

Intro

all right welcome to coffee with marcus yes i am back super excited to be here with you today and today we're going to talk about what's happening in the markets that will only take us two

minutes or so but we want to see what is going on here then we'll talk about wheel trading tips you see the wheel

opting strategy is a fascinating strategy but as you know right now i am stuck in a position it's the right

position and i'm down 64 000 on this position so how can you avoid trades

like this that's exactly what we're going to talk about talking about positions i also want to show you my

current trades the positions that i'm in both for the park strategy and the wheel strategy and then since you're here live

ask me anything and i'll answer as many questions as possible so as you can see

lots of things to do so let's get started this show is about real money and real

trades i'll show you the trading strategies that i personally trade the tools that i

use to trade my own accounts and we will talk about the right mindset of a trader now talking about mindset i'm going to

show you how to create src profits and src stands for systematic repeatable and

consistent because that is the key to long-term success in the market so if

you are sick of all the hype and empty promises and you want to learn trading strategies actually work then click on

like right now and let's get started oh

What's Happening In The Markets

where did the camera go here we are okay it's so good to be back so let's take a

look and see what is happening in the market what have i missed while i was gone well

i missed all of the exciting uh news of monday so as you know on monday

the news broke from china that a chinese developer the evergrand group might

default and have a ripple effect not only in china but also globally and this

is when the dao actually plummeted 600 points well today it's like uh

what immigrant group because today we are up almost 600 points for the day so the

evergreen group made one of their payments but there's still another payment that needs to be done today and

thus far nobody has heard from them so we'll see what happens market participants are

shrugging everything off right now also the fomc meeting that we had yesterday so here the smp also up one point three

percent for the day the nasdaq up point seven percent a little bit lacking but

if you look at the finnwhis map here i mean as you can see everything is pretty

pretty pretty and green only a few stocks in the negative

maybe uh mainly real estate no surprise there because of

this chinese developer the utilities are also negative but other than this as you can see happy

happy happy happy green across the board um also this morning we

had unemployment claims that were released the unemployment claims came in a little bit worse than expected but you

see today nobody really paid that much attention to it because yesterday

we had the fomc report and the fomc the fed basically said you know what yes we

will start this tapering we will scale back the bond buying program but not yet we'll take our time and this is why today the markets are just happy as can be and as you can see we also filled this gap so on monday we gapped down and right now this gap is being filled in all major indices so in the dao gav has been filled in the smp the gap has been filled and in the nasdaq so again markets are as happy as they can be anyhow

all right oops excuse me let's have a coffee with marcus out of my favorite mug follow your plan and that's a great segue

### Wheel Trading Tips

because right now i want to talk about some real trading tips and we'll take a look at a few wheel trades live the

option wheel strategy is a really fascinating strategy and as you know i love it i've been using this strategy to

generate more than 150 000 in realized profits this year and i have this one pesky position that is uh putting a damper on all this happiness that is down 65 000 so today we're gonna talk

about what to look out for when you are trading the wheel what stock should you trade what stock should you avoid by all means uh what is important in terms of strike price and expiration and all the good stuff so let's get started and let's actually jump on the ipad right away and let's take a look at a few live examples here in order to do this i bring up the power x optimizer which is the scanner that i personally use to find the very best opportunities according to the wheel and uh we see

that right now there is four stocks that are coming up right now

and when i say right now today uh as i am doing this live show here it is september 23rd and it is right now 2 35 p.m

central time which means t minus 25 markets will close in 25 minutes so we still have live data so four stocks that are coming up and uh this were just in general let me explain

of why i like certain stocks and why i don't like certain stocks so first of all if you're absolutely new to the

wheel trading strategy let me just explain to you the wheel trading strategy in a nutshell it's basically

only three steps step number one we are selling put options and collecting premiums step number two when selling put options we might or might not get a sign because when you're selling a put

options it means that you're selling it at a strike price if the stock stays above the strike price we're good if it

dips below the strike price you're getting assigned now you own the stock and now you get to step number three

selling calls so sounds easy enough right and uh by the way if if you're new to the wheel trading strategy take a look at this it's a book that i've written on it i'll post the link here you can have it for 4.95

i'll ship it to you or i also have some more videos for you and i'll link to them in the description so anyhow now

