31/2020	7.3	\$ 731.03	1/31/2020	7.5	748.97	17.95	2.46%
SPXW Jan 31 '20 \$3275 Put	1	1/31/2020	11	\$ 1,101.03	1/31/2020	20.2	2018.97	917.95	83.37%
SPXW Jan 31 '20 \$3275 Put	1	1/31/2020	11	\$ 1,101.03	1/31/2020	15.1	1508.97	407.95	37.05%
SPXW Jan 31 '20 \$3275 Call	1	1/30/2020	9	\$ 901.03	1/30/2020	9.1	908.97	7.95	0.88%
SPXW Jan 31 '20 \$3275 Call	1	1/30/2020	9	\$ 901.03	1/30/2020	10.3	1028.97	127.95	14.20%
SPXW Jan 31 '20 \$3250 Put	1	1/30/2020	11.2	\$ 1,121.03	1/30/2020	15	1498.97	377.95	33.71%
SPXW Jan 31 '20 \$3250 Put	1	1/30/2020	11.2	\$ 1,121.03	1/30/2020	13	1298.97	177.95	15.87%
<b>Total</b>				<b>\$ 7,708.21</b>			<b>10111.79</b>	<b>2403.6</b>	<b>31.18%</b>

REALIZED G&L SUMMARY

Total Gain Realized	Total Commissions & Fees
\$	\$
<b>1,553.85</b>	6.16

REALIZED G&L DETAILS	Q	Opening Date	Opening Price	Opening Net Amount	Closing Date	Closing Price	closing Net Amount	Realized Gain	Pct. Gain
SPXW Jan 31 '20 \$3250 Put	1	1/30/2020	17.5	\$ 1,751.03	1/31/2020	19	1898.97	147.95	8.45%
SPXW Jan 31 '20 \$3250 Put	1	1/30/2020	9.4	\$ 941.03	1/31/2020	11	1098.97	157.95	16.78%
SPXW Jan 31 '20 \$3275 Put	1	1/29/2020	14.5	\$ 1,451.03	1/30/2020	27	2698.97	1247.95	86.00%
<b>Total</b>				<b>\$ 4,143.08</b>			<b>5696.92</b>	<b>1553.85</b>	<b>37.50%</b>
<b>Total both accounts</b>				<b>\$ 11,851.29</b>			<b>15,808.71</b>	<b>\$ 3,957.45</b>	<b>33.39%</b>

Account #1:

Date	Order Type	Order type	Quantity	Symbol	Price type	Term	Price	Price executed	Status
01/31/20	3733	Option Sell Close	1	SPXW Jan 31 '20 \$3225 Put	Limit Day	11.00	11.00	11.00	Executed
01/31/20	3731	Option Sell Close	1	SPXW Jan 31 '20 \$3225 Put	Limit Day	7.50	7.50	7.50	Executed
01/31/20	3729	Option Buy Open	2	SPXW Jan 31 '20 \$3225 Put	Limit Day	7.30	7.30	7.30	Executed
01/31/20	3728	Option Sell Close	1	SPXW Jan 31 '20 \$3275 Put	Limit Day	20.20	20.20	20.20	Executed
01/31/20	3725	Option Sell Close	1	SPXW Jan 31 '20 \$3275 Put	Limit Day	15.00	15.10	15.10	Executed

01/31/20 3724 Option Buy Open 2 SPXW Jan 31 '20 \$3275 Put Limit Day 11.00 11.00 Executed

01/30/20 3722 Option Buy Open 1 SPY Oct 16 '20 \$330 Put Limit Day 17.05 17.05 Executed

01/30/20 3719 Option Sell Close 1 SPXW Jan 31 '20 \$3275 Call Limit Day 9.10 9.10 Executed

01/30/20 3716 Option Sell Close 1 SPXW Jan 31 '20 \$3275 Call Limit Day 10.30 10.30 Executed

01/30/20 3711 Option Buy Open 2 SPXW Jan 31 '20 \$3275 Call Limit Day 9.00 9.00 Executed

01/30/20 3708 Option Sell Close 1 SPXW Jan 31 '20 \$3250 Put Limit Day 15.00 15.00 Executed

01/30/20 3707 Option Sell Close 1 SPXW Jan 31 '20 \$3250 Put Limit Day 13.00 13.00 Executed

01/30/20 3706 Option Buy Open 1 SPXW Jan 31 '20 \$3250 Put Limit Day 11.20 11.20 Executed

01/30/20 3705 Option Buy Open 1 SPXW Jan 31 '20 \$3250 Put Limit Day 11.20 11.20 Executed

01/30/20 3703 Option Exercise Sell Close 2 SPXW Jan 29 '20 \$3275 Put Mkt Day Mkt — Executed

## Account #2:

Date	Order Type	Order type	Quantity	Symbol	Price type	Term	Price	Price executed	Status	Links
01/31/20	2128	Option	Sell Close	1	SPXW	Jan 31 '20	\$3250	Put	Limit Day	19.00 19.00 Executed
01/31/20	2123	Option	Sell Close	1	SPXW	Jan 31 '20	\$3250	Put	Limit Day	11.00 11.00 Executed
01/30/20	2121	Option	Buy Open	1	SPXW	Jan 31 '20	\$3250	Put	Limit Day	9.40 9.40 Executed
01/30/20	2120	Option	Buy Open	1	SPXW	Jan 31 '20	\$3250	Put	Limit Day	17.50 17.50 Executed
01/30/20	2118	Option	Sell Close	1	SPXW	Jan 31 '20	\$3275	Put	Limit Day	27.00 27.00 Executed
01/30/20	2115	Option	Exercise	Sell Close	2	SPXW	Jan 29 '20	\$3275	Put	Mkt Day Mkt — Executed

**Positions for rating services:**

**Long-term** counts are found on weekly and/or monthly charts and generally cover a time period of years to decades.

**Intermediate-term** counts are found on daily and/or weekly charts and generally cover a time period of weeks to years.

**Short-term** counts are found on daily and/or hourly charts and generally cover a time period of days to hours.

**Dow:**

**Long term:** Moved to a short position after the close on 0717/19.

**Intermediate term:** Remain short.

**Short Term:** Remain short.

**NASDAQ:**

**Long term:** Moved to a short position after the close on 0717/19.

**Intermediate term:** Remain short.

**Short Term:** Remain short.

**S&P 500:**

**Long term:** Moved to a short position after the close on 0717/19.

**Intermediate term:** Remain short.

**Short Term:** Remain short.

**Gold:** Moved to a long position on 9/4/19 against the first wave high of 1374.91. Moved to a short position on 01/08/20, with the completion of wave 3 up to 1599 with target prices to the downside of 1459, 1412 and 1364.

**Bonds:** Remain short as Bonds are near the Fibonacci .786 retracement level of 168.48. Move to a long position with any move above the July 2016 high of 177.83.

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*monthly newsletters as market conditions warrant.*