

# 24-hour SPX

[00:00:00] It is Monday, September 13th and another zero dash DTE podcast. This is the, this is I believe number 36 36 episodes of pure zero DTE gold 36 episodes of showing you a strategy. Using options on the S and P whether it's the SPX or the E-mini futures and doing it different than just about every other body out there or service, in fact, doing it almost exactly the opposite of what they do.

[00:00:53] That's because they losers and we are not. Now I must admit that these past two weeks have been slow. And that is typical for early September or most of September in any year for any trader, for any fund, any hedge fund, any market, September is the worst month of the year period. We can still eek out a profit.

[00:01:22] Although our losses and our win rate, diminished. There's no doubt about it. However, today we are in a very good position to possibly pin our trade. And if that happens, we could stand possibly making, oh boy. It looks like. 600 to 800% on the risk that we used on our risk capital. And that happens about 10 to 15% of the time on average, during high volatility regimes.

[00:01:58] And that's when volatility is above 17, below 34, our experience, at least in this service has been, pinning trades and getting that kind of return. Almost on a regular basis, about 25 to 30% of the time with win rates as high as 95%. Right now, our win rate over the last week of August. And the first two weeks of September has gone from that high down to something closer to 50 or 60%, maybe even for a period they're even lower than that.

[00:02:35] Thankfully, that is a very, very short period throughout the entire year. But I'll say that even during that time, our worst period ever, I would put up our performance against any other zero DTE service during the best time. It's right. That's exactly. And I often say, and some people have criticized me for this.

[00:03:02] Oh, by the way, today's episode. I'm sorry. This is like the commercial time I've got to talk up the service, right. Today's episode is about some new developments in the spa. The S&P index, the CBOE index that will be happening in a couple of months. Huge, huge news, especially for the service.

[00:03:25] And I think that it's something that you're going to want to know about, but I want to, I just wanted to talk a little bit about what we do compared to every other zero DTE service. I have many converts from those other services coming to me saying, you know, what are any you're exactly right. The dash in zero dash DTE makes all the difference in the world because without the dash, you're in a service that is total trash and it's that service as well as other services that are professing, that they have zero DTE they're using way, way, way too much capital for what they're doing way too much risk, complete anxiety driven services.

[00:04:09] Those others here, it is completely the opposite. We use a small amount of capital to make huge gains. That's what we do, zero anxiety. And, that puts us into a position where you can make intelligent. Level-headed decisions you can make decisions, good decisions, because you develop confidence very quickly because we know what our edge is here.

[00:04:38] All right. That is the commercial. I don't know. How long did I, how long did that take? Hope that it didn't take too long.

[00:04:45] All right. What's with the Bitcoin. That is to show my, solidarity with the crypto crowd. Now I like the hat. It fits well, next time I'll wear my, backdoor donuts hat. Okay. Maybe you'll feel better than where is that hat? I dunno where it is. All right now onto the big news. The big news is all about the SPX options on the SPX.

[00:05:11] That's the S&P index, the CBOE index, the big index, perhaps the most traded index out there. Now you can't trade the index. You can trade options on the index. You can trade big S&P futures or E-mini futures, but the index itself has no ability to be traded other than through options.

[00:05:36] Now that's what we do. That's one of the things, one of the asset types that we choose to trade the big news. Is that well, currently the SPX options on the SPX, they trade during the cash market, just like every other stock option. You can't open a position until, you know, 9:30 in the morning and at 4:00 PM, that's it.

[00:05:59] You're all done. Now the advantage of the SPX though, is that it is a cash settled option. So, you don't have to worry about a yeah. Now your broker will say, oh, you were assigned, but you don't have to worry about it. You're not getting assigned a futures contract that you have no control over. That's going to move on you.

[00:06:19] They assign you cash. They settle it up in cash on whatever the what's called the fixing prices at the close of the market. So that's a big advantage of the SPX over say trading the E-mini S&P futures. The options on those futures. And that's because you can get assigned a futures contract.

[00:06:43] Now that's not necessarily a good thing or a bad thing. I mean, depending on whether or not, hey, you could want to get assigned a futures contract. Most people don't, they just want to trade the option back and forth. And that's it. And not worry about getting assigned, just like you may not want to get assigned a stock unless that was your intent.

[00:07:04] Maybe you sold some puts and you wanted to get it at a discount and then getting assignment might be what you were after. But in most cases, people don't want to get assigned. So, they look at the emails. Futures the options on the E-mini futures in a negative way, because they're afraid of that assignment.

[00:07:24] And quite frankly, they should never be afraid of the assignment because if you're afraid of the assignment, there's a very, very simple answer to that. Just get out of the trade before the end of the day. Now, if you're not familiar with, 0-DTE options on the SPX or the E-mini futures, or even the spy.

[00:07:45] They have three weekly expirations and that presents three separate opportunities to take advantage of the rapid premium decay that happens at the end of that. At the end of expiration or that zero DTE event, the zero DTE means the last day of expiration zero days to expiration 0-DTE. And that presents an incredible edge for people who understand that edge.

[00:08:18] You can take advantage of that extreme premium decay. If you are a seller. Of that premium or at least you put on a strategy that collects that premium. And that's what we do. We collect that premium. Now we like trading the futures because they have a lot of advantages currently over the SPX. Now assignment is not one of those advantages.

