

## Normal Butterfly Deploy and Adjustments: -

Trade: -

Market at 39300 Spot Levels :-

This is Put butterfly . Market at 39300 Spot levels with bearish view I deployed this put butterfly.

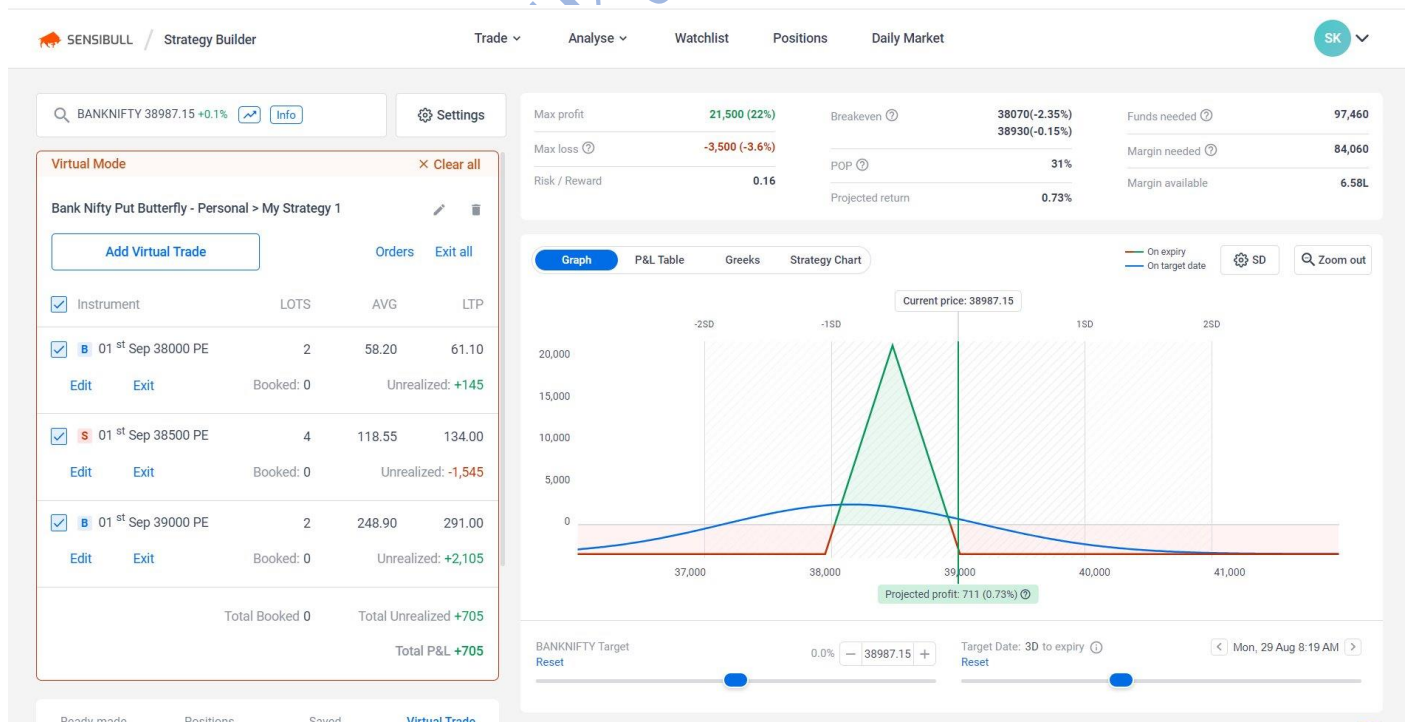
Strike selection:-

39000 pe buy single lot

38500 pe sell double lots

38000 pe buy single lot

I selected each strike with 500 points spread difference . You can select strikes with 300/400/500/600 points spread difference also . Depends on your view / risk / reward .



<input type="checkbox"/>	NRML	BANKNIFTY 1 <sup>st</sup> SEP 38000 PE NFO	50	58.20	61.10	+145.00
<input type="checkbox"/>	NRML	BANKNIFTY 1 <sup>st</sup> SEP 38500 PE NFO	-100	118.55	134.00	-1,545.00
<input type="checkbox"/>	NRML	BANKNIFTY 1 <sup>st</sup> SEP 39000 PE NFO	50	248.90	291.00	+2,105.00

Capital :- 50k per 1 lot required.

## When to deploy:-

1. If your view is directional then deploy.
2. If your view is side ways also you can deploy and adjust as per market movement.
3. Irrespective of VIX condition we can deploy this strategy.

Here will explain adjustment for this trade.

### Case 1:-

--> When market is in favour

- 1) If you can see 5 to 8 % profit you can book and look for new opportunity.
- 2) If market came to sell positions i.e 38500 move hedges to 100 points i.e exit 39000 put and enter 38900 put .

Exit 38000 put and enter 38100 put i.e loss become almost negligible so you can hold this till expiry.

### Case 2:-

--> When market is not in favour

1. find out last week high or swing High in Hourly time frame if it cross exit with min loss and look for better opportunity.
2. Calculate loss of this strategy i.e here 3500 so divide by 25 u will get 140 then sell 140 rs premium Put to minimize loss.
3. Move 38500 pe sell 2 lots to 38600 pe so that loss become zero almost on upper side.

➔ For bullish view also we can do same strategy with call strikes with same adjustments.

Keep Learning and Keep Growing 😊

Thanks,  
Suresh Kumar

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