

Tony/Guest Is there a phone number for this call?
Brad.../Guest no audio
Tony/Guest thx
Greg Jensen Hey everyone.
Nick-grad/Guest Hi Greg
Jack T_G/Guest Hi Greg
jeffrey/Guest thanks for the update
Paul/Guest Hi Greg, everyone
Ravani/Guest Hello Greg
jeffrey/Guest on a straddle is ok to weight the number of calls and puts to the expectation of probable outcome (ie. 6 calls and 4 puts for 60/40) or should a different strategy altogether be employed?
Greg Jensen jeffrey, thats ok. You dont have to, but its ok to do that.
jeffrey/Guest thank you very much
Tricia/Guest Hi Greg on your Rimm position, at what price did you buy the stock for?
Tom J./Guest Greg, I did an APR ITM covered call at 130 on AAPL when APPL was 130.61 as a way to generate income (about 5%). Now I regret missing out on the big up move in AAPL. I've considered buying long calls on APPL or more stock, but that's not very STS of me. Suggestions?
Brad.../Guest Greg - vmw was looking good for a few days - but dropped today. Following or leading the market?
gv/Guest hi Greg, on RIMM and AAPL, if you have not done SC and long stock now, would you still proceed with the SC ?
SallyS/Guest how exactly will you close the CC on Rimm before it expires
Nick-grad/Guest Greg, do you have any feel for how RIMM will do on their earnings?
Greg Jensen Tricia, my initial cost was around \$105
Brad.../Guest Greg - did the CSCO earnings/sales numbers surprise you? And do you expect this to be the way of all techs this earnings season?
Tricia/Guest Thank you
dorisid-L7/Guest Greg--I would like to make a suggestion. I use Snagit and print everything you put on the white board so if you could use "TimesNewRoman and #14 font type" it would be so much easier to read. I am not complaining because I get more than my moneys worth from the chat and education; but, this would be a big help.
Greg Jensen TomJ, thats ok on AAPL right now, one thing you can do as an adjustment for an ITM cc is to add a Long call (LEAPS usually)
Tony/Guest I found a nice Iron condor today - SPY april 140/138/133/132 for a 1.00 credit - zero risk if SPY goes down. I found it by accident, but wonder if there is any way of automatically searching for similar trades.
Ravani/Guest Greg- is it fair to say that your gains on the RIMM trade is the call you sold?
Greg Jensen Brad, I think VMW is trading with the market right now.
Rick/Guest Greg, how far do you think AAPL will pull back, if at all?
Greg Jensen gv, yeah I think its still a good time to add SC's to AAPL, RIMM has earnings next week...
gv/Guest thanks, greg
Louise/Guest Greg, bought 200 shares AAPL; then 4 Apr/Jul 125/130 bear put calendar contracts. Should I hold until SP's expire, just before earnings, waiting to either short puts or calls?
Tricia/Guest Greg can you tell me your thought process as to why you would close out your rimm position instead of buying a protective put?
Greg Jensen Sally, to close a cc before expiration, you buy to close the SC and then sell the stock.
Tom J./Guest Greg: Thank you. I've thought perhaps I should do that on most things that I do with a ITM CC for income (since I'm already bullish on the

stock), so I don't miss out on the long term move, yet can still generate income.

Greg Jensen dorisd, Idont have times as a font choice, but I will try and make it bigger next time

Brad.../Guest Greg - suggested stick for April SC on AAPL?

Brad.../Guest strike

Greg Jensen Tony, OptionsXpress has a nice tool called dragon that can scan for those types of trades.

dorisd-L7/Guest Thank you.

jeffrey/Guest dragon tool is great TOS has nice tools too

SallyS/Guest otherwise how long before your cc would have expired--why not just wait for that? thanks

Greg Jensen Ravan, yes on the gains on RIMM, the stock has moved higher as well, but the short call has helped.

TL/Guest greg, did u short any calls on AAPL?

jeffrey/Guest if a stock (like rimm position) has a nice dividend would you hold the stock instead of closing position?

Casey P/Guest Hey Guys, this is Casey P with STS. I brought John H in to the chat to be able to speak with some students about our program. Thanks in advance for your kindness and good luck to all with your trading!

Greg Jensen Rick , tomorrow is a big day for AAPL, from a technical basis. yesterday AAPL broke above its 200 day EMA, then today it fell right back to the 200 day avg. If it fails tomorrow again, then it could drop back to \$120, If it holds \$140 tomorrow, then I think the pullback is over on AAPL and it will try and develop a new level of support here at \$140.