that we know the basic rules here let's talk about the first one that is popping

up here right now so dkng draftkings and if you see here a strike price of 48 is suggested and this means if you're marking it here on the chart it is right here so we would sell a put with the strike price of 48 and for this we're collecting premium and right now we would collect you can see it here uh 41 cents per option so that's a 41 per option and then uh use your calculator to see how many of these options you should you should sell so 41 is not bad especially since we have only eight days to expiration so it expires next week which is good it would allow us a drop of 8 so this means the draftking can plummet another eight percent and we are still fine and uh so just looking at the numbers it does look pretty good but the key question here is do you want to own dk and g at 48 right so in this there's two important things here the first is do you want to own the stock so do you want to own draftkings what do you know about draftkings do you like their business model so um and we can just look here at the chart and we can actually switch over to trading view and i bring up dkng so a few things uh that that i like to see is first of all are they profitable are they growth stocks or are they a value stock and so this is where we can quickly look at the earnings and we can also look at the income statement and you see the two income statements that we only have because they haven't been uh traded at an exchange for that long um let me just remove the hindenburg report here don't really care about this at this point but i just want to look at a weekly chart so that you get the idea and uh looking at the weekly chart you see that at some point they started trading in 2019 so around 4 2019 this is when they started trading now as you can see in 2019 they reported a little bit of revenue and they reported a loss this is what this means here so uh this is below the zero line so this means in 2019 they reported loss now as you can see for 2020 their revenue what would he say it looks like it doubled to me so revenue doubled however what do you think about this loss you see the the loss uh it looks like it got 10 times worse so what does this mean the company is slightly growing but posting a huge big loss so if we look now at uh at the quarterly so just uh this was the the annually and we can switch to a quarterly uh to get a better idea here and i'm also zooming in then we see okay it is getting better their revenue is pretty stable do you see this the revenue is not actually they're not growing the loss is getting better but they're still posting a loss so the question is do you want to own draftkings do you like this company a company that came from basically around ten dollars went all the way up to seventy dollars and is now trading at around 51 do you want to own this company and do you want to own it at a level of 48. so for me and again every trader is different for me this would be a no i don't want to own this company it's not yet profitable this is a so-called growth stock right i mean it's very typical for growth stocks to not being profitable just yet however usually

growth stocks are growing explosively and we see that the stock prices here grow dramatically however the profits are still not there in fact they were posting a loss so for me this would be a no so if you're going back to the wheel scanner this is where i would mark this as an o so let me just show you where i'm putting the flag of a note there now let's take a look at the next one the next one is jnak jnug so and again if you're just looking at the chart um so just technically looking at the chart we see oh my gosh this is all over the place so the first question is do you want to own jnog so this is a gold miner index as you can see here let me just zoom in and mark it so it's a gold miners index and it's a so-called 2x what does this mean this means that it moves with an accelerator of two times so if the regular gold miners index which is by the way gdx if this goes up by one percent this puppy here j-neck will move two percent and if gtx j goes down by one percent then this will go down by two percent so everything is amplified you need to know this because whenever you see something here on the scanner or when you're looking at stocks and uh whenever it says uh you see 2x 2x sometimes it says 3x i personally like to stay away from this so this is where the name kind of already gives it away and i say this would be a no for me in fact this is i never trade those and we recently implemented these flags these little skulls that say never trade never these things okay so you get a better idea now let's take a look at the next one newegg so newegg is a computer company neg so let's take a look at this and uh there we go let's zoom out a little bit and take a look at this chart so first of all let's go back to trading view bring up new egg neg and again we can quickly look at the financials to get a better idea of how this company is doing now if you look at the financials here you see okay so they have been around for a few more years so we have four years of data and that's the max that we are getting so we get a maximum of four years of data um and you see in 2017 well they had a little bit of revenue and they made a small profit then they decided to expand like crazy because most probably it looks like they went public in 2017 so as they went public they got an influx of cash and it seems that they use this cash to dramatically grow their revenue look at this i mean from next to nothing to holy cannoli like two billion dollars while they were doing it they were posting a small loss so that's usual i mean if you're exploding in revenue um let's see we can probably look at the financial statements but you get the idea here the revenue it grew explosively and that you're investing then in marketing and infrastructure and hiring more people or something like this this obviously would be cool however then where they went a little bit down 2019 2020 okay they are posting nice gains here so that's uh that's not bad so this is not a growth company it was a growth company in 2017 right now it is more of a value stock but now let's take a look at the chart and see what we are seeing on the chart and i'm actually here right now on a weekly chart so you see that they started around trading at around what five dollars then they jumped up to twenty five dollars recently recently

