

Woodson Wave Report (est. 1997)

June 7, 2019

woodsonwave.com



First wave up from June 3 low unfolding

Fibonacci Options Day Trader

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2018 Performance Report

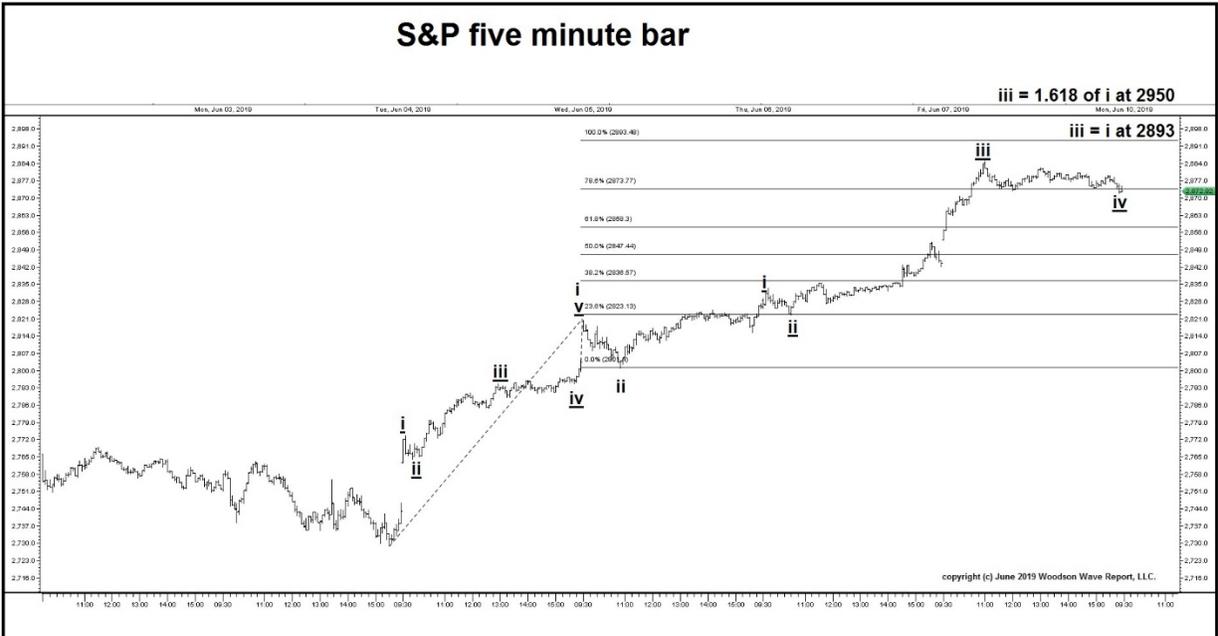
Account #1 + 29.59%

Account #2 + 69.04%

Account #3 + 133.47%

S&P 500 – 6.24%

First wave up unfolding



The minute waves of this first wave up from the 2728 low registered on June 3, 2019 are developing. As you might expect, as this wave will ultimately carry the S&P to new all-time highs, the initial minute waves are huge. Just the first two internal impulse waves have already gained over 150 points in four short days.

As the chart above illustrates, wave iii is near a top if it is to gain equality with the first wave, but a 1.618 Fibonacci multiple portends about 70 more points to the upside. Surprises now will be to the upside. This first wave will last a Fibonacci 5 trading days on Monday June 10 and a Fibonacci 8 calendar days on Tuesday, June 11. As the daily stochastic is nearing an overbought condition, we expect this wave to last another trading day or two and top on Monday or Tuesday of next week.

Upside targets:

The first minute wave up from May 1, 2019 high: **2893**, then **2950**.

Downside resistance:

The 060218 **2728** low. Any break of this low brings **2686** into play and most likely **2650** for the end of this decline from May 1, 2019.

Stochastics

The hourly stochastic has been a reliable indicator for over bought and over sold conditions and we have used it time our entry positions to buy our puts and calls. Usually this indicator will remain in an overbought or oversold condition for a couple of hours, and in some cases for a day at the most. However after Tuesday's reversal higher, the hourly stochastic has been pegged at overbought for four consecutive days now. (We will illustrate this in the monthly report, to be released this weekend). Thus the puts that we bought looking for a short term (hours) decline based on this indicator, have lost a significant amount (some 100%) of their value. This is a testament to the strength of this move up which we believe is a move to new all-time highs to the top of wave D which is better represented by the daily stochastic which is nearing oversold, but not oversold yet.

Fibonacci Options Day Trader Report

We sold no options today. We own two June 7th 2800 puts at 12 in one account and two June 7th 2825 puts at 9.50 in the other account. These both expired worthless and will settle tomorrow for a **net realized loss of \$4,300**. We still own two June 14 2800 puts. That's our lesson learned from trying to catch a second wave retracement on a minute scale with the hourly stochastic oversold. We will be better served to keep buying calls during this advance – which we did at the end of the day – to capitalize on this strong advance. See today's trades below.

Today's Trades

Dale tweets his trades in real time.

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Date	Order	Type	Order type	Quantity	Symbol	Price type	Term	Price	Price executed	Status	
06/07/19	2992	Option	Buy Open	2	SPXW Jun 12 '19	\$2875 Call	Limit	Day	15.90	15.90	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 long position after the close on 6/3/19.

Short Term: Moved to a long position after the close on 6/3/19.

NASDAQ:

Long term: Remain short.

Intermediate term: Moved to a long position after the close on 6/3/19.

Short Term: Moved to a long position after the close on 6/3/19.

S&P 500:

Long term: Remain short.

Intermediate term: Moved to a long position after the close on 6/3/19.

Short Term: Moved to a long position after the close on 6/3/19.

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.