

Boost Dividend Yields

By

Selling Options

On

Dividend Stocks

Forbes Premium Income Report

Boosting Your Portfolio Yield With Options

Put Writes

Buy Writes (Covered-Calls)

Call & Put Options

Call Option: Contract giving an investor the right, but not the obligation, to *buy* an asset at a specified price within a specific time period

Put Option: Contract giving the owner the right, but not the obligation, to *sell* a specified amount of an underlying security at a specified price within a specified time

Contract Terms

Strike Price: Price at which a put call or option can be exercised

Expiration: Last date on which the holder of the option may exercise it

Each options “contract” cover 100 shares of underlying stock

The Black-Scholes Option Pricing Formula

$$c = SN(d_1) - Xe^{-rT}N(d_2)$$

$$p = Xe^{-rT}N(-d_2) - SN(-d_1),$$

$$d_1 = \frac{\ln(S/X) + (r + \sigma^2/2)T}{\sigma\sqrt{T}}$$

$$d_2 = \frac{\ln(S/X) + (r - \sigma^2/2)T}{\sigma\sqrt{T}} = d_1 - \sigma\sqrt{T}$$

S = Stock price.

X = Strike price of option.

r = Risk-free interest rate.

T = Time to expiration in years.

σ = Volatility of the relative price change of the underlying stock price.

$N(x)$ = The cumulative normal distribution function.

3

Primary Components of Options Prices

1. Intrinsic

value: Amount in/out of the money

2. Time value:

Days until expiration

3. Volatility

value: Higher volatility, higher premium

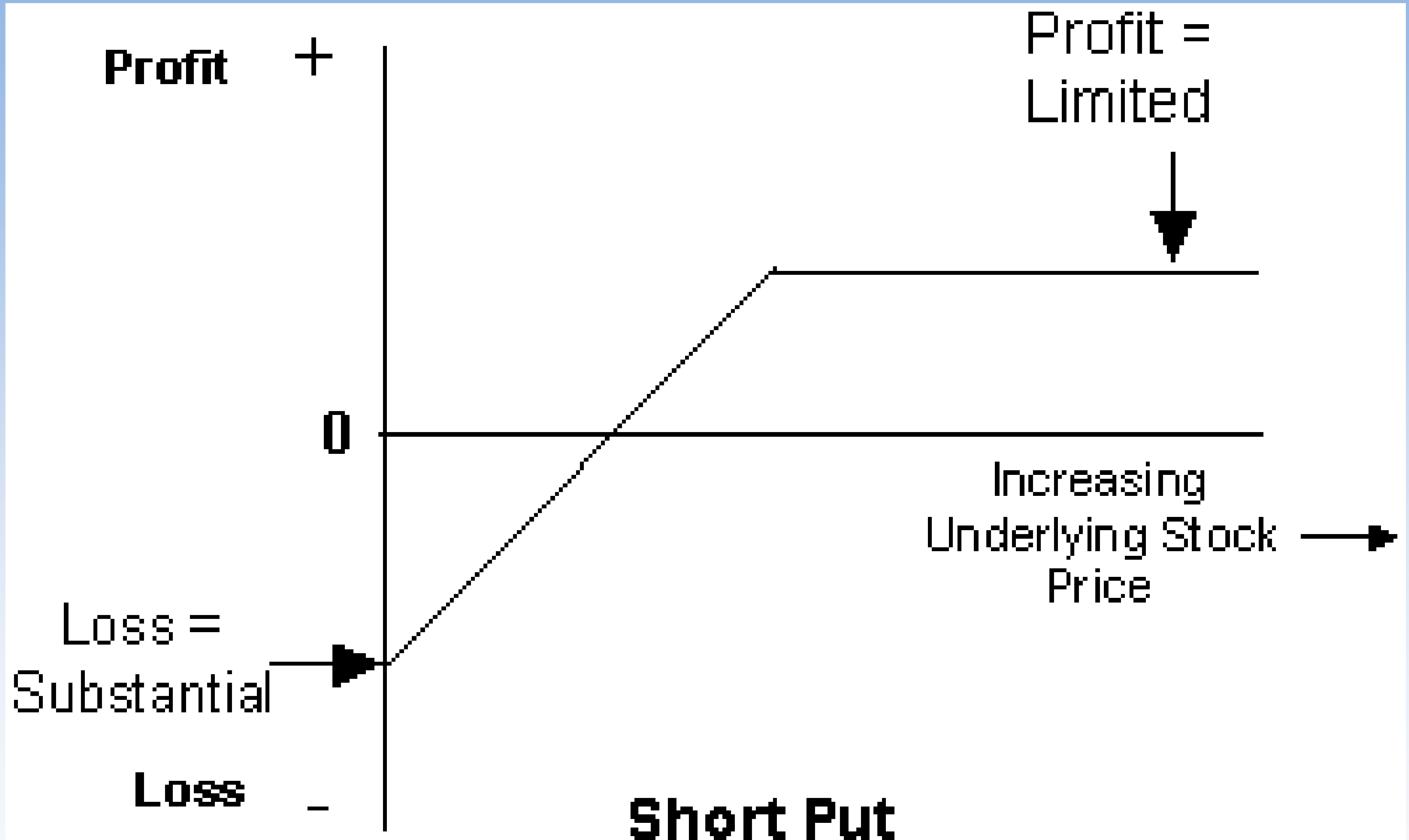
Selling Calls

- Good way to earn income from stocks when they trade in a range
- Reduces cost basis, do it again and again
- Earn money today for giving upside potential above strike price
- Surrender upside, so make it worth your while (15% annualized minimum)
- Total return is the objective
- Dividends juice returns