something happened that they went from five dollars to eighty dollars to eighty dollars and then came plummeting down to around 15 so going back and uh looking at the scanner right now we see that it comes up with a strike price of 13. and the 13 level is probably somewhere around there now take a look at this do you want to own this stock i mean just looking at the financials it seems pretty solid but i do not know what the heck happened that drove it up from eight dollars to eighty dollars some rumors because uh and as quickly as it went up it came all the way crashing down so i do not want to own the stock and this is why i marked it here with a no i'm not saying that i would never trade it well probably yeah i don't think that i would ever trade it this is just too crazy for me now we already talked about new gt so let's take a look at the last one let's take a look at sono with the sonos uh let's see sonos technology uh we can take a a quick look here to see what they do and uh you might be familiar with the company so they have home sound systems so loudspeakers surround systems uh these sound bars right i mean this is what they do this is what we see here uh let me just zoom in a little bit so that you can see a little bit what they are doing so i mean overall does sound like a reasonable company right now let's take a look at the chart and uh you see the chart also looks pretty good but maybe we should first take a look at the financials so uh let's take a look at sono here let's take a look at the key stat and you already see there's a super solid growth stock here right so they are they're actually uh posting nice growth as you can see year over year nice growth and there's the profits right these these little uh green blips and uh so they are profitable uh they're not growing like crazy they're growing uh slow and steady and they've been around probably for many many years i don't know for how long they've been around so this is not too bad uh so keep in mind right now we are still on weekly charts so i'm looking here at daily charts what i like to see when i'm trading stocks according to the wheel i would like to look back for the last eight weeks and see if i can identify some levels of support so first of all do i want to own sonos and i say yeah i i wouldn't mind owning sonos so they are solid growth stock making profits growing slow but steady and we're good here so if you're looking back over the last eight weeks right now it's september so i mean we can go back as far as here may and we look do we see solid support somewhere and we see a solid support at 32. now we could be a little bit more aggressive and say oh you know what they dip below 32 a few times and right now even at 33 this would be good support right when you agree i mean just looking here at the chart uh you get a better idea of what is happening so let's take a look at the power x optimizer and let's see where right now we have some premium so sonos if you're zooming in here we see that it says a strike price

of 34. you see uh for me uh 34 this is a little bit risky it's a little bit risky because this here is not really solid support i mean just looking at the chart i told you would be very happy at the 32 level so the two parts the two main parts to the question let me just come back on camera here for a moment the two main parts of the question is first of all do you want to own the stock sonos yeah i i want to own the stock i wouldn't mind owning sonos number two at the strike price where currently you see premium and for me looking at this i do not want to own sonos at 34. however if this dips a little bit more and i have an opportunity to sell the 32 put then yes i would be very interested so this is why right now i like to mark this as a maybe why is it a maybe because all i need i'm already okay with criteria number one i want to own the stock criteria number two at this level no but you see since i already have one of the two criteria that is met here this helps me dramatically is this helpful at all uh that you know how i uh pick the stocks and how i look at the list of potential candidates uh do do me a favor if you find this helpful at all uh just click on like this helps me to see because then i can quickly see it at a glance here at the computer if you're liking this and i'll do more of these videos where i'll give you a real-life example and walk through this but right now let's talk about

#### RIDE Update

right and what went wrong there of why i am in the situation that i'm in because this is where i just violated my rule of looking for growth stocks i got a little bit greedy i must admit right so and i was born out of my mind i was stuck uh actually in florida uh during the ice storm that we had in texas and there was not much to trade i got a little bit impatient you see if today i mean there were several opportunities today but overall today we had an update what does it mean well we talked about it in the beginning of the show markets were up between one percent and one and a half percent when this is happening there's not a lot of premium inputs right and this is what we see that today we had a bunch of no's or even never monday i mean on monday when the markets plummeted uh two percent there were plenty of opportunities on monday i'll show you i traded uh jpm morgan so jp morgan uh i traded x u.s deal i traded boeing uh we will get to this trades here in a moment but there's nothing on the trade it's was stuck there and uh i i was bored and i was looking for a trading opportunity and i don't make mistakes very often but when i do so let's take a look at this so right and again just going through the usual due diligence so looking here at the financials well right has actually no income at all no income but you see there's no income but a lot of losses so no income is already something it's a big no okay no income means for me no trade

