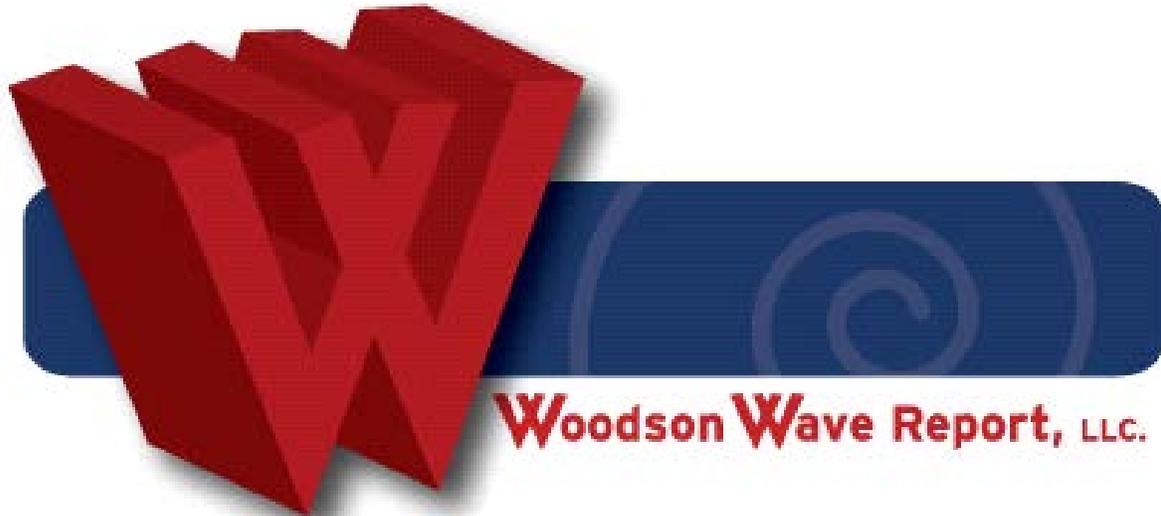


Woodson Wave Report (est. 1997)
March 23, 2019
woodsonwave.com



WWR resumes a short position as our Fibonacci turn date is the next trading day, Monday March 25, 2019.