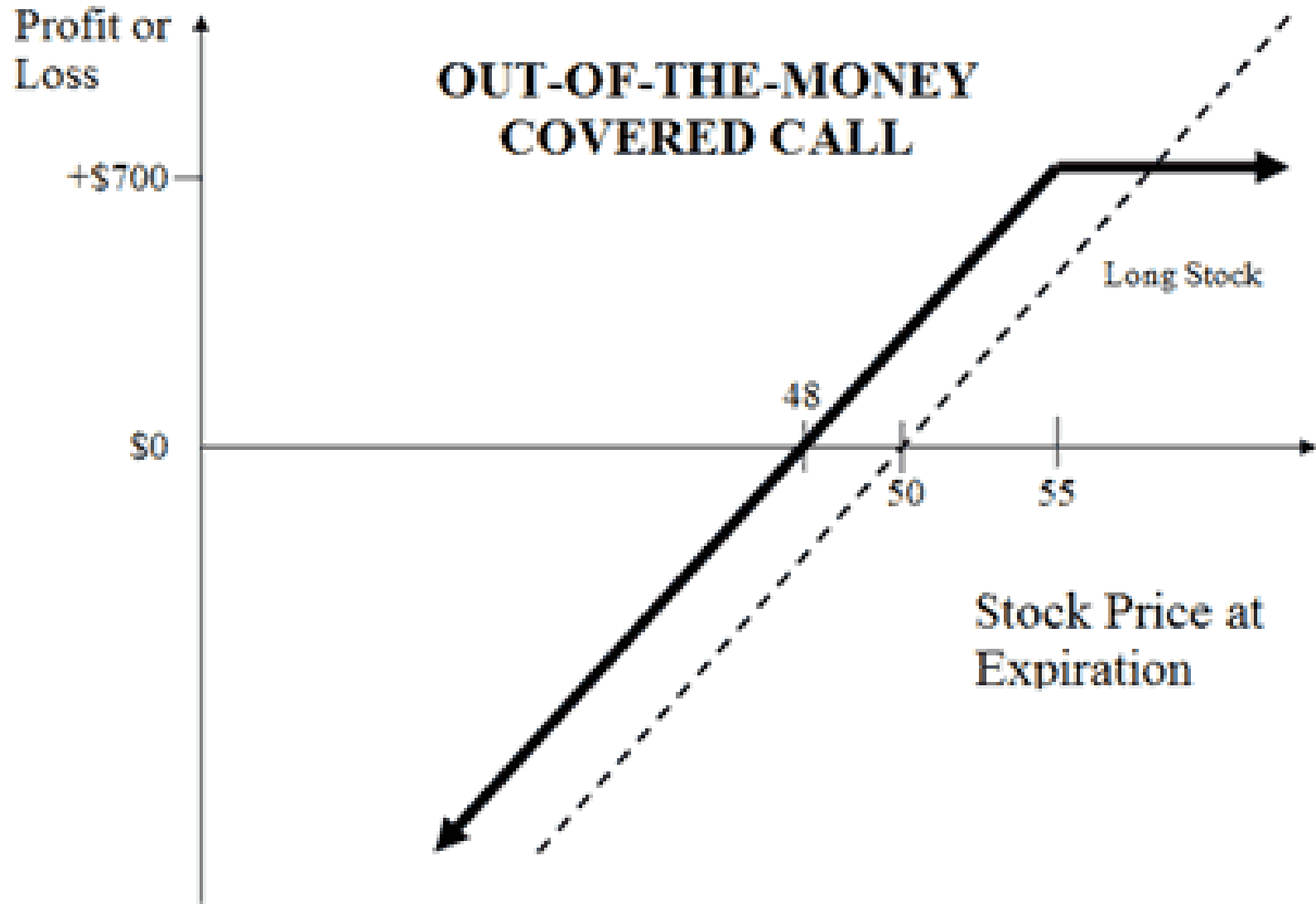
Selling Puts

- You agree to buy a stock at a certain price in the future in exchange for pocketing cash today
- Do it on stocks you wouldn't mind owning
- Use charts and fundamentals
- Ideally you sell them on a down day
- Need to tie up cash/margin
- Must deal in multiples of 100 shares
- Be mindful of trading costs

P/L Diagram – Put Write



P/L Diagram – Covered Call



Think In Terms Of Annualized Return

The return you would earn in
a 12-month period

RAW RETURN = PREMIUM / MONEY AT RISK

RAW RETURN X (365/NUMBER OF DAYS) =
ANNUALIZED RETURN

3% for 45 days is +24% annualized
2.5% for 45 days is +20% annualized

Hanesbrands (HBI)

HANESBRANDS INC COM (HBI: NYSE)

Refresh

17.19 -0.04 (-0.23%)

Bid: 17.02

Ask: 17.25

Vol: 4,815,965

BUY

SELL

10/5/18 4:03:00 PM ET

Symbol

Chain

Strikes

Near

HBI

Calls & Puts

7

17.19

GO

ADJUSTED OPTIONS

EXAMPLE: IBM, SPY

<
Oct 19 '18
Nov 16 '18
Jan 18 '19
Apr 18 '19w
Jan 17 '20
>
All Months

CALLS

OCT 19 '18

PUTS

Trade	Quote	Open Interest	Volume	Net Change	Last	Bid	Ask	Strike Price	Bid	Ask	Last	Net Change	Volume	Open Interest	Quote	Trade
Trade	Details	4	0	0.00	4.78	2.90	3.30	14.00	0.00	0.05	0.03	0.00	0	53	Details	Trade
Trade	Details	200	0	0.00	3.81	2.00	2.30	15.00	0.00	0.05	0.02	0.00	0	1,346	Details	Trade
Trade	Details	91	8	-0.05	1.30	1.15	1.35	16.00	0.05	0.10	0.05	-0.01	50	3,054	Details	Trade
Trade	Details	969	94	-0.01	0.50	0.50	0.55	17.00	0.25	0.35	0.28	0.03	4	1,742	Details	Trade
Trade	Details	2,665	56	-0.03	0.10	0.10	0.15	18.00	0.85	1.00	0.91	0.18	26	1,998	Details	Trade
Trade	Details	2,010	2	-0.02	0.02	0.00	0.05	19.00	1.75	1.90	1.90	0.20	1	641	Details	Trade
Trade	Details	1,432	0	0.00	0.01	0.00	0.05	20.00	2.70	3.10	2.80	1.20	25	897	Details	Trade

Closing Price : October 05, 2018 4:03:00 PM EDT

In-the-money ¹

HBI October 19 Expiration Series

CALLS					OCT 19 '18			PUTS				
Open Interest	Volume	Net Change	Last	Bid	Ask	Strike Price	Bid	Ask	Last	Net Change	Volume	Open Interest
4	0	0.00	4.78	2.90	3.30	14.00	0.00	0.05	0.03	0.00	0	53
200	0	0.00	3.81	2.00	2.30	15.00	0.00	0.05	0.02	0.00	0	1,346
91	8	-0.05	1.30	1.15	1.35	16.00	0.05	0.10	0.05	-0.01	50	3,054
969	94	-0.01	0.50	0.50	0.55	17.00	0.25	0.35	0.28	0.03	4	1,742
2,665	56	-0.03	0.10	0.10	0.15	18.00	0.85	1.00	0.91	0.18	26	1,998
2,010	2	-0.02	0.02	0.00	0.05	19.00	1.75	1.90	1.90	0.20	1	641

$$\mathbf{\$17.00 - \$0.30 = \$16.70}$$

$$\mathbf{\$0.30/\$16.70 = 1.8\%}$$

14 days

$$\mathbf{1.8\% \times (365/14) = 46.9\% \text{ annualized}}$$



10/05/2018 @ 11:36AM

Writing Weekly Puts On Activision Blizzard For Three-Week Trade

Forbes Premium Income Report

John Dobosz

full bio »



Print

Active Trades

OCTOBER 5, 2018 – Video game publisher **Activision Blizzard (ATVI)** has treated us well on two previous put writes, and with the stock trading lower Friday morning, it is setting up for another potentially successful trade. We will be writing weekly puts at the \$78.50 strike price that expire on October 26. The company reports earnings in early November. Please email me (jdobosz@forbes.com) at any time with questions about trades, past positions, or how to use this service. -- *J.D.*

TODAY'S TRADE

CONSERVATIVE:

Activision Blizzard (ATVI) - Put Write

Sell 1 ATVI \$78.50 October 26 Put @ \$2.00 or higher

ATVI Activision Blizzard Inc. Nasdaq GS

© StockCharts.com

5-Oct-2018

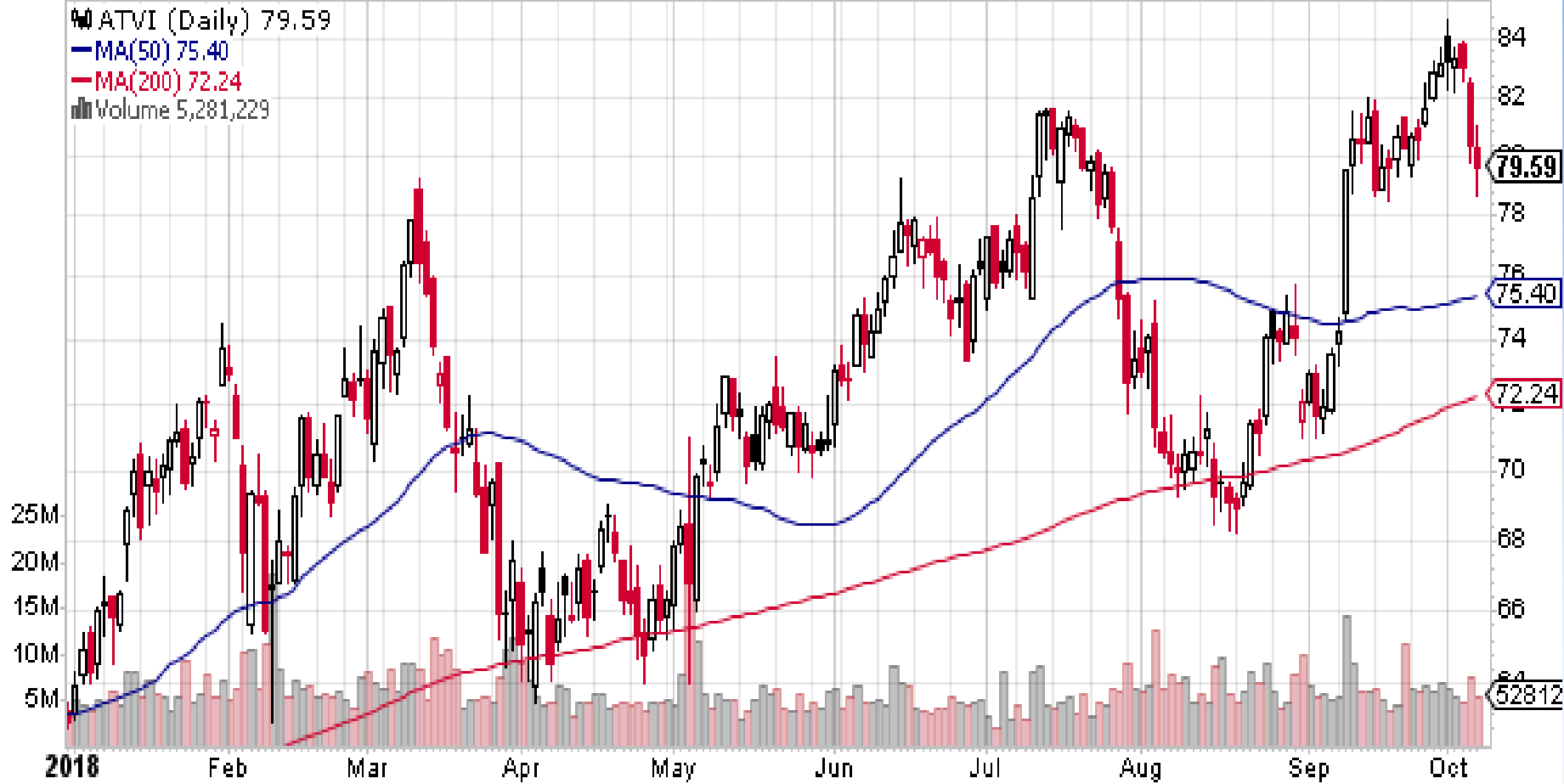
Open 80.25 High 81.00 Low 78.66 Close 79.59 Volume 5.3M Chg -0.77 (-0.96%)

ATVI (Daily) 79.59

MA(50) 75.40

MA(200) 72.24

Volume 5,281,229



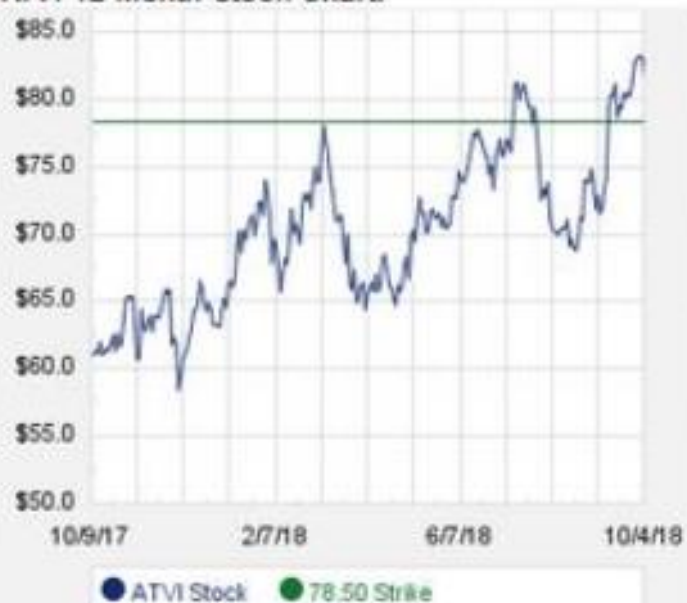
Activision Blizzard, Inc. (ATVI) Last: 79.10, Change: -1.259 (-1.57%), Volume: 1.55M
Put volume: 5,610 - Call volume: 5,484 - Put:Call Ratio: 1.02

October 26, 2018 (21 days until expiration)

78.50 STRIKE PUT

Bid	Ask	Bid/Ask Size	Implied Volatility	Last	Volume	Open Interest
2.00	2.05	43 x 6	32%	1.68	19	22

ATVI 12-Month Stock Chart:



TickerTech.com Oct 5, 2018

Current Odds Put Expires Worthless: **56%**

A \$1 ATVI Move Could Change Odds: 7%

ATVI Trades Above Strike By: 0.78%

ATVI Last Trade: 79.10

ATVI Current Dividend Yield: 0.43%

Cost Basis If Put: 76.50

Inferred Dividend Yield At Cost Basis: 0.44%

YieldBoost™ At Bid: **2.55% / 44.28%**
(Total / Annualized)

$$\mathbf{\$78.50 - \$2.00 = \$76.50}$$

$$\mathbf{\$2.00/\$76.50 = 2.6\%}$$

21 days

$$\mathbf{1.8\% \times (365/21) = 31.2\% \text{ annualized}}$$

LAS VEGAS SANDS CORP COM LVS: NYSE

Consumer Cyclical : Hotels & Entertainment Services

Snapshot

Charts

News

Options

Analyst Research

Fundamentals

Earnings

Insider Activity



On 7/24/18, LVS announced a regular quarterly cash dividend of \$0.75 per share, payable on 9/27/18 to shareholders, with an ex-dividend date of 9/18/18.

