

## November 09

With another Outperform month behind us, we at Option1 continue to play down ongoing expectations of "easy" money being made. Most trades have required close monitoring and creative management to ensure full potential in return. The recent trend of seasonal patterns that we track & not being able to develop entry signals was evident throughout the month however our 4 options trades provided positive returns along with 2 seasonal trades.

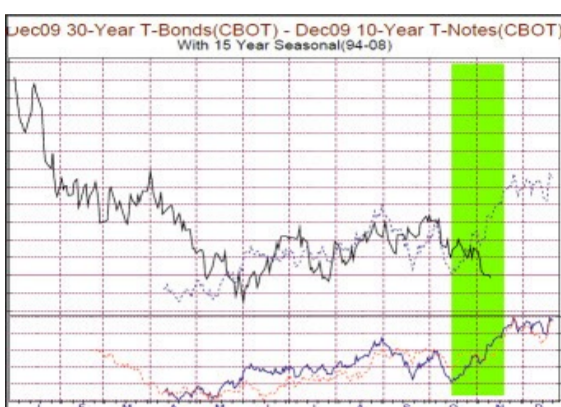
Overall the November trades tracked by Option1 came in at **+16.78%\*** from 6 trades closed during the month with the total for 2009 at **+106.53%\*** from 49 closed trades.

For further detail click on [www.option1.com.au](http://www.option1.com.au) or for Performance History click [Results](#).

Watch our Service Demonstration video [Service Demonstration](#) or for direct enquiries email [info@option1.com.au](mailto:info@option1.com.au).

The following information provides a snapshot of each trade:

### Treasury Seasonal Spread:



**Trade** - Buy Dec 30yr T Bond / Sell Dec 10 yr T Bond

**Trade Entered** - 20/10/09

**Trade Exited** - 5/11/09

**Total Days** - 15 days

**Trade Return** - **-5.42%**

**Comments**— Government intervention saw this trade react counter seasonal and we exited for a loss just prior to a further decline in the spread. Our exit during the day session saved us from a double digit loss as this spread sank.

### Crude Oil Options Spread:



**Trade** - Sell Dec 88.00 Call / Sell Dec 55.00 Put

**Trade Entered** - 13/10/09

**Trade Exited** - 17/11/09

**Total Days** - 34 days

**Trade Return** - **+4.39%**

**Comments**— A near perfect entry as the Crude price was rising to maximise premium received. Once we entered the trade the Oil price moved sideways for good premium decay.

### S&P500 Options Iron Condor:



**Trade** - Buy Dec 1125Call, Sell Dec 1115 Call / Buy Dec 910 Put, Sell Dec 920 Put

**Trade Entered** - 4/11/09

**Trade Exited** - 19/11/09

**Total Days** - 15 days

**Trade Return** - **+2.10%**

**Comments**— A short trade that looked sweet at the start then caused some concern in the final week prior to expiry. Some last days adjustments to the MIT order was position management at its best to receive full profit.

### Gold Options Spread:



**Trade** - Sell Dec 1200 Call / Sell Dec 875 Put

**Trade Entered** - 22/11/09

**Trade Exited** - 23/11/09

**Total Days** - 61 days

**Trade Return** - **+4.30%**

**Comments**— This was a longer trade that saw us attempt to close out with approx 30 days left but we failed to get taken. We then saw the gold market move quickly and strongly towards our Call strike and in the last days we needed to adjust the MIT to expire with full profits.

### Heating Oil Options Spread:



**Trade** - Sell Dec 240 Call / Sell Dec 166 Put

**Trade Entered** - 28/10/09

**Trade Exited** - 24/11/09

**Total Days** - 27 days

**Trade Return** - **+3.73%**

**Comments**— A good trade that went in profit from the outset and premium decay ensured this position was never in doubt to return full profit.

### Eurodollar Seasonal Spread:



**Trade** - Buy Sept 11 Eurodollar / Sell Mar 10 Eurodollar

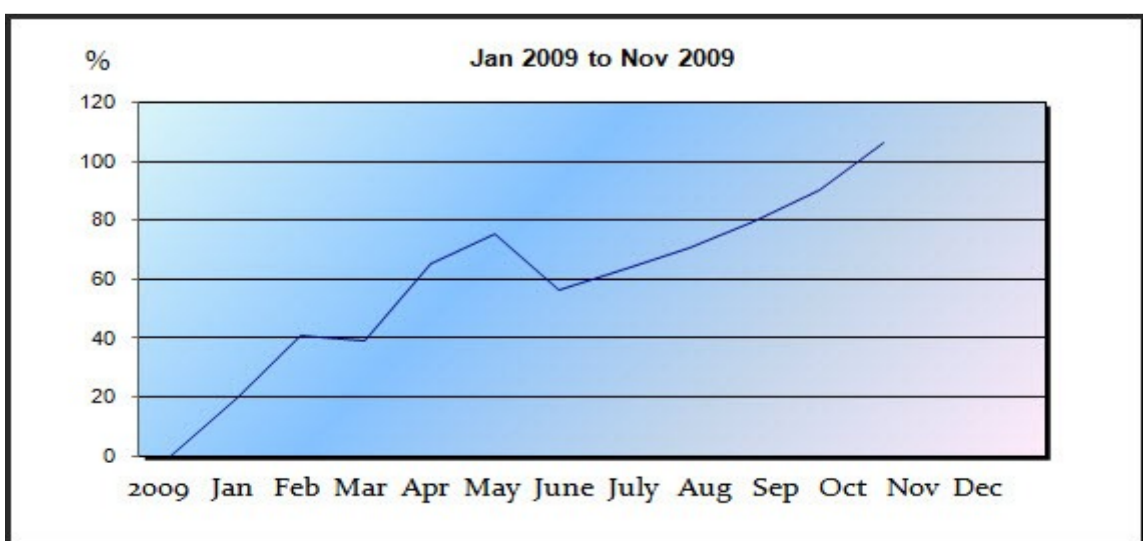
**Trade Entered** - 9/11/09

**Trade Exited** - 28/11/09

**Total Days** - 19 days

**Trade Return** - **+7.07%**

**Comments**— A ripper trade that went into profit from the opening and exceeded the average annual gain to see us close out our biggest trade % return for the month.



\* **Method of calculation**—Since Option1 is not a managed fund, results vary from account to account depending on the exact contracts traded relative to account size. The results shown here are based strictly on this recommended contract level. Also the results do not take into account the effect of compounding or individual costs, deposits or withdrawals that can impact on account performance. Individual results may vary. Trading involves risk of loss and may not be suitable for you. Past performance is no guarantee of future results. All Option1 results and education content is of the nature of general information and neither purports nor intends to be advice specifically designed for you. No consideration has been given or will be given to the individual investment objectives, financial situation or needs of any particular person. The decision to invest or trade and the method selected is a personal decision and involves an inherent level of risk. Not all risks can be or will be explained in the Option1 material. Option 1 Pty Ltd will not accept any liability for loss or damage however caused be it accidental, consequential, direct or indirect, as a result of this email and any files transmitted with it containing viruses or any other defect, or the misuse of the information. In any event, our liability is limited to the cost of re-supplying this communication. Option1 is a member of the Financial Ombudsman Services (FOS). FOS provide a complaints resolution service. If dissatisfied with the outcome of any complaint, clients have the right to take the matter to FICS. Their contact details are 1800780808 or P.O. Box 3 Melbourne VIC 3001, [www.fos.org.au](http://www.fos.org.au)