Fibonacci Options Day Trader

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2018 Performance Report

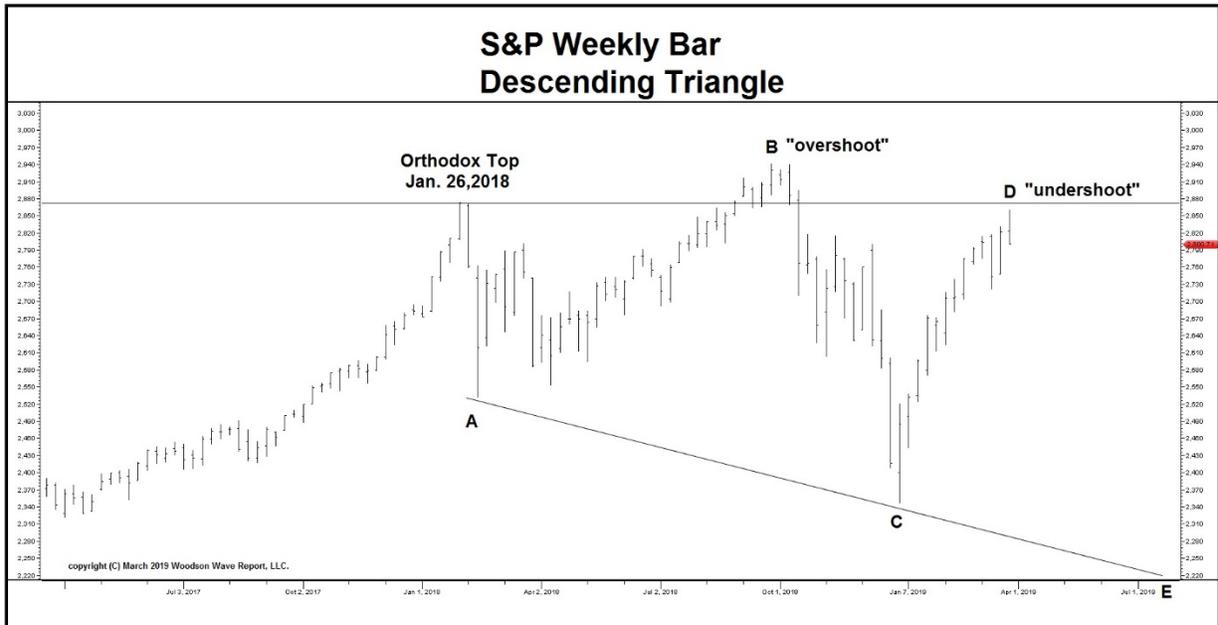
Account #1 + 29.59%

Account #2 + 69.04%

Account #3 + 133.47%

S&P 500 – 6.24%

Descending Triangle Pattern



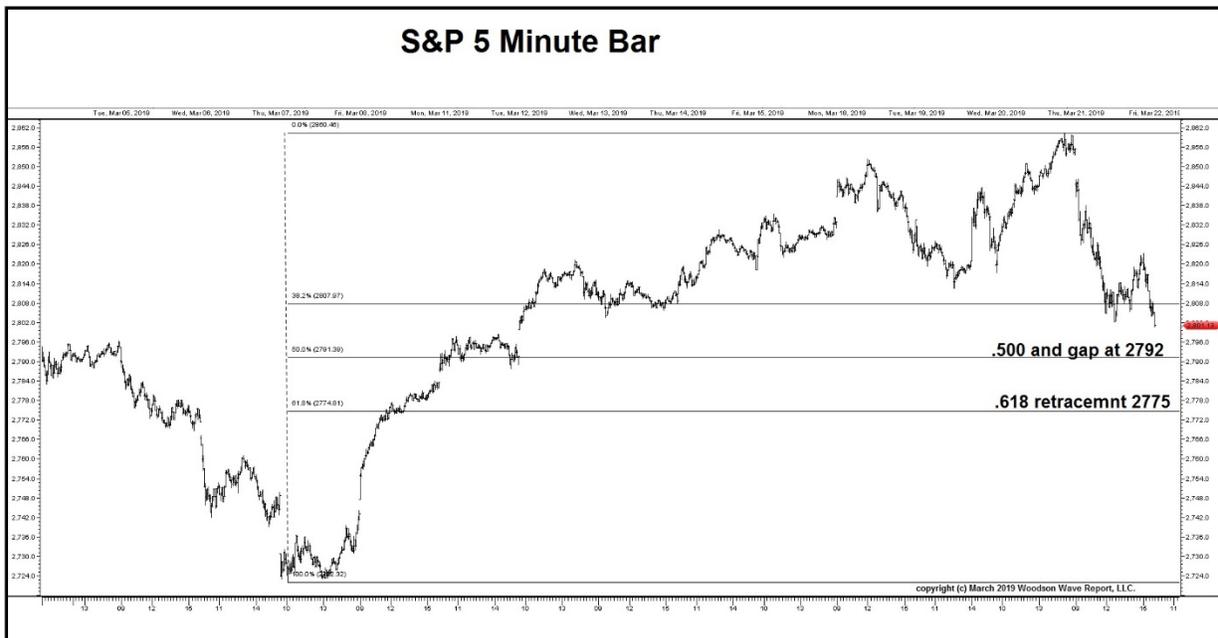
The March 19 report illustrated the expanding triangle wave pattern as we expected wave D to top near 3007 which is where the trend line that extends from the January 28, 2018 top through the high of wave B extrapolates. As it is highly unlikely that wave D will reach 3007 by March 25th (it is still possible that it reaches the 3007 target after March 25th), I want to alert you to the descending triangle pattern (see chart above). The descending triangle pattern differs from the expanding triangle pattern in that the top is flat as opposed to a rising top in the descending triangle pattern. Since wave B “overshot” the orthodox top, it’s fitting that wave D “undershot” the wave B high.

