

[Add us to your address book](#)

# The Smart Option Seller

Let's Grab That Cash!



---

Issue #1090 February 27, 2024 - By Lee Lowell

## Trade Results - Bristol Myers Squibb (BMY)

Hello Smart Option Sellers,

I want to go over the results from Friday's new trade on BMY.

If you had your order in, then there was no problem getting filled.

Most of the prices centered around \$.30 per contract, so that'll be our official mark.

Here's what we did (official):

**Sold (sold-to-open) the BMY April 19, 2024 \$46 strike put option contracts for an official credit sale price of \$.30 per contract as an opening transaction (sold-to-open).**

BMY stock has since fallen a bit since Friday, so the put option value has gone up to around \$.44 per contract, putting us underwater at the moment.

If you didn't place your trade yet, you can do so at better prices.

**Do not** sell for anything less than \$.25 per contract

I want to address an email that came in yesterday from one of our members in regards to this position and the VZ position:

*Hey Lee,*

*The April 19 BMY 46 PUT is WAAAY underwater.*

*April 19 VZ 40 PUT closed under today.*

*Would like to avoid assignment on both.*

*Thoughts?*

Here's my thoughts:

I'm not sure what "way underwater" means, as it could be different for you than it is for me.

Right now, we're about \$.14 per contract (\$14 actual dollars per contract) in the red. Is that going to scare you out of a trade?

If so, then the sheer act of investing - whether it's in stocks, options, bonds, commodities, etc - will be a very hard landscape to navigate. There are risks in everything.

You have to understand that the markets ebb & flow. We won't always catch the exact bottom. We'll more likely than not have to endure ups & downs before the stock eventually moves in the right direction. You need to be prepared for that. And without a doubt, we will have some losing trades.

Now, you also have to remember, that when selling put options, the end game can be to take possession of the stock because it would be a good company to hold for the long-term.

If that is not something you want to do (or have the means to do), or you just don't like the stock that I've chosen, then maybe you sit this one out.

We also have the option to roll the trade if it gets too close to the strike, but we're not even close to that point yet.

As far as the VZ trade, we're still making money on the position even though the stock might have fallen since we executed the trade. I'm not worried about it at all.

Bottomline, we're going to have to sit through market gyrations no matter what type of trade we take. If you don't want to (or can't), then you can always get out of the trade any time you wish. You don't have to wait for me to make a move. Your money, your decision.

I hope that has put some things in perspective.

---

As for the unofficial trade...

Here's what we did (unofficial):

**Sold (sold-to-open) the BMY April 19, 2024 \$50.00 & \$52.50 strike put option contracts as an opening transaction (sold-to-open).**

If you opted for these trades, most of the fills occurred between \$1.17 & \$2.35 per contract, respectively.

Remember, these trades are optional and unofficial, and I won't be offering updated guidance.

---

Ok, that's all for now.

Continue to hold all other positions as-is.

Contact us [here](#) with fills, comments, questions or concerns.

Best,

Lee

Let's Grab That Cash!

---

## Current Portfolio

Continue to work all other trades as instructed and continue to hold all other open positions as-is.

See the Current Portfolio below for current prices & instructions.

**Note on the Current Portfolio - if you are a new subscriber and don't have a position yet on any of our trades, make sure you enter your order at the original recommended prices. The Current Instructions column gives the most recent updates. If you are unsure or have any questions, please ask us!**

## Smart Option Seller Portfolio

<u>Put-Sell Option Positions</u>	<u>Entry Date</u>	<u>Entry Sell Price</u>	<u>Current Price</u>	<u>Current Instructions</u>
CVS Feb 16, '24 \$60 P	12/11/2023	\$ .25/contract	N/A	Closed. BTC for \$.06 per contract See instructions from 1/12/24 Alert
BMY Mar 15, '24 \$42 P	12/22/2023	\$ .26/contract	N/A	Closed. BTC for \$.12 per contract See instructions from 2/5/24 Alert
MU Mar 15, '24 \$62.50 P	1/3/2024	\$ .26/contract	N/A	Closed. BTC for \$.07 per contract See instructions from 1/30/24 Alert
SCHW Apr 19, '24 \$50 P	1/24/2024	\$ .29/contract	\$0.16	STO for \$.25 per contract or higher See instructions from 1/24/24 Alert
VZ Apr 19, '24 \$36 P	2/9/2024	\$ .31/contract	\$0.25	STO for \$.25 per contract or higher See instructions from 2/9/24 Alert
BMY Apr 19, '24 \$46 P	2/23/2024	\$ .30/contract	\$0.44	STO for \$.25 per contract or higher See instructions from 2/23/24 Alert
<b><u>Unofficial Position</u></b>				
BMY Mar 15, '24 \$52.50 P	12/22/2023	Various	\$2.44	See instructions from 12/22/23 Alert
MU Mar 15, '24 \$80 P	1/3/2024	Various	\$0.22	See instructions from 1/3/24 Alert
SCHW Apr 19, '24 \$65 P	1/24/2024	Various	\$2.77	See instructions from 1/24/24 Alert
VZ Apr 19, '24 \$40 P	2/9/2024	Various	\$1.56	See instructions from 2/9/24 Alert
BMY Apr 19, '24 \$50 P	2/23/2024	Various	\$1.68	See instructions from 2/23/24 Alert
BMY Apr 19, '24 \$52.50 P	2/23/2024	Various	\$3.20	See instructions from 2/23/24 Alert
<b><u>Legend</u></b>				
STO = Sell-To-Open/Sold-To-Open				
BTC = Buy-To-Close/Bought-To-Close				
BTO = Buy-To-Open/Bought-To-Open				