

**Woodson Wave Report (est.1997)**  
**August 28, 2019**  
**woodsonwave.com**



**Trading both puts and calls for a profit in the  
same day**

**Fibonacci Options Day Trader**

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**2018 Performance Report**

**Account #1 + 29.59%**

**Account #2 + 69.04%**

**Account #3 + 133.47%**

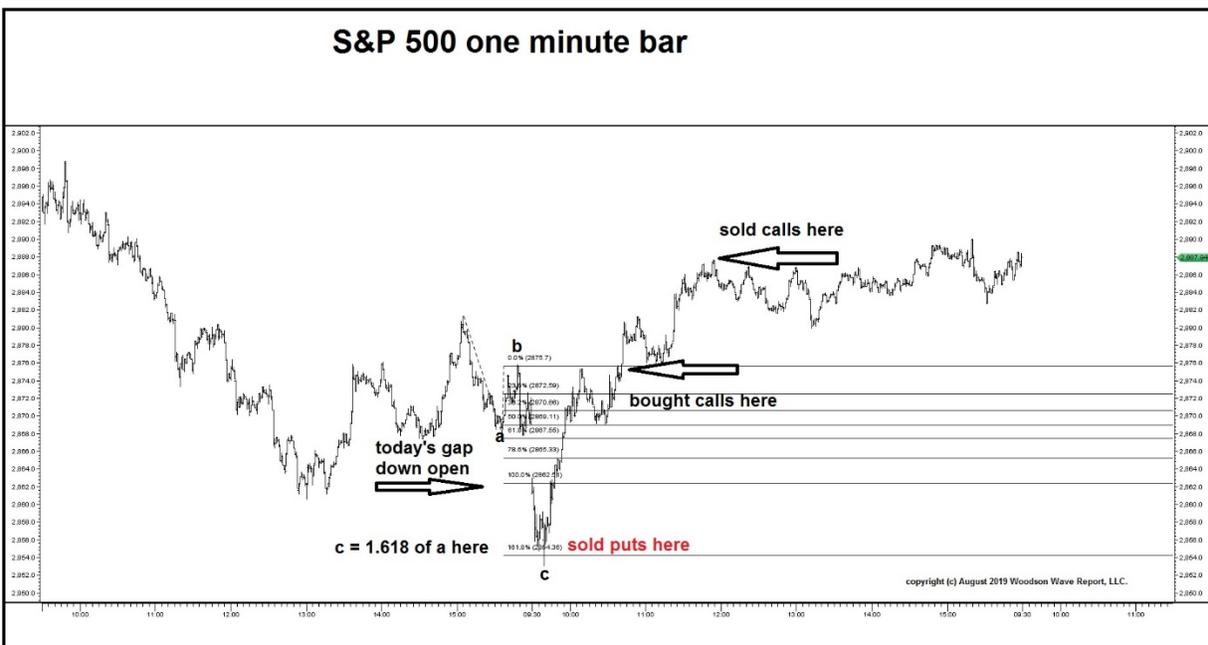
**S&P 500 – 6.24%**

Timer Digest Ratings:

(P.O. BOX 1688, Greenwich, CT. 06836/ 203-629-3503) ratings:

**#1 Woodson Wave Report for the 3 month period ending 082319 and now, #5 Woodson Wave Report for the 6 month period ending 082319**

