

Disclaimer

- Today's webinar is for educational purposes only.
- Nothing in today's presentation should be considered a recommendation to buy or sell any security.
- All stocks and options shown are examples only
- Any pricing or potential profitability shown does not take into account your trade size, brokerage commissions or taxes which will affect actual investment returns.
- Stocks and options involve risk and are not suitable for all investors and investing in options carries substantial risk.
- Past stock or option performance is no guarantee of future price appreciation or depreciation.
- Prior to buying or selling options, a person must receive a copy of Characteristics and Risks of Standardized Options available at: <http://www.cboe.com/Resources/Intro.aspx>.

InvestorsObserver Workshop

InvestorsObserver Workshop

- Charts
- What Else is Happening?
- Hot Right Now
- Member-driven content: Questions, site demonstrations, etc.
 - Can prepare slides for questions submitted ahead of time: Mention “workshop”

S&P 500



S&P 500
One Year

NASDAQ



Nasdaq
One Year

Russell 2000



Russell 2000
One Year

S&P 500 vs. Equal Weight

One Year



Growth vs. Value

VTV vs. VUG One year



Hot Right Now

- Energy
 - Thermal Coal
 - Oil & Gas Midstream
 - Oil & Gas Refining & Marketing
- Utilities
 - Regulated Gas
 - Independent Power Producers
 - Regulated Electric
- Financial Services
 - Shell Companies
 - Banks - Regional
 - Financial Data & Stock Exchanges
- Real Estate
 - REIT - Specialty
 - REIT - Retail
 - REIT - Hotel & Motel
- Industrials
 - Infrastructure Operations
 - Industrial Distribution
 - Uranium

What Else is Going On?

- Interest Rates / Inflation / Federal Reserve
 - Fed wants to be taken seriously
 - They are going to get inflation under control
 - Higher stock prices is not compatible with higher stock prices
 - This doesn't necessarily mean all stocks, but stocks generally.
 - Inflation data moving in the right direction
 - Labor market still looks strong
 - Fed would like to see it weaker
 - Job openings may not be reliable indicator of job market
- Recession Talk
 - Most seems to be forward looking at this point
 - There will be another recession
 - When is anyone's guess
 - Fed has recently been pretty gentle
- Energy prices
 - Big issues in Europe
 - Could spill over to U.S. to some degree, especially when cold weather comes
 - This is THE major factor in people's perceptions of inflation.

Questions?

What's is the best way to predetermine rising stocks for the next day?

IO predictions often rise before the market opens for public trading. As such, is there a chance for a next day predictions or next day stocks to ponder upon.

– Ralph

- IO doesn't make predictions.
 - Morning Update quotes futures prices
 - Also includes what stocks are moving pre-bell.
 - These are both just reports on what is happening in different markets.
- What is going to move tomorrow?
 - Earnings calendar
 - FDA calendar
 - Sentiment score
- None of these are fool proof.
 - Predicting the future is hard
 - The shorter-term you are looking at, the harder it is to predict stock movements.
 - Good companies tend to gain value over time

Questions?

How to manage covered calls after a steep drop?

– Ralph

- Do you still like the stock?
 - A covered call is mostly a long stock position. If you no longer feel good about the stock, get out.
- You can sell more calls against the stock.
 - OTM covered call tool

Questions?

1. *Is the stock and option information based upon the previous day market closed price info or the next morning open market price??*

2. *Why are the Option strike prices are mostly IN THE MONEY?? I trade bearish credit options on out of the money strike prices. ITM strike price will be very risky.*

Please explain your strategy for your option suggestions. – Dinkar

- Currently, scores and trades are based on previous day's closing prices.
 - Working on improvements that will allow intra-day scoring and trades.
 - InvestorsKeyhole and Portfolio trades are done using real-time data by analysts
- Not sure what this is in reference to. All of our credit spreads are OTM.
 - Debit spreads and covered calls are frequently ITM and ATM
- Each strategy is different.
 - Covered calls and short puts are near the money to capture the most premium.
 - Diagonal spreads are synthetic covered calls, but also available using puts
 - Credit spreads are different in different places
 - IK trades pretty far OTM
 - Screener and portfolio trades are much closer to the money and usually shorter.

Questions?

3. *I am not receiving any notification about your market interpretation on daily/weekly basis.*

4. *What is the most appropriate/effective method to trade weekly credit options using your service?*

-Dinkar

- Check Message Settings under My Account
 - May need to check spam or other folders (updates/promotions in Gmail)
 - Is there's some specific email you don't seem to be getting, and you've checked settings, let us know and we might be able to investigate further.
- The screener has a lot of weekly trades
 - You can look for the trades that match what it is you're trying to accomplish
 - Also screen for the things you're comfortable with.

Questions?