

Lackpotoption's Positional Trades

SESAGOA MAY 2011 -FUTURE NOW TRADE IN CMP AT 326.00

SESAGOA BREAK-OUT TARGET: 400.00

[Investment required: Rs.75,000]

BUY SESAGOA MAY 2011 FUT AT: 326.00

HEDGE: BUY SESAGOA 340 MAY 2011 PUT OPTION, NOW CMP: 22.25

HOLD POSITIONS STILL TARGET OR EXPIRY

MAXIMUM LOSS OF THIS STRATERGY: **Rs.8250.00** [NO NEED MTM TENTION]

OUR COST: SESAGOA FUTURE BUYING PRICE: **326.00**

340 PUT BUY PRICE: **22.25**

TOTAL OUR INVESTMENT: **348.25**

SESAGOA FUT WE CLOSE THE POSITION AT **360.00**

WE GET PROFITS:

$$\mathbf{360 - 348.25 = 11.75 * 1000 [LOT SIZE] = Rs.11,750}$$

SESAGOA FUT WE CLOSE THE POSITION AT **380.00**

WE GET PROFITS:

$$\mathbf{380 - 348.25 = 31.75 * 1000 [LOT SIZE] = Rs.31,750}$$

SESAGOA FUT WE CLOSE THE POSITION AT **400.00**

WE GET PROFITS:

$$\mathbf{400 - 348.25 = 51.75 * 1000 [LOT SIZE] = Rs.51,750}$$

HOW TO CALCULATE MAX LOSS:

SESAGOA FUT WE CLOSE THE POSITION AT **300.00**, AND
THEN JUST SEE THE CALCULATING MAXIMUM LOSS

OUR BUY RATE: **326.00**

WE CLOSE THE POSITION AT: **300.00**

OUR LOSS: **26.00**

SESAGOA 340 PUT OPTION OUR BUY RATE: **22.25**

IF SESAGOA TRADE 300 LEVELS, WE GET

340 PUT PREMIUMS: 40.00

PUT OPTION OUR BUY RATE: **22.25**

OUR PUT OPTION PROFIT: **17.75**

SESAGOA FUTURES TRADING LOSS: 26.00

SESAGOA 340 PUT OPTIONS PROFIT : 17.75

OUR TRADING LOSS : 8.25

8.25 * 1000 [LOT SIZE]: Rs 8250.00

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