Last Price	Today's Change	Bid (Size)	Ask (Size)	Day's Range	Volume	Trade
61.40	+0.90 (+1.49%)	61.39 x1,600	61.40 x1,100	59.82 - 61.46	5,159,571	BUY SELL

NYSE Real Time Quote Last Trade as of 3:44 PM ET 9/12/18

Extended Hours Quote and Chart: [Show](#) | [Hide](#)

Open	59.92	Market Cap	47.7 B
Previous Close	60.50	Shares Outstanding	788.0 M
52 - Week Range	59.11 - 81.449 <small>9/11/18 - 6/18/18</small>	Beta	1.0
Avg Volume (10 days)	5,361,521	Dividend Yield	4.96%
P/E (Trailing 12 mo.)	14.64x	Quarterly Dividend	0.75
EPS (Trailing 12 mo.)	4.131	Ex-Dividend Date	9/18/18
Next Earnings Date	10/23/18	Dividend Payable Date	9/27/18



LAS VEGAS SANDS CORP COM (LVS: NYSE)

Refresh

61.3778 +0.8778 (+1.45%)

Bid: 61.37

Ask: 61.38

Vol: 5,192,908

BUY

SELL

9/12/18 3:45:00 PM ET

Symbol Chain Strikes Near ADJUSTED OPTIONS

EXAMPLE: IBM, SPY

<	Sep 21 '18	Sep 28 '18w	Oct 5 '18w	Oct 12 '18w	Oct 19 '18	>	All Months
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CALLS					OCT 19 '18							PUTS				
Trade	Quote	Open Interest	Volume	Net Change	Last	Bid	Ask	Strike Price	Bid	Ask	Last	Net Change	Volume	Open Interest	Quote	Trade
Trade	Details	505	1	-0.28	5.45	4.25	7.65	55.00	0.42	0.45	0.46	-0.13	17	627	Details	Trade
Trade	Details	29	25	-0.35	3.30	4.15	4.45	57.50	0.85	0.87	0.94	-0.24	36	403	Details	Trade
Trade	Details	2,460	43	0.42	2.46	2.43	2.48	60.00	1.62	1.67	1.68	-0.43	103	3,337	Details	Trade
Trade	Details	698	140	0.24	1.21	1.20	1.24	62.50	2.86	3.05	3.30	-0.33	22	2,449	Details	Trade
Trade	Details	1,390	36	0.09	0.50	0.50	0.54	65.00	4.60	4.90	4.97	-0.50	15	2,608	Details	Trade
Trade	Details	5,261	32	0.02	0.16	0.19	0.21	67.50	6.70	7.40	7.06	-0.65	1	2,189	Details	Trade

Open Interest	Volume	Net Change	Last	Bid	Ask	Strike Price	Bid	Ask	Last	Net Change	Volume	Open Interest
505	1	-0.28	5.45	4.25	7.65	55.00	0.42	0.45	0.46	-0.13	17	627
29	25	-0.35	3.30	4						-0.24	36	403
2,460	43	0.42	2.46	2						-0.43	103	3,337
698	140	0.24	1.21	1.20	1.24	62.50	2.86	3.05	3.30	-0.33	22	2,449
1,390	36	0.09	0.50	0.50	0.54	65.00	4.60	4.90	4.97	-0.50	15	2,608
5,261	32	0.02	0.16	0.19	0.21	67.50	6.70	7.40	7.06	-0.65	1	2,189

Sell LVS Oct 19 '18 \$62.50 Call

Basic

Spreads

Buy-Writes

Butterfly ▾

Condor ▾

Stock

Order Type

Buy ▾

Shares

100

Symbol 🔍

LVS

GO

 OPTIONS CHAIN

EXAMPLE: IBM, SPY

Options

Order Type

Sell Open ▾

Contracts

1

Type

Call ▾

Expiration

Oct 19 '18 ▾

Strike

62.5 ▾

Price Type

Net Debit ▾

Price

60.20

Term

Good For The Day ▾

 All-or-none

LAS VEGAS SANDS CORP COM

Refresh

61.39 x 100^Y +0.89 (+1.47%) ?

Bid x Size / Exch	Ask x Size / Exch	Volume	Prev. Close
61.39 x 600 ^N	61.40 x 800 ^T	5.28M	60.50

Real Time

9/12/18 3:48:00 PM ET

LVS Oct 19 '18 \$62.50 Call

Refresh

1.21 +0.24 (+24.74%)

Bid x Size	Ask x Size	Volume	Open Interest
1.20 x 31	1.24 x 21	140	698

Real Time

9/12/18 3:48:22 PM ET

Net: Bid 60.15 Ask 60.20

Buy 100 LVS and Sell Open 1 LVS Oct 19 '18 \$62.50 Call at \$60.20 Net Debit

If assigned before dividend,
earn \$230 on \$6,020 at risk,
3.82% over 6 days
232% annualized

If assigned at expiration,
earn \$305 on \$6,020 at risk,
5.1% over 37 days
50% annualized

Buy Write

Roll Out The Barrel: Molson Coors Buy Write Taps Fat Premium And Possible Dividend

Forbes Premium Income Report

AUGUST 21, 2018 – Today's conservative recommendation is a buy write on shares of beer giant **Molson Coors Brewing (TAP)**. The company has an ex-dividend date for a \$0.41 per share payout coming up next Thursday, August 30. We will either pocket this dividend, or get assigned in eight days or fewer, which would be no reason at all for crying in our beer. Please email me (jdobosz@forbes.com) at any time with questions about trades, past positions, or how to use this service. -- *J.D.*

TODAY'S TRADE

CONSERVATIVE:

Molson Coors Brewing (TAP) - Buy Write

Buy 100 TAP, Sell 1 September 28 \$69 Call

Execute for Net Debit of \$67.15 or lower

Molson Coors Brewing Co. (TAP) Last: 68.55, Change: -0.13 (-0.19%), Volume: 423,717
 Put volume: 598 - Call volume: 252 - Put:Call Ratio: 2.37

September 28, 2018 (38 days until expiration)

69.00 STRIKE CALL

Bid	Ask	Bid/Ask Size	Implied Volatility	Last	Volume	Open Interest
1.35	1.60	20 x 8	20%	1.60	-	12

TAP 12-Month Stock Chart:



TickerTech.com Aug 21, 2018

Current Odds Call Expires Worthless: **51%**

A \$1 TAP Move Could Change Odds: 7%

TAP Trades Below Strike By: 0.66%

TAP Last Trade: 68.55

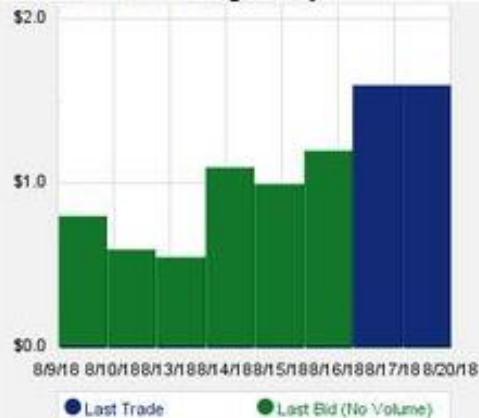
TAP Current Dividend Yield: 2.39%

Total Return If Called: +2.63%

Inferred Dividend Yield At Exit Price: 2.33%

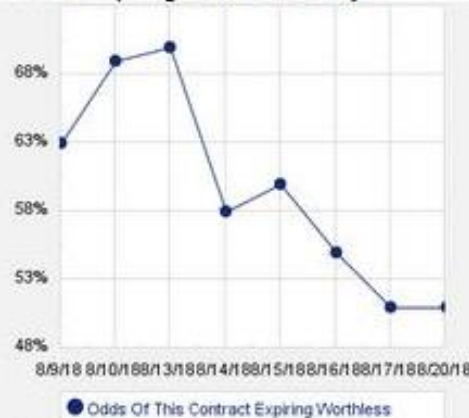
YieldBoost™ At Bid: **1.97% / 18.92%**
 (Total / Annualized)

69.00 Strike Call Trading History:



TickerTech.com Aug 21, 2018

Odds Of Expiring Worthless History:



TickerTech.com Aug 21, 2018

Ex-Dividend Date Tomorrow Makes Walgreens Buy Write Attractive

Forbes Premium Income Report

AUGUST 16, 2018 – Today's conservative recommendation is a buy write on another drugstore chain, this time **Walgreens Boots Alliance (WBA)**. What makes this trade timely is the ex-dividend date tomorrow for a payout of \$0.44 per share. If you want that dividend, you'll need to do this trade before today's close. Please email me (jdobosz@forbes.com) at any time with questions about trades, past positions or how to use this service. – *J.D.*

TODAY'S TRADE

CONSERVATIVE:

Walgreens Boots Alliance (WBA) - Buy Write

Buy 100 WBA, Sell to Open 1 September 21 \$70 Call

Execute for Net Debit of \$68.30 or lower

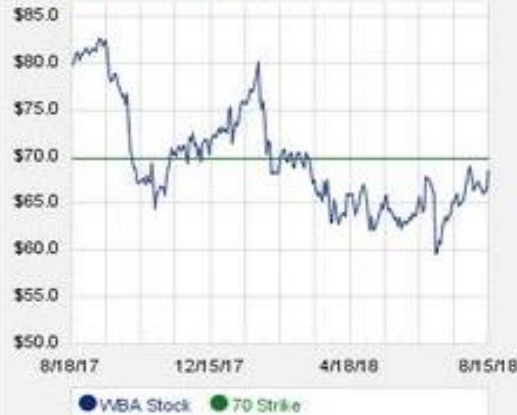
Walgreens Boots Alliance Inc (WBA) Last: 69.88, Change: +1.15 (1.67%), Volume: 5.85M
 Put volume: 2,039 - Call volume: 16,155 - Put:Call Ratio: 0.13

September 21, 2018 (36 days until expiration)

70.00 STRIKE CALL

Bid	Ask	Bid/Ask Size	Implied Volatility	Last	Volume	Open Interest
1.57	1.59	8 x 23	18%	1.56	359	2,232

WBA 12-Month Stock Chart:



TickerTech.com Aug 16, 2018

Current Odds Call Expires Worthless: **49%**

A \$1 WBA Move Could Change Odds: 7%

WBA Trades Below Strike By: 0.17%

WBA Last Trade: 69.88

WBA Current Dividend Yield: 2.52%

Total Return If Called: +2.42%

Inferred Dividend Yield At Exit Price: 2.46%

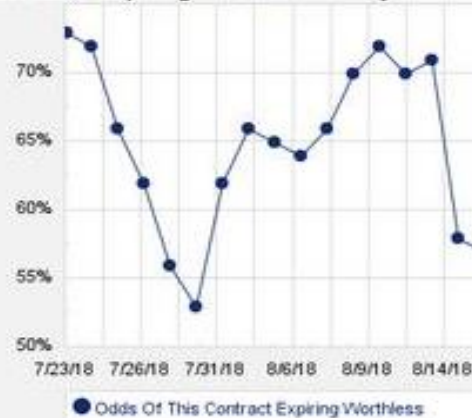
YieldBoost™ At Bid: **2.25% / 22.78%**
 (Total / Annualized)

70.00 Strike Call Trading History:



TickerTech.com Aug 16, 2018

Odds Of Expiring Worthless History:



TickerTech.com Aug 16, 2018

Kennametal Buy Write Grinds Out Dividend And Generous Call Premium

Forbes Premium Income Report

AUGUST 14, 2018 – Today's conservative recommendation is a buy write on shares of **Kennametal (KMT)**, a supplier of tools and machinery for industrial and infrastructure companies. Kennametal has an ex-dividend date tomorrow, August 15, for a payout of \$0.20 per share. Doing this buy write today puts you in line to grab that dividend. Please email me (jdobosz@forbes.com) at any time with questions about trades, past positions or how to use this service. – *J.D.*

TODAY'S TRADE

CONSERVATIVE:

Kennametal (KMT) - Buy Write

Buy 100 KMT, Sell to Open 1 October 19 \$40 Call

Execute for Net Debit of \$37.80 or lower

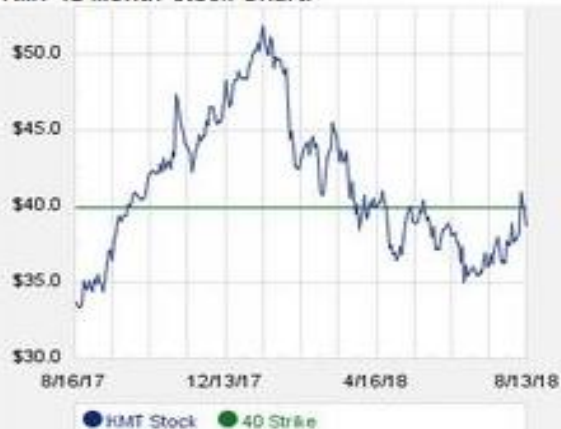
Kennametal Inc. (KMT) Last: 39.45, Change: +0.86 (2.23%), Volume: 466,613
 Put volume: 23 - Call volume: 38 - Put:Call Ratio: 0.61

October 19, 2018 (66 days until expiration)

40.00 STRIKE CALL

Bid	Ask	Bid/Ask Size	Implied Volatility	Last	Volume	Open Interest
1.60	1.90	57 x 121	31%	1.40	2	216

KMT 12-Month Stock Chart:

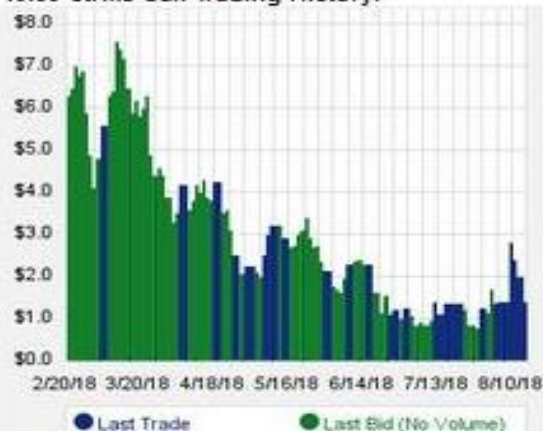


TickerTech.com Aug 14, 2018

Current Odds Call Expires Worthless:	52%
A \$1 KMT Move Could Change Odds:	8%
KMT Trades Below Strike By:	1.39%
KMT Last Trade:	39.45
KMT Current Dividend Yield:	2.03%
Total Return If Called:	+5.45%
Inferred Dividend Yield At Exit Price:	1.93%