Greg Jensen Louise, it all depends on your exits points for that trade. If you are using it as a protective spread on your shares, then you should have identified what your plan was with that trade if the stock moved higher.

Louise/Guest Thanks Greg.

Greg Jensen Tricia, my thought process would be to take some profit off the table and not go through earnings on RIMM. Puts are pretty expensive on RIMM right now.

Greg Jensen Brad, of course I cant suggest any strikes.

Ravani/Guest Greg- how do you determine whether a put or a call is expensive or not?

Greg Jensen I am short the Apr 135 on my AAPL shares. Sold it for \$9.75

Rick/Guest Greg, I am thinking AAPL could pull back to 130-135. Yesterday I STO a Apr 130 CC with \$13.65 credit. We'll see how it goes.

Brad.../Guest Greg - any feel for where support is on RIMM?

Paul/Guest Is this text available after class? I can't keep up!

Greg Jensen Sally, the cc doesnt expire until June on RIMM, and I may re-enter the same trade after earnings, I am just not certain I want ot trade through the volaility of the earnigs event

SallyS/Guest thanks

Jack T_G/Guest Paul - Can you make your text window bigger?

Greg Jensen jeffrey, yeah a dividend would be something that would entice me to stay in the stock and pay for some preotective puts instead of taking profits off the table early.

jeffrey/Guest whats the point to close a strangle on technicals or percentage?

Rick/Guest For the Exploding Collar, how soon before earnings should it be placed? Thinking of RIMM, AAPL, and ISRG.

Tom J./Guest Paul: What I do is open Word in another window. In the chat window, I do a Ctrl-A to select all, and then Ctrl-C to copy. I go to my Word window, and do a Ctrl-V to paste so that I can review it later. Hope that works for you.

Greg Jensen Ravani, I will use a relative measure of Implied volatility to determine the price of an option, whether its expensive or cheap. In class 701 Volatilitly, we go over that in detail

Ravani/Guest Thank you, Greg

Brad.../Guest Greg - looks like 47 - 48 good support for VLO - agree? Maybe good time to leg in with summer/driving season approaching...

Greg Jensen Rick, thats a nice hedge IF AAPL trends bearish, its also a nice profit if AAPL continues higher. I like ITM covered calls in this type of market

SallyS/Guest you like itm cc in this type of market because why

Greg Jensen Paul, yes the text is avilabel after. Its posted in the forum section. I had issues posting last weeks, though I did finally recover the file, so I will post last weeks and this weeks text after the chat is over in the forums section of the website.

Paul/Guest thanks for that

Rick/Guest Looking forward to some more WB

Greg Jensen Brad, support on RIMM will be interesting at \$110, I'd be surprised if they push RIMM down very far prior to earnings, I wouldnt be surprised to see RIMM at \$120 before next Thurs

Brad.../Guest Thanks Greg

Tricia/Guest Hi Greg, when you mention taking some of your position off of rimm, do you mean that you will leave some on, for example sell 75% of your position and leave 25% on?

Greg Jensen jeffrey, I will use both of them to helkp determine my exit points for a straddle or strangle, it would be something like, If 25% is gained, I will close trade, OR if the technicals reach a resistance or support level, I will close the trade even if 25% ROI has not been attained.

jeffrey/Guest awesome thanks

Greg Jensen Rick, I placed my exploding collar on RIMM on Monday of this week. I will usally place them about 2 weeks prior to the event.

gv/Guest Greg, if you are expecting RIMM to be back upto to 120 by earnings next week, you are not expecting RIMM to go below 105 or 100 with this down move ? are you

Greg Jensen Brad, I like VLO at these levels yes, I think its a stock that will move higher throughout the summer.

jeffrey/Guest what about BTU?

gv/Guest if you are entering new position on VLO, would it be calender calls or collar trades ?

jeffrey/Guest good question

Greg Jensen SallyS, The ITM covered call right now is a relatively safe trade in a very unsafe market. It limits my upside a little bit, but it hedges me in case the market turns lower, which is why I like the trade in this market, because the markets can turn lower in a matter of a few minutes.

SallyS/Guest thanks

Rick/Guest RIMM, avg earnings jump is \$13.80 I think.

Rick/Guest up or down

Greg Jensen Rick, I will be sending out another WB trade later tonight (ITM covered call most likely) NVDA, XMSR, C, SNDK, and AAPL are some potentials I am looking at.

