



# WEEKLY OPTION

## WEEKLY EXPIRY OPTION STRATEGY

The short strangle option strategy is a limited profit, unlimited risk options trading strategy that is taken when the underlying stock is expected to experience little volatility in the near term.

### What is the strategy?

The short strangle, also known as sell strangle, is a neutral strategy in options trading that involve the simultaneous selling of a slightly out-of-the-money put and a slightly out-of-the-money call of the same underlying stock and expiration date.

### How it works??

Maximum profit for the short strangle occurs when the underlying stock price on expiration date is trading between the strike prices of the options sold. At this price, both options expire worthless and the options trader gets to keep the entire initial credit taken as profit.

### Strategy Recommended:

Bank Nifty Weekly Option Expiry Trade with Probability	
Bank Nifty	30800
Straddle	510
Upper Break Even	31300
lower Break Even	30300

Proposed Trade with 70% chances for success						
	Trade Type	Rate	Net Gain	Stoploss	LTP	MTM
Bank Nifty 31300 CE	Sell	77	167	210		
Bank Nifty 30300 PE	Sell	90	167	210		

Proposed Trade with 90% chances for success						
	Trade Type	Rate	Net Gain	Stoploss	LTP	MTM
Bank Nifty 31500 CE	Sell	43	98	120		
Bank Nifty 30100 PE	Sell	55	98	120		

Proposed Trade with 95% chances for success						
	Trade Type	Rate	Net Gain	Stoploss	LTP	MTM
Bank Nifty 31600 CE	Sell	30	76	95		
Bank Nifty 30000 PE	Sell	46	76	95		

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