[00:08:49] However, and maybe commissions. Aren't really one of those advantages. Those are two advantages that the SPX has over the E-mini futures, although, because of our inversion of risk and our huge gains that we have on the capital that we put on come commissions really aren't a problem for us. However, for most other services, they are an extreme problem, and that's why most of the other people trade the SPS.

[00:09:18] The biggest problem with the SPX is that it is traded during cash hours. The futures are traded around the clock. That is a huge advantage. The

other big advantage of the futures contract, the options on the futures is that there is no pattern day trader rule. You do have a pattern day trader rule problem with the SPX.

[00:09:38] So unless you have a \$25,000 account or above. You must be careful on how many trades that you take per week, because within a five-day rolling period, you're only allowed three of those day trades. And of course, the zero DTE trade is a day trade unless you allow it to expire without exiting that same day.

[00:10:00] That is one way that you can avoid getting tagged. One of those, one of those. Allowable trades. Otherwise, you get tagged to pattern day trader, and if you go over three, then your broker is going to potentially, or with a very high likelihood, close your account for up to 90 days. So that is a big disadvantage of trading the SPX.

[00:10:25] If you have a smaller account with a bigger account, Nope, no issue, but the futures product, because you can trade around the clock. It's a huge advantage. Huge. Now it expires at the same time as the SPX and all other options at four o'clock in the afternoon, but you can open that trade anytime you want.

[00:10:47] The session starts at six o'clock the previous day. And so, you could open it up anytime in the evening. Yesterday, as a matter of fact, we did a trade like that today. You could, open it up maybe right before or right after when all those economic reports are usually reported around between seven and eight 30 in the mall.

[00:11:09] Eastern time. That's another huge advantage. You can't do that with the SPX. I could even close a trade before the market even opens, which has happened several times where we've gained enough profit from the premium that decayed from the night before to market open. And we're out of the trade.

[00:11:26] No more risk. And we're done. You can't do that with the SPX right now, but on November 21st of this year, The CBOE is going to open round the clock trading with the SPX. That is huge. Now there is a disadvantage, another disadvantage of the SPX over the futures. And that is that because it is an index, a calculated index.

[00:11:56] It has no value. The SPX has no volume. So, one of the principle things that we use in doing our analysis is we use volume per excuse me, volume profile, to do a market structural analysis. And that is critical in, in our

strategy. You don't have that with the SPX, however, because the SPX and the E-mini futures are basically looking at the same thing.

[00:12:25] We can use the volume that comes with the E-mini futures as a proxy to the SPX. Now we'll be able to trade the SPX and its advantages, which are primarily no assignment. Plus, it has larger margin, bigger contracts, et cetera. The ES is about one quarter of the size. Lower commissions. We can now use the E-mini futures volume and the analysis that we do use that as a proxy and then put on trades with the SPX and we can do it anytime that we want.

[00:13:00] That happens in November. That is going to open huge possibilities here in this service. It will not open possibilities in the other services because I can guarantee. That they will not know how to take advantage of that. The way we do the way we use inversion of risk, no contest. So, there you go.

[00:13:23] There is there's the big news and do not underestimate this, do not discount this. This is phenomenal, particularly for us. Because now we have the option, no pun intended of selling premium on the E-mini futures or the SPX or both together. Now there's an idea and it's going to open huge opportunities for members of this service.

[00:13:55] If you want to give it a try, go to [0-dte.com/try](http://0-dte.com/try). You get a four-week trial on the server. After that four weeks, if you want to join, I will rebate the cost of that trial towards the service. Our service is like no others. We are not necessarily an alert service. We are really a coaching and mentoring service.

[00:14:22] So what you're really paying for is to learn how to. Trade options. Trade the zero DTE strategy that we have here. Learn how to become a professional trader, learn how to use the inversion of risk and be going after an average of 150 to 200% return on your capital on every trade and 10 to 15% of the time going for trades that make as much as 500, 1500 and even yes, even 2000% on your trade in a single.

[00:14:53] That's what we practice that is. So outside the realm of all the other 0-DTE services, they don't even know what I'm talking about. They have no idea. That's why the members, they're flocking to the service and that's the truth.

[00:15:09] No, I don't know if one day they will be zero DTE, 0-DTE, shit coins. Is that what you think that this is foretelling? Maybe.

[00:15:20] All right. So, that's the big news I wanted to tell you about that. And why don't you join up? You've got nothing to lose and everything to gain. 0-dte.com/try. I want to thank you very much for showing up. We're going to have a great rest. Now we do have a trade on right now. We have an E.

[00:15:42] And Imani trade and an SPX trade on right now, both are in contention for pinning the trade. The IES trade has the chance of making as much as 800%. Currently, we have a return that's very close to 300% of unrealized gains. We could take that off right now and make almost 300% well, the commissions and everything probably closer to 250%.

[00:16:08] The SPX is in prime position. To potentially also, penetrate today. So, we may have two trades to today where we get two pins. That will be a first for us to in one day anyways. There you go. Thank you very much for joining me. We'll see you Wednesday. When we do another zero dash DTE podcast, take care and peace to you all.

[00:16:38] Where is that off button?

[00:16:42] Jacob's going to join tomorrow. All right, Jacob.

[00:16:46] There it is. Yeah. In that store.