

Twitter Thread by Varun Mehra

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@AdityaTodmal Maine thoda colourfull banaya h..and added to system also....

73 BHAI

Theta → Tuesday, wed, Thursday
Decay
DJ Nifty Setup

- 1 → Price > Vwap > 50 EMA RSI > 70 sell PE ^{Volume rise}
- 2 → Price < Vwap < 50 EMA RSI < 40 ^{Volume rising}
Sell CE
- 3 → Price between 50 EMA & Vwap RSI between 40 & 60 Sell Strangle - 0.1M CE & 0.1M PE.
2-3 Strike away ATM.
- 4 → Strike Selected.

Option choiced in 5 min TF add Vwap & 50 EMA

- 5 → CE or PE case of Strangle ensure, option prices are trading below Vwap & 50 EMA
- 6 → SL → Vwap / EMA Higher one. Avoid SL Hunt
- 7 → If option price inching up slowly dont wait for SL to get hit exit as price close above Vwap
- 8 → Strangle Sold. PE got hit watch nifty & if clearly coming down CE option price are falling below 50 ema & Vwap sell CE's.

Imp:

Movement of Heavy weights.

Eg Reliance, Infy and TCS are down.

NFI is moving higher. Sell a far away PE or go for

Bull PE Spread - 15600 Sell & Buy 15500 PE.

Importance of Pivot PDH & PDL

→ Pivot → Act as S/R,

Nifty took support at pivot and trading higher next resistance is R₁ - Book at R₁ or trail

SL to existing PE or short additional

classmate