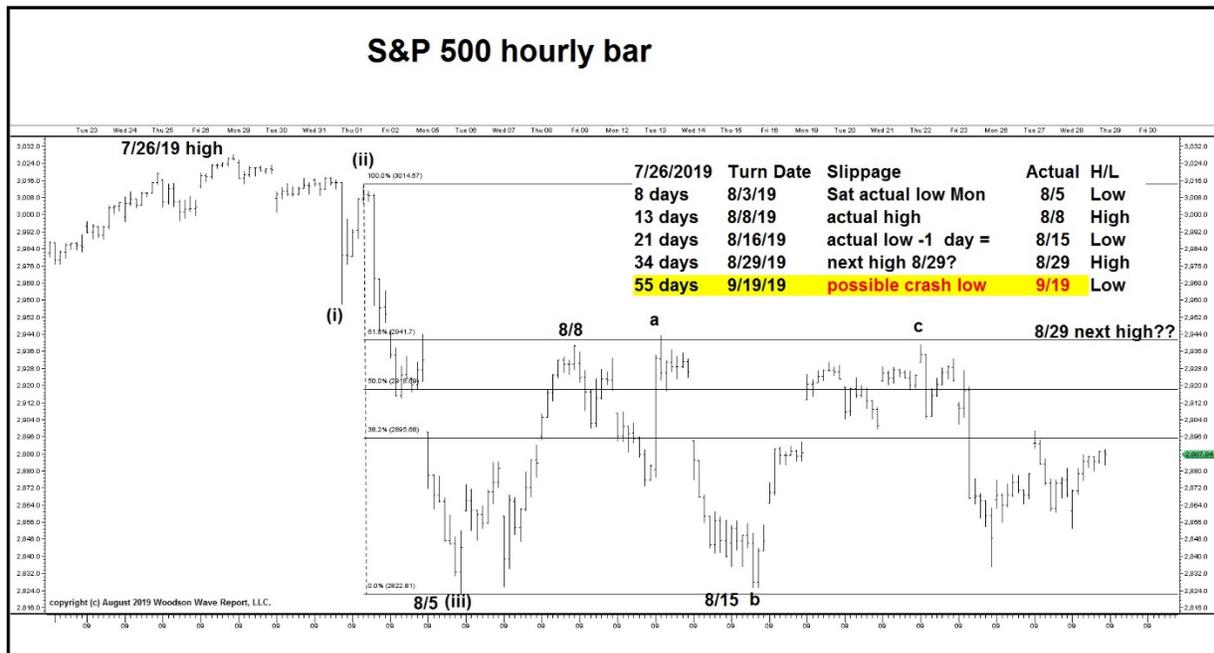
## Trading puts and calls for a profit in the same day on a one minute chart



We thought we would throw the Elliott waves out the window for this chart above and just focus on how we trade using stochastics and Fibonacci ratios. There are no wave counts in the chart above. This morning when the market opened, it opened at the price where wave c (again no wave count, just a symbol) was equal to wave a down from yesterday. We had the trigger pulled, ready to sell if the market would happen to turn upward from that level on a one minute basis. However it continued down for an entire eight minutes, gaining a 1.618 relationship with wave a down. We sold right there. As it turns out it was just in time as the market reversed course higher from that level and never looked back. Once the S&P moved above what should have been the

wave one low, we knew it was going higher as it broke our 1 minute wave count (not pictured). The hourly stochastic turned up and a move above 2881 (see arrow on chart page 2, above bought calls here) meant a move even higher to at least **2890**, so we bought calls. We had a target price of 2890 for this move, but as the rallies have fallen short during this decline, we were content to take a small gain and sold early (see sold calls here arrow). Of course we are using the five minute and one hour stochastics as a guide in addition to the Fibonacci ratios. This is just one example of how you don't need to know Elliott wave, the wave count, whether it's a bull or a bear market or even if the market will go up or down today. Just knowing where the next Fibonacci multiple is was good enough to trade both puts and calls in the market intra-today for a profit.

## Hourly Chart



As you know yesterday we traded with supreme confidence as the S&P hit our ideal Fibonacci target prices. Our confidence level is not quite as high going in to the market action for tomorrow. On

the one hand, the hourly stochastic moved to overbought near the end of the day and the S&P touched our ideal Fibonacci target of **2890**, a direct hit suggesting the next move is to the downside. On the other hand, the Fibonacci spiral turn dates suggest a possible high tomorrow. The next date in the cycle is tomorrow August, 28, 2019. The spiral has been rotating from low to high and if that rotation continues, then tomorrow's date should mark a high which would imply one more trip to the top of that channel line, near 2941. That's not in the back of our minds, it's in the front. So if the market moves up tomorrow, we are likely to buy calls in anticipation of a move to the upper end of the channel. If not, we are already positioned with four puts that expire Friday. The preferred count is a fifth wave down below the 2822 level.

