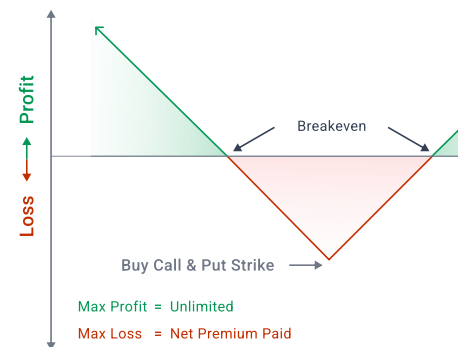


Others

## Example:

Instrument	Qty	Price
<b>BUY</b> NIFTY 07 <sup>th</sup> Oct 24850 PE	75	79.5
<b>BUY</b> NIFTY 07 <sup>th</sup> Oct 24850 CE	75	109.9

[See Example](#)[Open in Builder](#) 

## Strategy Summary

## Market View

Highly Volatile

## Premium

Pay

## Max Profit

Unlimited

## Max Loss

Net Premium Paid

## Margin

Not required

## Effect of Time

Loses value with time

## Effect of Volatility

Benefits from increased volatility

## Market View

Highly Volatile - A very big move up or down. Trade this when you expect a huge price movement in either direction.

## The Trade

Buy a put and call at the same strike near the stock price.

## Breakeven

Two Breakeven points

- Lower Breakeven: Strike Price - Net Premium Paid
- Upper Breakeven: Strike Price + Net Premium Paid

## Max Profit

Unlimited

Ratio Spread

Ratio Spread

Straddle

Iron Butterfly

Strangle

Iron Condor

**Premium**

Pay

**Margin**

Not required

**Effect of Time**

Time Decay hurts the strategy, as both options lose value over time.

**Effect of Volatility**

A rise in implied volatility increases option premiums, benefiting the strategy.

**Pros**

- Unlimited Profit Potential if the stock moves significantly in either direction.

**Cons**

- Expensive due to high premium.
- If the stock does not move, the strategy suffers a total loss of premium paid due to time decay.

**More Strategies:**