Brad.../Guest Greg - thaks for holding this chat - and great idea to have the Saturday Trade Talk show live from the summit... Thanks again!!

SallyS/Guest what is your stock price of AAPL that you have long?

Greg Jensen Tricia, yeah thats something I will do often when I am profitable on a position, is to take it off in chunks.

Greg Jensen gv, no I am not expecting that type of move with RIMM, it MAY happen, if the market gets some really bearish move, but I think that RIMM will

move higher, or at least hang on to the move that its already had prior to earnings

jeffrey/Guest do you think will RIMM benefit from the Motorola news?

Greg Jensen BTU is an interesting trade right now, could be a good ITM cc

jeffrey/Guest thanks

Greg Jensen gv, collar trades, or calendars are exactly what I am looking at on VLO right now

gv/Guest thx, greg

Greg Jensen SallyS, I bought AAPL at \$135 and change.

SallyS/Guest that's why you would not mind if it sold then--correct--thanks again

Lin_grad/Guest Thx, Greg, for sharing your plan to close the rimm position b/4 earning to take profit off the table. Reminded me to do so. What's the strikes for your exploding collar on rimm, Greg?

Rick/Guest With VLO bearish, would you focus on just put calendars?

gv/Guest Greg. if you are long on a stock, to generate income, could one consider short strangles...so that if the stock gets called away on the SC, there is a chance to buy on sp ?

Greg Jensen Brad, the SAT trade talk should be fun from the workshop. listening to it live will have to happen via the streamer, as we wont have a phone line there, but we will post it like normal after the trade talk is over.

Tom J./Guest Greg: earlier you wrote that the text is available after the chat session, but you are referring to the whiteboard text that you wrote at the beginning of the session. I think this chat text goes POOF! at the end.

Correct? THX

Greg Jensen Lin, there is my exploding collar on RIMM

Brad.../Guest Greg - you are great!

jeffrey/Guest definitely

Rick/Guest Greg, Any plans of coming to Atlanta, Chattanooga, Nashville or Knoxville for a Summit conference?

Greg Jensen Rick, I think VLO is bottoming, so I am using call calendars first, I may add put calendar as an adjustment if things break down bearishly

SallyS/Guest are there buy signals on VLO?

Tom J./Guest Greg: hope your exploding collar info will be saved at the end of this session. That

Greg Jensen gv, sure thats an ok strategy, I would make sure to plan an exit point if the stock goes bearish, so that the SP doesnt get assigned

Tom J./Guest ...That's quite helpful, but I'd like time to analyze it.

Lin_grad/Guest Greg, just started to look & it disappeared. Could u put it up again? Thx!

Greg Jensen Rick, I know we talked about coming to the south later this year. Atlanta would probably be a good site.

Lin_grad/Guest I missed you LEAPS sc strike

Rick/Guest YES

gv/Guest how about North east....are you planning to come to either Philly or NYC or Boston ?

SallyS/Guest how about TOLEDO

Brad.../Guest jan 2010 120

jeffrey/Guest VLO - the crack spread widening in the spring is almost a given and tends to drive refiners up

Tom J./Guest Chicago is a great city too. I live nearby (hint hint)

lee/Guest Lin 2010 120 call

Greg Jensen SallyS, no I have seen buy signals on VLO yet, just a bottoming that I think is trying to form at around \$46-47.

Brad.../Guest NO Toledo!

dorisd-L7/Guest Tom, If you had Snagit you could print the exploding collar now and you would not need to look for it later.

Lin_grad/Guest Thx, Brad & Lee!

gv/Guest holy toledo ! LOL

Greg Jensen There is the exploding collar, REMEMBER this is my trade, and not any recommendation to buy or sell this position. :)

Brad.../Guest Atlanta during baseball season...

Tom J./Guest Greg: gotcha. BUT are you going to save that screen for us to analyze (not mimic)?

jeffrey/Guest VLO looking very undersold at this point but no buy signal yet right?

Greg Jensen I have to run a little early today everyone, I will see some of you hopefully tomorrow, if not, I will see you on Sat at the trade talk.

Greg Jensen and yes the slides will be saved

jeffrey/Guest sorry oversold

Parker/Guest The Alt key pressed down and the Print Screen key at the same time then to a word doc and the Ctrl key with v will past the screen shoot

Brad.../Guest Thanks again Greg -

jeffrey/Guest thanks

Parker/Guest thank s

Tom J./Guest Greg: Thanks. See, nagging works! My apologies. Have a good one! Thanks for a great chat!