Both the weekly and daily stochastics have crossed and are pointing down indicating a larger wave move to the downside is upon us. We are convinced that the orthodox top was January 26, 2018. We are in a bear market and have been in one for 15 months now. We know it, and the rest of the market will realize it once wave E down is in full force.

WWR resumes a short position as our Fibonacci turn date is the next trading day, Monday March 25, 2019.

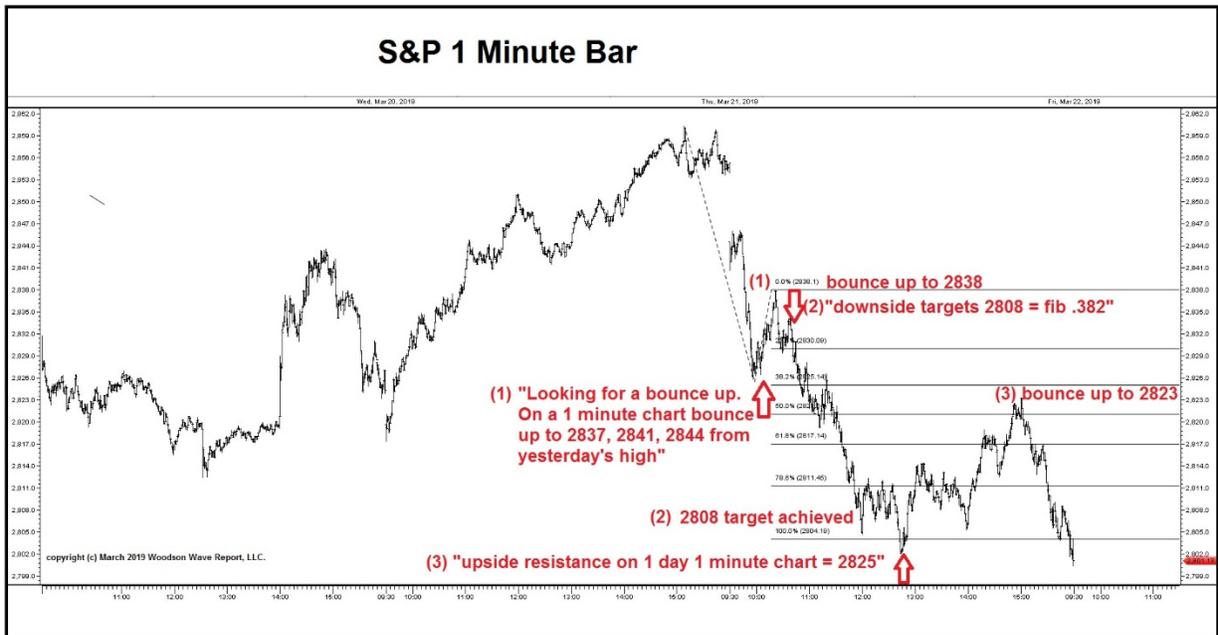
It is highly possible that the market turned two trading days early on March 21, 2019. While it is still possible that the S&P could reach our ideal target price of 3007 later than March 25, 2019, we'd rather re-establish our short position a few days early than a be a few hours late.

Near Term from 0308 low



Near term, at a minimum the S&P is retracing the rise from the March 8, 2019 low to the March 21, 2019 high. The .382 level has already been achieved. The .500 retracement level which also represents an open gap at 2792 is nearby. A move below the .618 retracement level of 2775 will be the first sign that this is a larger correction than one of just the rise from the March 8, 2019 low. A move below the March 8, 2019 low of 2722 is confirmation that the March 21, 2019 high is the top of the move up and wave E down is in play.

Near Term from 0321 high with “tweets”



[Follow WWR on Twitter](#)

WWR tweets trades and anticipated moves up and down in the market with support and resistance levels intra-day. Above is a one minute chart with our tweets in quotations and the subsequent moves in the market yesterday. After the gap down open, as the chart above illustrates, we correctly called for a move up, followed by a move down, followed by another move up. The moves up and down were within just a couple of points of our ideal target prices, providing excellent entry and exit positions.