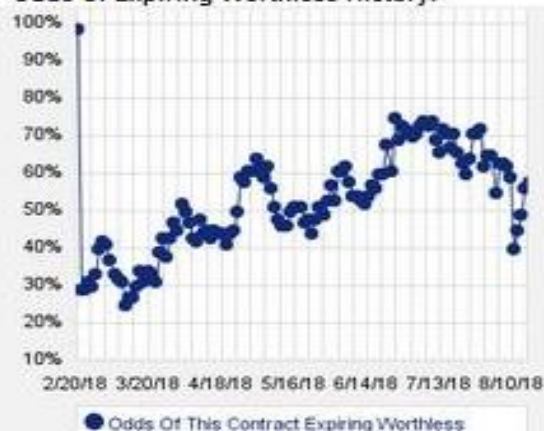
YieldBoost™ At Bid: 4.06% / 22.43%
 (Total / Annualized)

40.00 Strike Call Trading History:



TickerTech.com Aug 14, 2018

Odds Of Expiring Worthless History:



TickerTech.com Aug 14, 2018

Writing (Selling) Puts

Selling Short-Term Puts On Six Flags

Forbes Premium Income Report

AUGUST 1, 2018 – Today's aggressive trade is a two-week put write on shares of amusement park operator **Six Flags (SIX)**. If we are assigned the stock at expiration on August 17, we will be able to wet our beak with a dividend of \$0.78 per share coming up at the end of the month. Please email me (jdobosz@forbes.com) at any time with questions about trades, past positions, or how to use this service. -- *J.D.*

TODAY'S TRADE

AGGRESSIVE:

Six Flags (SIX) - Put Write

Sell 1 SIX \$62.50 August 17 Put @ \$1.00 or higher

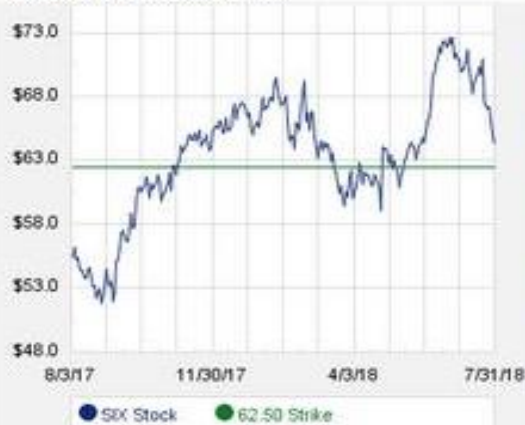
Six Flags Entertainment Corp (SIX) Last: 63.12, Change: -1.83 (-2.82%), Volume: 929,403
 Put volume: 95 - Call volume: 291 - Put:Call Ratio: 0.33

August 17, 2018 (16 days until expiration)

62.50 STRIKE PUT

Bid	Ask	Bid/Ask Size	Implied Volatility	Last	Volume	Open Interest
0.95	1.10	51 x 91	27%	0.45	5	56

SIX 12-Month Stock Chart:



TickerTech.com Aug 1, 2018

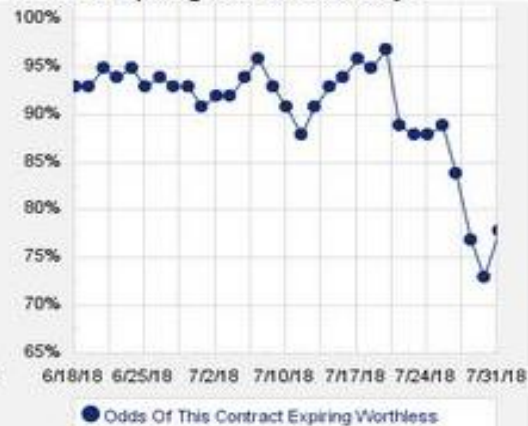
Current Odds Put Expires Worthless:	58%
A \$1 SIX Move Could Change Odds:	13%
SIX Trades Above Strike By:	0.98%
SIX Last Trade:	63.12
SIX Current Dividend Yield:	4.94%
Cost Basis If Put:	61.55
Inferred Dividend Yield At Cost Basis:	5.07%
YieldBoost™ At Bid: (Total / Annualized)	1.52% / 34.67%

62.50 Strike Put Trading History:



TickerTech.com Aug 1, 2018

Odds Of Expiring Worthless History:



TickerTech.com Aug 1, 2018

Booking Early Profit On Six Flags Put Write, Launching Into Buy Write With Eye On Dividend

Forbes Premium Income Report

AUGUST 7, 2017 – Today's conservative trade is a buy write on shares of amusement and water park operator **Six Flags Entertainment (SIX)**, designed to capture a dividend at the end of August, as well as some capital gains. If you [sold puts on Six Flags six days ago on August 1](#), my recommendation is to buy to close those puts to lock in an early profit that produces 85% of the possible return you could achieve if you stayed in the trade until expiration in 10 days.

Please email me (jdobosz@forbes.com) at any time with questions about trades, past positions, or how to use this service. -- *J.D.*

TODAY'S TRADE

CONSERVATIVE:

Six Flags Entertainment (SIX) - Buy Write

Buy 100 SIX, Sell 1 September 21 \$67.50 Call

Execute for Net Debit of \$64.95 or lower

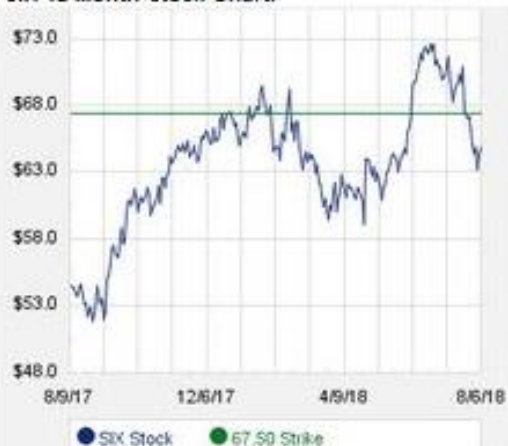
Six Flags Entertainment Corp (SIX) Last: 66.02, Change: +0.38 (0.56%), Volume: 221,001
 Put volume: 101 - Call volume: 220 - Put:Call Ratio: 0.46

September 21, 2018 (45 days until expiration)

67.50 STRIKE CALL

Bid	Ask	Bid/Ask Size	Implied Volatility	Last	Volume	Open Interest
1.15	1.30	30 x 99	20%	1.25	4	790

SIX 12-Month Stock Chart:



TickerTech.com Aug 7, 2018

Current Odds Call Expires Worthless: **60%**

A \$1 SIX Move Could Change Odds: 7%

SIX Trades Below Strike By: 2.24%

SIX Last Trade: 66.02

SIX Current Dividend Yield: 4.73%

Total Return If Called: +3.98%

Inferred Dividend Yield At Exit Price: 4.55%

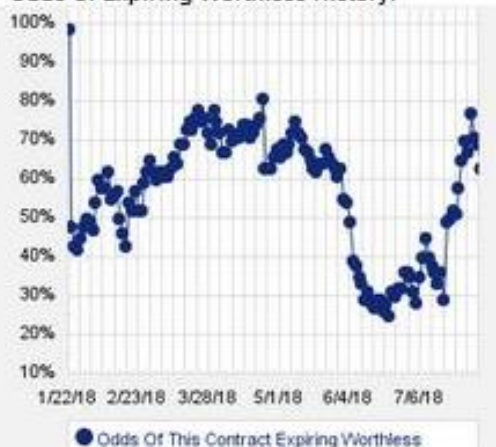
YieldBoost™ At Bid: **1.74% / 14.13%**
 (Total / Annualized)

67.50 Strike Call Trading History:



TickerTech.com Aug 7, 2018

Odds Of Expiring Worthless History:



TickerTech.com Aug 7, 2018

Playing Games With One-Month Put Write On Activision

Forbes Premium Income Report

AUGUST 23, 2018 – I need to drive to JFK airport to catch a 4:15 flight to San Francisco this afternoon, so the aggressive trade for today will be coming to you tomorrow morning. It will still be early in San Francisco when the market gets rolling in New York, so I'll get up early and have a fresh pick for your review. In the meantime, the conservative trade today is a put write on video game publisher Activision Blizzard, a veritable growth stock that has thrived on multiple gaming platforms over the past four decades. Please email me (jdobosz@forbes.com) at any time with questions about trades, past positions, or how to use this service. -- *J.D.*

TODAY'S TRADE

CONSERVATIVE:

Activision Blizzard (ATVI) - Put Write

Sell 1 ATVI \$70 September 21 Put @ \$1.60 or higher

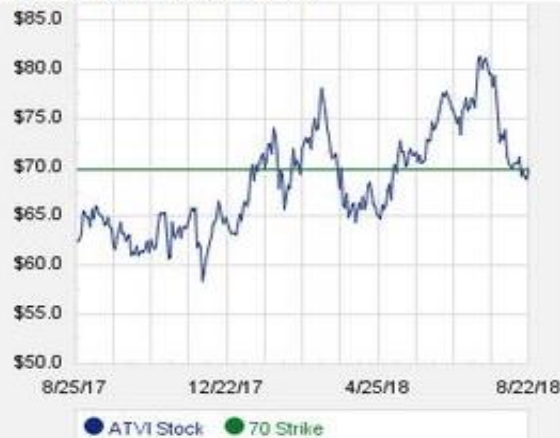
Activision Blizzard, Inc. (ATVI) Last: **70.97**, Change: -0.46 (-0.64%), Volume: 3.19M
 Put volume: 1,928 * Call volume: 6,066 * Put:Call Ratio: 0.32

September 21, 2018 (29 days until expiration)

70.00 STRIKE PUT

Bid	Ask	Bid/Ask Size	Implied Volatility	Last	Volume	Open Interest
1.58	1.62	27 x 21	25%	1.58	93	2,539

ATVI 12-Month Stock Chart:



TickerTech.com Aug 23, 2018

Current Odds Put Expires Worthless:

57%

A \$1 ATVI Move Could Change Odds: 7%

ATVI Trades Above Strike By: 1.37%

ATVI Last Trade: 70.97

ATVI Current Dividend Yield: 0.48%

Cost Basis If Put: 68.42

Inferred Dividend Yield At Cost Basis: 0.50%

YieldBoost** At Bid:
(Total / Annualized)

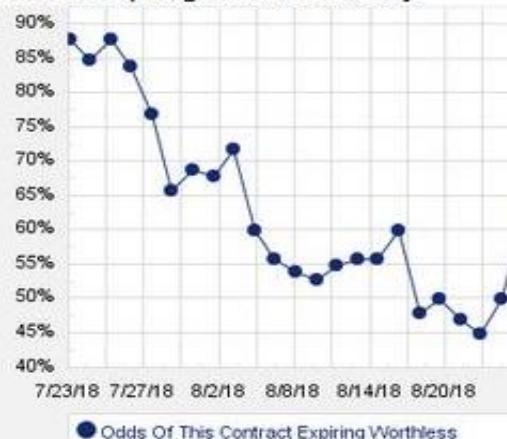
2.26% / 28.41%

70.00 Strike Put Trading History:



TickerTech.com Aug 23, 2018

Odds Of Expiring Worthless History:



TickerTech.com Aug 23, 2018

Accept Gifts When Offered



John Dobosz

8/24/2018 @ 3:22PM

If You Like Earning 56% Of Potential Profit In One Day, Buy To Close Activision Puts Today

Forbes Premium Income Report

HOTLINE – AUGUST 24, 2018: ACTIVISION BLIZZARD (ATVI)

This service is not designed for day trading and earning lightning quick profits, but with shares of video game maker Activision Blizzard trading almost as high as \$74 per share, the \$70 September 21 puts that we sold on Thursday for \$1.60 can now be bought for \$0.70. That would give us a profit on one contract of \$90, for one day of work. My recommendation is buy to close, using a limit price of \$0.70 or lower. You could put in a low-ball order and try to make a few more bucks but for me it seems that when the market gives you gifts like these, you shouldn't refuse. What if the stock falls back and even pierces \$70 in a few weeks? If that happens, you'd probably be pining for this modest but immediate profit.

Big Lots Put Write Earns Us Rich Premium

Forbes Premium Income Report

JULY 5, 2018 – Today's aggressive trade is a put write on shares of discount retailer **Big Lots (BIG)**. The next earnings report is due out August 24, and there is no ex-dividend date until mid-September, so we have a window to sell some puts that expire on August 17. Please email me (jdobosz@forbes.com) at any time with questions about trades, past positions, or how to use this service. -- *J.D.*

TODAY'S TRADE

AGGRESSIVE:

Big Lots (BIG) - Put Write

Sell 1 BIG \$40 August 17 Put @ \$1.60 or higher

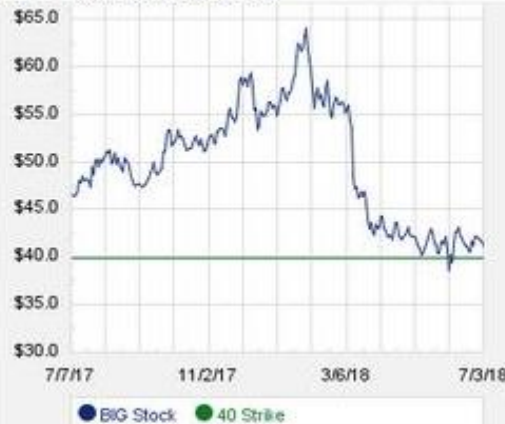
Big Lots, Inc. (BIG) Last: 40.55, Change: -0.23 (-0.56%), Volume: 954,933
 Put volume: 495 - Call volume: 6,707 - Put:Call Ratio: 0.07

