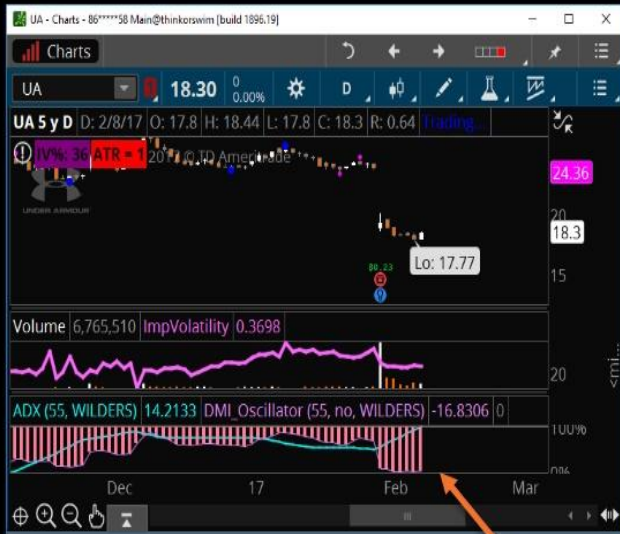


# Option Strategy Selection Tool

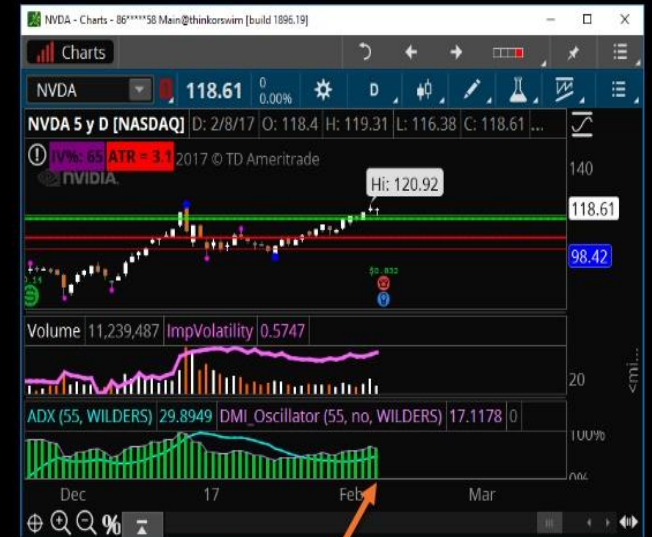
## Step 1) Directional Assessment



DMI Negative - Bearish



DMI Neutral - Neutral



DMI Positive - Bullish

# Option Strategy Selection Tool

## Step 2) Implied Volatility Assessment



IV % Above 50%



IV % - Below 50 %

# Option Strategy Selection Tool

Step 3) Implied Volatility Assessment

**Bullish**

**- or -**

**Bearish**

Debit Spread

Credit Spread

Debit Spread

Credit Spread



- \*Bullish
- \*Risk is defined
- \*Buy a call
- \*Sell a higher call
- \*Same expiration

- \*Bullish
- \*Risk is defined
- \*Sell a put
- \*Buy a lower put
- \*Same expiration

- \*Bearish
- \*Risk is defined
- \*Buy a put
- \*Sell a lower put
- \*Same expiration

- \*Bearish
- \*Risk is defined
- \*Sell a put
- \*Buy a higher put
- \*Same expiration

# Option Strategy Selection Tool

Step 4) Implied Volatility Assessment

**Bullish**

**- or -**

**Bearish**

IV % Above 50%

IV % - Below 50 %

IV % Above 50%

IV % - Below 50 %

Credit Spread

Debit Spread

Credit Spread

Debit Spread

Conviction

Conviction

Conviction

Conviction

Tier 1 - Sell delta 60 puts or higher  
Tier 2 - Sell delta 50 puts or higher  
Tier 3 - Sell delta 40 puts or higher  
Tier 4 - Sell delta 30 puts or higher

Tier 1 - Buy delta 30 calls or higher  
Tier 2 - Buy delta 40 calls or higher  
Tier 3 - Buy delta 50 calls or higher  
Tier 4 - Buy delta 60 calls or higher

Tier 1 - Sell delta 60 calls or higher  
Tier 2 - Sell delta 50 calls or higher  
Tier 3 - Sell delta 40 calls or higher  
Tier 4 - Sell delta 30 calls or higher

Tier 1 - Buy delta 30 puts or higher  
Tier 2 - Buy delta 40 puts or higher  
Tier 3 - Buy delta 50 puts or higher  
Tier 4 - Buy delta 60 puts or higher