We entered Friday 3/22 flat with regards to options. After the gap open we were looking for an entry position to buy puts. Our first tweet:

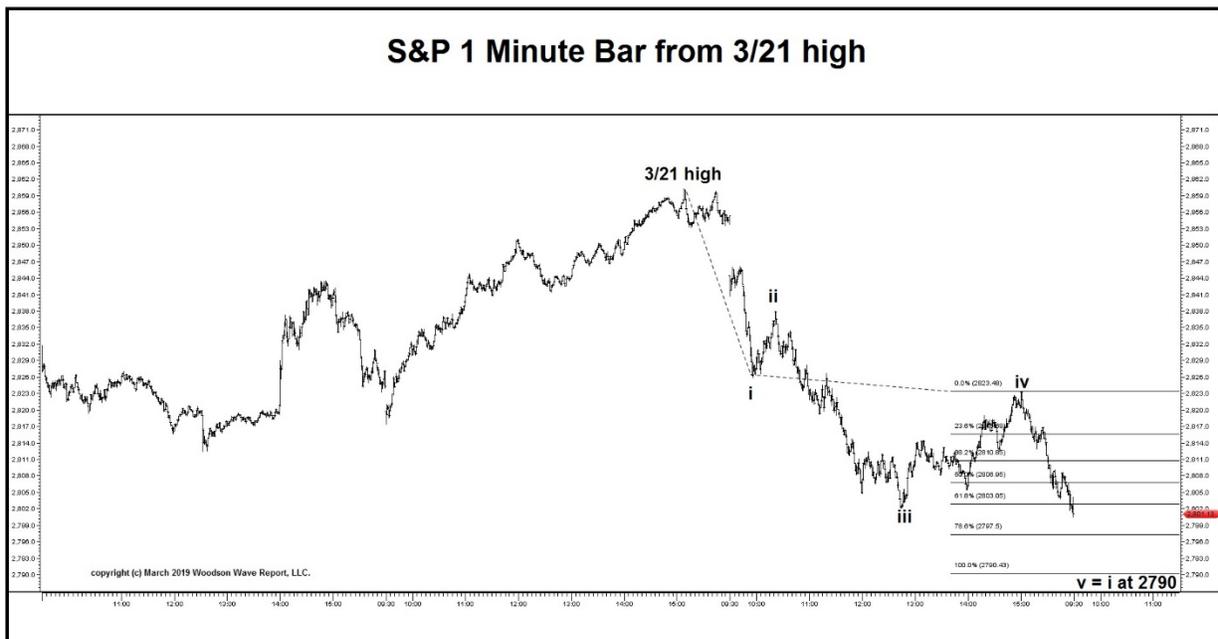
(1) *“Looking for a bounce up. On a 1 minute chart bounce up to 2837, 2841, 2844 from yesterday’s high”* This tweet proved dead on – to the **2837** level. As the market began to move down from that 2837 high we tweeted:

(2) *“downside target = 2808”* and once again the S&P accommodated our forecast moving to a low of **2802**.

After that target was achieved WWR tweeted:

(3) *“Upside resistance on 1 minute 1 day chart = 2825.”* And for the third time that day, the S&P once again accommodated our forecast with a move up to **2823**. The market then moved down to new lows on the day just before the close.

- **Wave Count from March 21, 2019 high**



What we anticipate going forward is a move to that **2792** level as there are no less than three different calculations pointing to 2792.

- 2792 is a Fibonacci .500 retracement target (see chart p. 3).
- 2792 is an open gap (see chart p. 3).
- 2792 is area where wave v = wave i (actual 2790). See chart above.

Fibonacci Options Day Trader Report:

Tuesday and Wednesday (3/19 and 3/20) of this week we were able to sell both puts and calls and made profits on both, which is rare and indicates that we are calling the waves correctly both up and down on a one minute intraday chart.

Thursday (3/21) we closed out all of our calls at a profit. Good thing too, because the market topped on 3/21 and if we had held them any longer, they would have expired worthless. As we noted in the 3/21 report, we were happy those calls (which were at 1.95 at one point Thursday), moved up enabling us to close at 13.1, 13.6, 14.7 and 15.1 after purchasing them at 11 and 13.6. We sold the calls right near the highest price possible.

