



## NVDA Options Master Settings and Rules

### 30 Minute System

- We use a 20 bar Average True Range
- We use a 14 bar setting DMI +, DMI -, and ADX

#### **Bullish Signal:**

- We look for a rising ADX (ADX greater than the previous bar)
- We look for ADX to cross above DMI -
  
- Trades can be issued at the close of any 30 minute candle
- Once the trade is open, we use a +50% target on 2/3<sup>rd</sup>s of the open position to capture the initial risk

- We do not use a stop with the 30 minute system
- If the +50% target is reached, we will close the remaining portion of the trade after 5 trading sessions.
- If the target hasn't been hit, we will close the open trade after 5 trading sessions

We select the options of the following week's expiration, and we choose the option priced most closely to the 30 minute 20 bar Average True Range

## **Daily System**

- We use a 5 bar Donchian Channel (Price Channel)
- We use a 14 bar ADX

### **Bullish Signal #1:**

- We look for close greater than the upper Donchian Channel
- We look for an ADX greater than the previous bar
- We look for a close greater than the open

### **Bullish Signal #2:**

- We look for a close less than the lower Donchian Channel
- We look for a close less than the open

- Trades are issued in the final hour of the trading day
- Once the trade is open, we use a +200% target and a -50% stop

We select options that are three weeks from expiration (The current trading week + 3 expirations) and trade the option priced most similarly to the Average True Range x 0.25

### **Bearish Signal:**

- We look for the high of the signal bar to be greater than the upper Donchian Channel
- We look for the close of the signal bar to be less than the upper Donchian Channel
- We look for the signal bar's ADX to be less than the prior bar's ADX
- We look for the signal bar's close to be less than open
  
- Trades are issued at the open of the next trading session
  
- Once the trade is open, we use a +200% target and a -50% stop

We select options that are three weeks from expiration (The current trading week + 3 expirations) and trade the option priced most similarly to the Average True Range x 0.25