okay but i told you i violate this rule but knowing what you know now you quickly see of why i made a mistake

there now in terms of do i want to own the stock at the strike price uh this is where if you go back to uh the levels

that we had i think it was trading around 25 27. the strike price was 21.50

at that point just looking at the chart just looking at the chart it looked like we were in a solid uptrend right i mean

here's an up channel uh we broke out of this one so technically the price was okay but i wanted the first out of the

two criteria this is not a stock uh that i should not have traded now we'll see

how this ends i mean right now i have an unrealized loss and uh i know that some of you like to argue of how i like to

try how i should trade this unrealized loss for me i realized loss is subject to change i i mean in my account it's

subject to change a few ten thousand dollars a day because i'm trading a 250

000 in cash there so 500 000 in buying power and even this is a it's a little

bit smaller account than i usually trade but uh right now i've stacked away some money out of the

account for a possible real estate transaction i'll tell you more about this another day anyhow

so there you go uh the two most important things really is when you're looking at

potential real candida candidates is number one do you want to own

the stock and then number two do you want to own it at

the strike price and this is where i showed you the example of sonos that in general i would like to own the stock but not at this strike price so i hope that you found this helpful and if you did just click

on like and i'll also have a couple of more videos popping up right now here on the screen somehow that show you in more

depth what the wheel strategy is how it does i'll probably also have a video popping up about flying rescue missions

because this is what i like to do when a trait gets in trouble so take a look at these videos and then i'll see you in

the next video don't go anywhere as you know this is uh for my video editor we will edit this part out so that you have a quick short 8 to 12 minute video so that you know what is going on but right now since i'm

here with you uh let's take a look at your questions here and nathan says yeah

Ask Me Anything

uh today right is up seven dollars and fifty cents uh i'm not break even no no

my break even is uh i have shown it here so my break even uh my cost basis my

cost basis is at 12 and 86 cents right here i need to change the the color here my break

even is at 11.71 so i'm still four dollars away from my break even so we are not quite there yet but thanks for

thinking of me okay anyhow wayne from south africa so good to see you hi there

welcome and i see everybody here so good to see you from all over not

only the us but also the world that is fantastic okay cool uh lucas um

we had a german live stream earlier with uh thomas uh so thomas uh runs a forum in german it's called optiontradingpal

it's optiontradingpal.com uh if you're german check out this forum it's it's a really great one and i did a live stream  
with thomas earlier today in german okay chad is asking who's giving marcus a thumbs down um you know what might be a mistake might be that you don't like my hair somebody asked me earlier uh what's my conditioner would you like to know what conditioner i'm using  
the cheapest one aussie you know the aussie brand i think it's in the purple bottle super cheap it works great for me anyhow good good good  
so what else do we have uh yeah even write us up nicely today we'll see supposedly there's rumors gunner uh that the next week uh they will go into production with their trucks and they cannot sell the trucks just yet because they still need clearance uh from uh  
whoever gives the clearance it's not the faa obviously because i wanted to say faa but that's not it anyhow uh so we  
will see uh e when they can start selling the trucks everybody thinks it will be the beginning of next quarter i  
know next year so first quarter we shall see we shall see all right  
so uh yep there's a this lovely desk i'm loving it got it new um from a super talented woodworker here uh jordan i he i shared the link to his website uh maybe i can post it in the chat here later on so jake says uh i like draftkings salmon puts today and you see this is where i say everybody is different the most important thing is uh jake and everybody  
else that you have a plan that you have clear criteria when do you just consider trading a stock and that's important for  
me you see every trading strategy is answering three questions number one what to trade number two when to enter  
number two a three when to exit super important right and if you like draftkings that is great uh if you don't mind owning them that is great absolutely they keep selling puts i  
don't okay all right so  
let's see what other questions do we have here um david says old eyes black background white writing uh okay i'm experimenting right now so i don't know yet if i'm keeping this i've just been trying it because i've been looking at some some live streamers and my goal is to become  
the youtube live stream for you when it comes to financial education right and this is where i wanted to see if if a  
darker layout maybe looks a little bit better or if you prefer the uh white layout so i'll experiment a little bit with that over the next few days and uh then i'll just ask you not today because  
uh it's always when you have something new it takes a day or two to get used to it but maybe in the next live stream on monday or tuesday so next week i'll ask you what what do you think what you like  
better but i hear you dave whatever okay that says it i'm with you  
on that so let's not get carried away well we'll look at both as you see in general i also like the lighter