August 17, 2018 (43 days until expiration)

40.00 STRIKE PUT

Bid	Ask	Bid/Ask Size	Implied Volatility	Last	Volume	Open Interest
1.60	1.70	39 x 42	36%	1.73	6	91

BIG 12-Month Stock Chart:



TickerTech.com Jul 5, 2018

Current Odds Put Expires Worthless: **57%**

A \$1 BIG Move Could Change Odds: 10%

BIG Trades Above Strike By: 1.36%

BIG Last Trade: 40.55

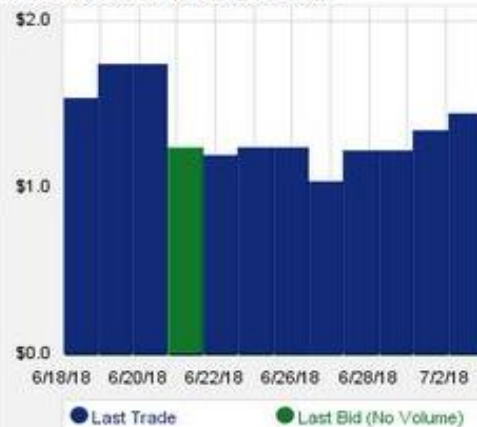
BIG Current Dividend Yield: 2.96%

Cost Basis If Put: 38.40

Inferred Dividend Yield At Cost Basis: 3.13%

YieldBoost™ At Bid: **4.00% / 33.95%**
 (Total / Annualized)

40.00 Strike Put Trading History:



TickerTech.com Jul 5, 2018

Odds Of Expiring Worthless History:



TickerTech.com Jul 5, 2018

Cashing In Big Lots Put Write Profits Three Weeks Early

Forbes Premium Income Report

HOTLINE: JULY 25, 2018 – BIG LOTS (BIG)

Less than [three weeks ago on July 5](#), we sold one contract of \$40 puts on discount retailer Big Lots (BIG), earning \$1.60 per option. Today, because shares of Big Lots have rallied higher, we can close out this position by buying these puts at \$0.35, and that's what I recommend doing. If you are short the August 17 \$40 BIG puts, put in a buy to close order for one contract. Use a limit price of \$0.35. If your order is filled, you will earn a profit \$125 on \$3,840 at risk, over a 20-day period. That's good for a return of 3.26%, or 59.4% annualized.

Taking Another Bite At The Big Lots Apple

Forbes Premium Income Report

JULY 27, 2018 – Although criminals return to the scene of a crime, we are not criminals, and it was no crime to make money writing puts on discount retailer **Big Lots (BIG)**. Nonetheless, we are turning to Big Lots and writing puts again for today's aggressive trade. Earnings are due out on August 24, and the puts we are writing expire on August 17. Please email me (jdobosz@forbes.com) at any time with questions about trades, past positions, or how to use this service. -- *J.D.*

TODAY'S TRADE

AGGRESSIVE:

Big Lots (BIG) - Put Write

Sell 1 BIG \$42.50 August 17 Put @ \$1.10 or higher

9/10/2018 @ 11:26AM



Locking In Paper Profits By Closing Out Domtar Put Write Two Weeks Early

Forbes Premium Income Report

John Dobosz

SEPTEMBER 10, 2018 – HOTLINE: DOMTAR (UFS)

Back on August 2, we sold one contract of \$47.50 September 21 puts on pulp and paper products maker **Domtar (UFS)** for \$1.05. Today we can buy to close this short put position for a nickel or less, and that's my recommendation. By risking \$4,645, we earned \$100, or 2.15%. Over 39 days, the annualized return is 20.1%.



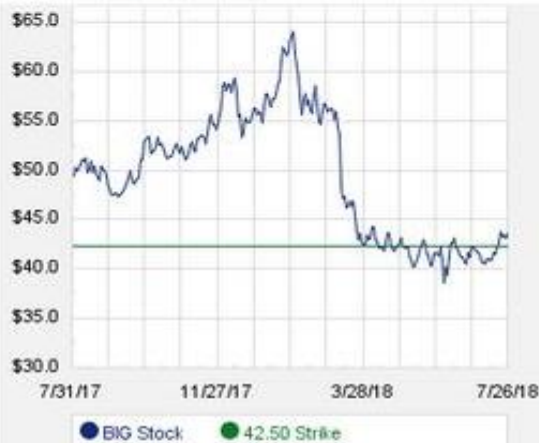
Big Lots, Inc. (BIG) Last: 42.56, Change: -1.48 (-3.38%), Volume: 250,302
 Put volume: 381 - Call volume: 241 - Put:Call Ratio: 1.58

August 17, 2018 (21 days until expiration)

42.50 STRIKE PUT

Bid	Ask	Bid/Ask Size	Implied Volatility	Last	Volume	Open Interest
1.10	1.20	56 x 1	31%	1.15	41	204

BIG 12-Month Stock Chart:



TickerTech.com Jul 27, 2018

Current Odds Put Expires Worthless: **52%**

A \$1 BIG Move Could Change Odds: 14%

BIG Trades Above Strike By: 0.14%

BIG Last Trade: 42.56

BIG Current Dividend Yield: 2.82%

Cost Basis If Put: 41.40

Inferred Dividend Yield At Cost Basis: 2.90%

YieldBoost™ At Bid: **2.59% / 44.99%**
 (Total / Annualized)

42.50 Strike Put Trading History:



TickerTech.com Jul 27, 2018

Odds Of Expiring Worthless History:



TickerTech.com Jul 27, 2018

Booking Put-Write Profits Early As Big Lots Comes Through For Us Again

Forbes Premium Income Report

HOTLINE – AUGUST 9, 2018: BIG LOTS (BIG)

On July 25, we closed out a put write on discount retailer Big Lots (BIG) early and took our profits after shares surged. Two days later, on July 27, we sold more puts on Big Lots, earning \$1.10 for selling one contract of the \$42.50 August 17 puts. That was when BIG was trading at \$42.56. Today shares of BIG trade near \$47.50 and we can close out the position for \$0.05 or lower, and that's what I recommend doing.

If you are short the \$42.50 August 17 BIG puts, put in a buy to close order for one contract and use a limit price of \$0.05. If you do this, you will have earned \$105 on \$4,140 at risk, or 2.54% over a 13-day period. On an annualized basis, that's 71.2%.

What, Me Worry?



What could go wrong?

Stock price tanks:

If you've sold calls, buy to close and sell new calls at lower strike prices if you can buy them at 75% or more below the price at which you sold them.

If you've sold puts, buy to close when underlying stock price drops 10% below potential cost basis (strike price minus put premium).

When The Stock Jumps

If you've sold calls, you could buy to close the short calls at a loss, but then sell additional calls at a higher strike price

If you've sold puts, and if you can buy to close the position 75% or more below the price you received for the puts, buy them and look for new opportunities, maybe a buy write on the underlying stock

Forbes Premium Income Report

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6.2% avg. total return

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