Net realized gains:

3/20 \$621

3/21 \$692

3/22 \$626.

Now that the volatility has returned, we expect to return to the days of making (and hopefully not losing) much more money each day. Our typical gains range from \$1,000 - \$4,000 per day and last year our biggest loss in one day was \$36,000 and our largest gain was \$52,000 – in one day! When wave E down begins (and it may have already begun – it's too early in the wave count to tell) we will load up again with our options to maximize our profits.

REALIZED G&L SUMMARY

| | |
|---------------------|--------------------------|
| Total Gain Realized | Total Commissions & Fees |
| \$ 626.52 | \$ 10.00 |

REALIZED G&L DETAILS

| Symbol | Q | Open Date | Open Price \$ | Open Net Amount | Close Date | Close Price \$ | Close Net Amount | Realized Gain \$ |
|--------|-----|-----------|---------------|-----------------|------------|----------------|------------------|------------------|
| TVIX | 200 | 3/13/2019 | 26.97 | \$ 5,399.41 | 3/22/2019 | 30.15 | \$ 6,025.93 | \$ 626.52 |
| Total | | | | \$ 5,399.41 | | | \$ 6,025.93 | \$ 626.52 |

Friday's Trades:

| Date | Order | Type | Order type | Quantity | Symbol | Price type | Term | Price | Price executed | Status |
|----------|-------|-----------|------------|----------|----------------------------|------------|------|-------|----------------|----------|
| 03/22/19 | 2728 | Option | Buy Open | 2 | SPXW Mar 25 '19 \$2800 Put | Limit | Day | 13.50 | 13.50 | Executed |
| 03/22/19 | 2727 | Stock/ETF | Sell | 200 | TVIX | Mkt | Day | Mkt | 30.1549 | Executed |

We sold 200 of our 1400 shares of TVIX as the S&P surpassed our 2808 target level Friday. We dollar cost averaged in these TVIX shares and we plan to sell them as the market reaches our near term targets. We will hold some for the longer term (Wave E low) and may add to our position on counter trend bounces higher.

We bought the two March 25th 2800 puts when tweeting:

“Tired of waiting for a bounce to buy puts as S&P broke thru 2808 target. Next target = 2792. Chasing the market now. Bought 2 March 25th 2800 puts at 13.50”

At that point in time, we considered the sideways action in the market just before that up arrow ↑ (bottom of chart p. 4) to be wave four and calculated that wave five down to 2792 was next. What we got instead was a sideways to up move that appears to be wave four or wave ii of iii up (if wave three is extending, too early to tell) to 2823. So our entry position was not the best in this case. A better entry position would have been at the bounce up to 2838 but we were waiting for a better entry at the .500

retracement level of 2841 or .618 retracement target at 2844 but that didn't happen. If the market reaches our target price of 2792 on Monday we will be in a profit position. If not, we will take a loss on those puts.

As this wave count unfolds, if wave E down is in play, it will prove profitable once again to enter SRM (Sell Rally Mode) as the moves down will be sharp and swift and the upward retracements will be short (note the upward move Friday that just reached our Fibonacci .382 target, not the .500 or .618).

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: Remain short.

Intermediate term: Resume a short position as our turn date is the next trading date, Monday March 25, 2019.

Short Term: Resume a short position as our turn date is the next trading date, Monday March 25, 2019.

NASDAQ:

Long term: Remain short.

Intermediate term: Resume a short position as our turn date is the next trading date, Monday March 25, 2019.

Short Term: Resume a short position as our turn date is the next trading date, Monday March 25, 2019.

S&P 500:

Long term: Remain short.

Intermediate term: Resume a short position as our turn date is the next trading date, Monday March 25, 2019.

Short Term: Resume a short position as our turn date is the next trading date, Monday March 25, 2019.

Gold: Remain short against the wave 4 high of \$1365.68.

Bonds: Remain long.

Subscription to Woodson Wave Report:

\$233 Annual subscription includes: one newsletter per month plus all special interim reports issued between monthly newsletters as market conditions warrant.