background i just thought i'd try something out i like trying out new things do you like it i mean this is why i got the second camera so that you see a little bit more of my setup and you see the ipad that i'm riding on and there's my laptop right here in front of me where i can see right now your comments and then i have the other camera that is there i just thought it would be good okay so it says um isn't jainag 3x and not 2x um it could be any 2x or 3x please stay away from this let's stray away with this okay cool uh chad says yeah i like the i like having the never skulls i think they're pretty cool because this way when there's a few stocks that you don't want to trade you can just flag them as never and then since now we have the new filters you can filter them out that they never pop up on your scanner and therefore showing you fewer opportunities and fewer opportunities are good okay cool uh what else yeah trading view listed at two knocks 2x you see it doesn't it doesn't really matter who's correct 2x 3x we can always google it right i mean uh the almighty google will probably let us know if j knock so we need to look for janak etf and this gives us probably a good idea of how leveraged it is um yeah doesn't find it here it also says 2x so it seems that we are 2x here i personally stay away i know that some of you love it because it gives you more premium but be careful i'm just sharing with you what works for me and i hope that this helps you in your trading um because i mean this is where this youtube channel here uh you heard it in the intro it's about real money and real trades and so i share with you what works for me what does not work for me and so this is where i've learned stay away from 2x or 3x i like it better to trade the regular etfs or the regular stocks here and okay gunner says uh newegg was a reddit topic it was a meme sock for a short time yeah it seems that now it is sofi right uh so far was yesterday the the sixth most mentioned stock on uh on reddit so it could be so stay away from these stocks as well and i know that some of you love trading amc and gamestop and blackberry and that's all cool if you're okay holding the stock but uh see sometimes my main message is don't get blinded by premium alone don't look at only uh the the technical premium where you say oh my gosh i can collect a thousand dollars this week there's usually a reason right so when we are selling options uh consider see it like this way we are like acting like an insurance right so we have riding insurance policies and uh this is where if if nothing happens we'll just keep the premium and never have to pay out anything and uh so the the more premium you can collect right i mean you've heard it somebody is uh ensuring body parts so right i mean singers might ensure their their vocals and uh i i'm pretty sure that also red bull when they're putting on their their crazy events you have seen the the red bull events or whether uh who was the guy felix baumgartner who jumped out

of a out of a balloon that he launched into space or something like this and did some skydiving so i'm pretty sure that he wasn't short but it's so the the insurance probably got a lot of premium for this but it was also high risk and see it like this so when the markets are offering you a lot of premium you're usually taking on a lot of uh a lot of risk so just keep this in mind okay all right so um

so why don't we say that what would you be selling a facebook put at 340. uh so let's take a look at this i mean knowing what you know now i want to be trader let's see if you're bringing up facebook and so you ask about selling it at 340. so first of all facebook question number one is this a company that you want to own now we can take a look at the financials but i'm i'm pretty sure that you know that facebook is no longer a growth stock there used to be a growth stock but look at this here's the revenue and the profit since 2017 what do you see here

nice and solid growth right i mean nothing crazy here and you see that also the profits are pretty good growing a little bit blip here in 2019 2020 growing again so solid company right so we're good you can own the company now the question is do you want to own it at 340 dollars and this where first of all uh looking back over the last eight weeks uh if we mark the 340 level we hear it's probably somewhere around here right when you say so it seems that 340 was a good support level maybe even better 330 why not now let's uh zoom out a little bit and go to a weekly chart just to to see what we think about it and you see okay facebook very very interesting

so if we zoom out and look since 2017 nice growth here nice and steady going up okay good nice and steady going up uh may 2020 during the pandemic right facebook went down why why i mean when they have more users yeah but companies stopped running ads because companies said what the heck is going on here with this pandemic right then they came back and you see that they were very comfortably hanging out between 240 to 280. then they had a push up to what probably around 380 390 right somewhere around this level and now they're pulling back so um i think it's decent for me personally i i wanted i wanted easier level uh for support so let me just show you a few stocks that i traded here this week so one of them was jp morgan so why do i say i traded this week because i already exited and here um it was easier for me to see a support level here than it is on facebook not saying that it is not so i think if you want to trade facebook it is okay for me i like to look at something like this or then uh i'm also right now in x u.s steel uh so us deal it's not the strike price of 15 this was earlier so let's switch back to a daily chart so here i have a strike price of 21.50 which somewhere around here okay so usdl a dow jones company uh what else boeing traded boeing at 208 so right here okay 208 so for me this is where it's a little bit easier for me to identify

