



## Weekly Options Warrior Settings & Rules

- We use a 14 bar setting for both ADX and DMI.
- We use the indicators on a 30 minute chart and we look for ADX to cross above a declining DMI line to trigger an entry.
- We like to see ADX turning up from a low level, so the ADX close from 1 bar before the entry trigger must have a reading of 20 or lower.
- Also, ADX must be below both the DMI+ and DMI- lines before crossing above one of those lines to trigger a signal.
- An ADX cross above DMI+ is bearish and an ADX cross above DMI- is bullish.
- We only take long signals when the stock is trading above the 30-minute 200 bar Simple Moving Average, and we only take short signals when the stock is trading below the 30minute 200 bar Simple Moving Average.
- We use a -30% trailing stop, which means we trail the stop 30% from the peak option trade.
- We use a +100% profit target, so we will close the entire trade if the option price doubles.
- If a trade is at +75% or more within 48 hours we will exit the trade before the market closes.
- We use this method on MSFT (long only), PYPL (short only), AXP (short only), AMD, MNST, PM, CHWY, NEM, LOW, EW, APA, BIDU