

**Woodson Wave Report (est. 1997)**

**May 24, 2019**

**woodsonwave.com**



## **Third Wave Extension**

### **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%**



From yesterday's report.

*"It is still possible for wave 3 of (3) to extend. In fact, it is most likely. If so, look for this wave down from the 5/21 high to carry to at least 2765, the Fibonacci 1.618 multiple."*

The fact that the move up surpassed the previous first wave low suggests that it is not a fourth wave, but instead it is a second wave correction of the previous five wave decline that began on 5/21, which is what today's chart illustrates.

### **Upside resistance:**

#### **Retracement levels of decline from 5/21 high of 2868:**

.382 = 2830 **achieved**

.500 = 2837 **achieved**

.618 = **2845**

gap at **2856**

### **Downside targets:**

3= 1 at 2806 **achieved**

3 = 1.618 of 1 at **2765**

(3) = (1) at **2765**

(3) = 1.618 of (1) at **2686**

Confirmation that wave 3 of (3) is in play comes with a decline below Monday' low of **2801**.

This morning we were looking for a near term (on a 1 minute scale from yesterday's low) target high price to buy more puts. Just after the close we tweeted:

*"c = 1.618 of a at **2840** next target"*

On cue, the market opened gap up and within less than 10 minutes was at our target price of 2840 and we bought two more puts. See chart next page.

### S&P 500 one minute bar



We then sold them as the S&P approached our wave iii targets

### S&P 500 one minute bar from 2840 high



## Fibonacci Options Day Trader Report:

We bought those two puts early and sold them for a net realized gain of **\$1,122.08** at a modest **15.95 % return**. We added May 31<sup>st</sup> puts for the anticipated third wave extension. See today's trades below.

### REALIZED G&L SUMMARY

Total Gain Realized	Total Commissions & Fees
<b>\$ 541.04</b>	<b>\$ 18.96</b>

### REALIZED G&L DETAILS

Symbol	Q	Open Date	Open Price	Open Net Amount	Close Date	Close Price	Close Net Amount	Realized Gain	Pct. Gain
SPXW May 31 '19 \$2825 Put	1	5/24/2019	21.6	<b>2,163.50</b>	5/24/2019	25.1	<b>\$ 2,504.02</b>	<b>\$ 340.52</b>	<b>15.74%</b>
SPXW May 31 '19 \$2825 Put	1	5/24/2019	21.6	<b>\$ 2,163.50</b>	5/24/2019	23.7	<b>\$ 2,364.02</b>	<b>\$ 200.52</b>	<b>9.27%</b>
Total				<b>\$ 4,327.00</b>			<b>\$ 4,868.05</b>	<b>\$ 541.04</b>	<b>12.50%</b>

### REALIZED G&L SUMMARY

Total Gain Realized	Total Commissions & Fees
<b>\$ 581.04</b>	<b>\$ 18.96</b>

### REALIZED G&L DETAILS

Symbol	Q	Open Date	Open Price	Open Net Amount	Close Date	Close Price	Close Net Amount	Realized Gain	Pct. Gain
SPXW May 24 '19 \$2850 Put	1	5/24/2019	13.5	<b>1,353.50</b>	5/24/2019	16.4	<b>\$ 1,634.02</b>	<b>\$ 280.52</b>	<b>20.73%</b>
SPXW May 24 '19 \$2850 Put	1	5/24/2019	13.5	<b>\$ 1,353.50</b>	5/24/2019	16.6	<b>\$ 1,654.02</b>	<b>\$ 300.52</b>	<b>22.20%</b>
Total				<b>\$ 2,707.00</b>			<b>\$ 3,288.05</b>	<b>\$ 581.04</b>	<b>21.46%</b>
<b>Total both accounts</b>				<b>\$ 7,034.00</b>			<b>\$ 8,156.10</b>	<b>\$ 1,122.08</b>	<b>15.95%</b>

## Today's Trades:

Date	Order	Type	Order type	Quantity	Symbol	Price type	Term	Price	Price executed	Status
05/24/19	1450	Option	Buy Open	2	SPXW May 31 '19 \$2825 Put	Limit	Day	23.10	23.10	Executed
05/24/19	1449	Option	Sell Close	1	SPXW May 24 '19 \$2850 Put	Limit	Day	16.60	16.60	Executed
05/24/19	1447	Option	Sell Close	1	SPXW May 24 '19 \$2850 Put	Limit	Day	16.40	16.40	Executed
05/24/19	1444	Option	Buy Open	2	SPXW May 24 '19 \$2850 Put	Limit	Day	13.50	13.50	Executed

Date	Order	Type	Order type	Quantity	Symbol	Price type	Term	Price	Price executed	Status
05/24/19	2932	Option	Buy Open	2	SPXW May 31 '19 \$2825 Put	Limit	Day	25.70	25.70	Executed
05/24/19	2931	Option	Sell Close	1	SPXW May 31 '19 \$2825 Put	Limit	Day	24.80	25.10	Executed
05/24/19	2930	Option	Sell Close	1	SPXW May 31 '19 \$2825 Put	Limit	Day	23.70	23.70	Executed
05/24/19	2929	Option	Buy Open	2	SPXW May 31 '19 \$2825 Put	Limit	Day	21.60	21.60	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:** Remain short.

**Intermediate term:** Moved to a short position pre market open 5/2/19.

**Short Term:** Moved to a short position pre market open 5/2/19.

**NASDAQ:**

**Long term:** Remain short.

**Intermediate term:** Moved to a short position pre market open 5/2/19.

**Short Term:** Moved to a short position pre market open 5/2/19.

**S&P 500:**

**Long term:** Remain short.

**Intermediate term:** Moved to a short position pre market open 5/2/19.

**Short Term:** Moved to a short position pre market open 5/2/19.

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

**Bonds:** Move to a long position April 8, 2019.

*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.*