support but back to your question facebook at 340 yeah yeah  
i mean if you're okay owning it at 340 i see a little bit more support a little  
bit more support right here around the 330 level right and you see  
this where uh we had a bundle of support here uh dipped below or dipped around 3  
30 here so maybe wait another day and sell the 330 or if you're okay with 340  
you can absolutely do that okay but uh yeah great question here  
cool what else uh it says that appeal yeah i mean when i say you see here it's super  
easy uh when i look at my channel about the likes i see a like ratio so i have a  
little plug-in i believe it is called tubebuddy or something like this it's for youtubers that shows  
you a viewer to  
like ratio right and when i see that there's a high like ratio that many of you liked it then i see oh  
this is a  
topic that really resonated with you and i'm taking notes right and i'm writing down okay this  
was an episode that you  
really really liked so then uh when i'm preparing the next coffee with marcus shows i'll look back  
and see okay what  
did you the viewer really like because i i'm not doing this show because i love  
talking i love talking about trading don't get me wrong but doing it because i hope that it helps  
you and uh so i  
want to do more of what you like and that's why i say if you enjoy this topic then uh click on like  
and uh this way it  
increases the like ratio and i can show you more of the trades do more live examples and uh  
when there's another show that you really like then hit the like button then so you basically vote  
with your likes of  
what topics i'm covering here right anyhow  
good uh so bruno says i really hope you guys update the scanner  
save our support and trendline soon next week on tuesday we're releasing version 2.4 and what  
you're saying is  
planned for version 2.5 and 2.6 so we're probably i want to say four to six weeks  
away bruno so in four to six weeks you will have the saving support and resistance lines  
cool so we're actively working on making the software better and better okay  
so um wannabe says uh the src profits got me thinking  
uh of ideas that would consistently grow my wealth and that's what it's all about right the src  
profits are systematic  
repeatable and consistent that is how you grow an account otherwise if you grow too quickly you  
will implode i mean  
as we have seen with newegg right i mean if it goes up like this might come down like this okay  
so rebecca says i'm doing  
a wheel on etsy and i think that's it's pretty good right i mean etsy is a company do you want to  
own etsy and so  
you just run through the criteria that we did here and if you say yes i like this company are they  
profitable i want  
to own that company and i like it at the strike price that you're looking at then absolutely  
absolutely  
okay serenity says you don't seem to be following your own optimizer strike recommendations  
social why should we use

it that's not true randy i i follow it absolutely i follow it 100  
maybe 98 of the time so why should you follow it because i'm doing it i mean  
i'm using the powerx optimizer every single day this is why the tool is constantly getting better  
because i'm using it to make my uh  
to make my trades here and uh the only thing is if i don't like the strike price then i'm skipping it  
what i'm telling you here is i like a certain strike price on sonos better so i wait until it pops up  
on the scanner  
again at the strike price that i like and then i'm taking the trade so uh randy i absolutely  
98 of the time i'm following it sometimes i see that on the scanner it  
might be a little bit too conservative for aggressive and usually it's just by 50 cents right so if i a  
strike price  
might come up at 22 and i choose to trade 21.50 so i and again that's two percent of the  
time 98 of the time i'm absolutely following it cool all right  
so uh let's see stephen says do you ever put a stop loss when you start the wheel selling a put  
when the stock goes down i personally don't uh steven you can absolutely do  
this if you're feeling more comfortable this way please do it for me personally i've been  
trading it for a long time and for me i've looked into this if i would have  
if i would have used stop losses i would have been stopped out of trades that then started turning  
around right i  
mean jwn it's one of the trades that i'm in right now let me just show you uh going back here so  
jwn is a trade where i got assigned at 30 right so i got assigned of  
i think 3 300 shares of jwn at 30 and then you see it dipped  
down to 26. so if i if i would have placed a stop loss  
i would have probably realized it and as you can see right now it is trading at 29.46  
so it's a little bit tricky the wheel is slightly different if you prefer trading strategies that do have  
a stop loss take  
a look at the power x strategy you might like that okay so neither says how far back do you look  
at the income statements uh you see on trading view they're usually available for the last four  
years and that's  
that's all i need uh sometimes when the stock just recently started trading you might only have a  
quarter a few quarters  
so you can take a look at this but you see if a stock just recently started trading let me use an  
example here for  
example robinhood see if you're looking at hood i mean do you  
want to sell puts right now it's really difficult to identify support and resistance levels and they  
just recently  
started trading or um weber right weber grills they also just recently started trading so right now  
it's a little bit it's not long enough for for me to have enough data here so i wouldn't trade  
hood or um or in this case weber okay cool good question um this says do you  
invest in growth dogs no i mean everything that i do is what i'm sharing here so i trade the power  
x strategy i  
trade the wheel strategy besides this my investments are in real estate and this  
is why right now i had several apartment complexes i sold them when real estate prices were  
skyrocketing as you know right now real estate prices have been skyrocketing and when they did  
right it's taking profit