<b>7/26/2019</b>	<b>Turn Date</b>	<b>Slippage</b>	<b>Actual</b>	<b>H/L</b>
<b>8 days</b>	<b>8/3/19</b>	<b>Sat actual low Mon</b>	<b>8/5</b>	<b>Low</b>
<b>13 days</b>	<b>8/8/19</b>	<b>actual high</b>	<b>8/8</b>	<b>High</b>
<b>21 days</b>	<b>8/16/19</b>	<b>actual low -1 day =</b>	<b>8/15</b>	<b>Low</b>
<b>34 days</b>	<b>8/29/19</b>	<b>Next high 8/29?</b>	<b>8/29</b>	<b>High</b>
<b>55 days</b>	<b>9/19/19</b>	<b>possible crash low</b>	<b>9/19</b>	<b>Low</b>

The upper boundary is 2940 and the lower boundary is 2822. That's a very wide range of 120 S&P points from top to bottom but it will take a break above or below those boundaries to know the longer term direction of the market. We are on the side thinking that the break will be to the downside.

## Downside targets:

**2843** = wave v = wave i.

**2819** = wave v = 1.618 of wave i.

**2822** = move below this wave 1 low eliminates move > 2950.

**2814** = third wave = first wave from 0813 high

**2748** = open gap from June 3, 2019. Achieved 8/23

**2742** = third wave = 1.618 of first wave from 0813 high

**2733** = wave 3 = wave 1 from 0716 high

**2713** = third wave equals 1.618 of first wave from 0813.

**2605 = wave 3 = 1.618 of wave 1 and a Fibonacci .618 retracement of rise from Dec. low. A nice temporary stopping point for the end of a wave down but not the end of the entire wave E decline.**

## Upside resistance:

**2883** = Fibonacci .500 retracement.

**2895** = Fibonacci .618 retracement. Achieved 0827.

**2901** = wave j low.

**2941** = top of channel line

## Fibonacci Options Day Trader Report:

Again **we were able to trade both puts and calls today for a net realized profit of \$1,251 on 17.14% gain today.**

### REALIZED G&L SUMMARY

Total Gain Realized	Total Commissions & Fees
\$ 1,251.56	\$ 28.43

REALIZED G&L DETAILS		Opening	Opening	Opening Net	Closing	Closing	Closing Net	Realized	Pct.
Symbol	Q	Date	Price	Amount	Date	Price	Amount	Gain	Gain
SPXW Aug 30 '19 \$2875 Call	1	8/28/2019	23.6	\$ 2,363.50	8/28/2019	25.7	\$ 2,564.02	\$ 200.52	8.48%
SPXW Aug 30 '19 \$2875 Call	1	8/28/2019	23.6	\$ 2,363.50	8/28/2019	26.2	\$ 2,614.02	\$ 250.52	10.60%
SPXW Aug 30 '19 \$2875 Put	1	8/27/2019	25.7	\$ 2,573.50	8/28/2019	33.8	\$ 3,374.02	\$ 800.52	31.11%

Total

\$ 7,300.50

\$ 8,552.07

\$ 1,251.56 17.14%

## Today's Trades

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Dale tweets his trades in real time.

### Account #1

Date	Order	Type	Order type	Quantity	Symbol	Price type	Term	Price	Price executed	Status
08/28/19	3368	Option	Buy Open	2	SPXW Aug 30 '19 \$2875 Put	Limit	Day	15.90	15.90	Executed
08/28/19	3367	Option	Sell Close	1	SPXW Aug 30 '19 \$2875 Call	Limit	Day	26.20	26.20	Executed
08/28/19	3366	Option	Sell Close	1	SPXW Aug 30 '19 \$2875 Call	Limit	Day	25.70	25.70	Executed
08/28/19	3364	Option	Buy Open	2	SPXW Aug 30 '19 \$2875 Call	Limit	Day	23.60	23.60	Executed
08/28/19	3363	Option	Sell Close	1	SPXW Aug 30 '19 \$2875 Put	Limit	Day	33.80	33.80	Executed

### Account #2

No trades made in this account today.

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

**Short Term:** Moved to a short position after the close on 0717/19.

**NASDAQ:**

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

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

**Short Term:** Moved to a short position after the close on 0717/19.

**S&P 500:**

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

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

**Short Term:** Moved to a short position after the close on 0717/19.

**Gold:** Remain short in anticipation of wave 5 down to 1000.

**Bonds:** Moved to a short position after the close on 6/7/19.

*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.*