when you see that price are going up uh i sold both of them and now i'm waiting it for for level out and maybe even dipping a little bit and then it's by the dip so uh but this is where i'm not investing growth stocks i'm just an active trader and for my investments i do real estate okay so let's see what else do we have stefan says we get a steer okay super good but uh we did a show in german this morning so now we do it in english okay so brady says how much should i have in my trading account before i invest in the powerx wheel software i usually recommend ten thousand dollars in cash and then use a margin account so that you have twenty thousand dollars in buying power when you do this trade three positions instead of five that we usually recommend maybe even just two positions so that you can allocate around ten thousand dollars to each position so i want you to be able to to allocate seven to ten thousand dollars per position because otherwise uh you won't be able to really trade the wheel and this is where uh recently what we implemented here the filters then make it super easy for you because you can you need to look for strike prices that are between 15 and probably 40 dollars somewhere around there right you cannot really trade uh high price stocks but this is where these filters will make it super easy and you see when i'm resetting resetting them i see three stocks that are popping up and uh if i say okay i want to go for a maximum of 40 it instantly reduces it to two stocks here so just uh keep this in mind so you don't have to go for a minimum but i want to say a maximum strike price of 40 would probably help cool okay so jms says how do you calculate the return of 30 well you're taking the the premium per day let me just show you if you go back here to newegg for example and let me just zoom in so see uh newegg we are getting 10 cents okay so we take the there's actually ten dollars when you're trading one option and we are dividing it by the days to expiration so we are dividing it by eight then we take this this gives us the daily ppd so the ppd is premium per day so then we take this times 360 for a full year and why do we use 360 because that's what's being used in the financial industry for analyzing it comes from the mortgage industry so you could use 365 doesn't really matter but you want to use 360. and then you divide this by the current stock price which here is uh 15.38 cents so let's quickly do this if we take with our handy-dandy calculator uh the ten dollars divided by eight days so this gives us a dollar 25 per day we take this times 360 which is 450 dollars and we are dividing this by 100 shares so i should specify this so by this times 100 since one option controls 100 shares so 1400 538 and this gives us exactly the the 31 so okay does this help cool great question great question uh so when you do risk

emissions is it one-third one-third of the original put assignment uh it's of the buying power that i allocate so i allocate to a stock buying power of a hundred thousand dollars so i would do it thirty five thousand thirty five thousand thirty five thousand said earlier if you're allocating uh let's say seven thousand dollars then you would do probably what uh fifteen hundred fifty nine no that's uh what is seven thousand divided by three two thousand two hundred probably something like this this is why these handy-dandy calculators are helping tremendously with this anyhow cool um what else so love your strategy want to learn more how valuable is reading your book or verse just watching your videos it really depends you see matthew some people learn much better from videos other people love having a book that's why it's a physical book that you can open up that you can underline make your annotations um so i want to say it's the same information it's probably a little bit more concise in the book because it's around 150 pages with many examples so i know that some people just love physical books it's available on kindle as well so if you would like to get the kindle version it's on amazon i believe it's like three or four dollars something like this uh so you can get it there or you can get the physical book and i'll leave a link in the description where you can get it for 4.95 so on amazon i think it's 24 so don't do that okay cool hey um i i know that we are running a little bit out of time uh but really it's so good to be back uh and i'll definitely be back here on monday with another coffee with marcus episode if you enjoyed today's show i'll link to a few videos right here so this is why i'm changing to this view uh take a look at these videos i'm sure that you're enjoying it so just stay on youtube hang out a little bit more watch some more videos you can never learn less anyhow have a great rest of your day and i'll talk to you very soon take care