



Trade Alert - (MSFT) – BUY

BUY the Microsoft (MSFT) *January* 2024 \$325-\$335 in-the-money vertical Bull Call spread at \$9.00 or best

Opening Trade

12-6-2023

expiration date: January 19, 2024

Portfolio weighting: 10%

Number of Contracts = 12 contracts

If you don't do options, buy the stock. My target for (MSFT) is \$450. I expect (MSFT) to hit a new all-time high before yearend.

(MSFT) is the new safe stock in the market, thanks to the accelerated growth of its Azure cloud business. It is an American multinational technology company headquartered in Redmond, WA. Microsoft's best-known software products are the **Windows** line of operating systems, the **Microsoft 365** suite of productivity applications, and the **Edge** web browser.

Its flagship hardware products are the **Xbox** video game consoles and the **Microsoft Surface** lineup of touchscreen personal computers. Microsoft ranked No. 14 in the 2022 Fortune 500 rankings of the largest United States corporations by total revenue. It was the world's largest software by revenue as of 2022.

I am therefore buying the **Microsoft (MSFT) January 2024 \$325-\$335 in-the-money vertical Bull Call spread at \$9.00 or best.**

Don't pay more than \$9.40 or you'll be chasing.

DO NOT USE MARKET ORDERS UNDER ANY CIRCUMSTANCES.

Simply enter your limit order, wait five minutes, and if you don't get done cancel your order and increase your bid by 10 cents with a second order.

This is a bet that Microsoft (MSFT) will not fall below \$335 by the December 19 option expiration day in 29 trading days. For more about (MSFT) please click here for their website at <https://www.microsoft.com/en-us/>

Here are the specific trades you need to execute this position:

| | |
|--|----------------|
| Buy 12 January 2024 (MSFT) \$325 calls at..... | \$48.00 |
| Sell short 12 January 2024 (MSFT) \$335 calls at..... | \$39.00 |
| Net Cost:..... | \$9.00 |

Potential Profit: $\$10.00 - \$9.00 = \$1.00$

$(12 \times 100 \times \$1.00) = \$1,200$ or 11.11% in 29 trading days.

▼ Statistics

Financial Instrument

MSFT

Opt. Volume

393K

Put/Call Volume

0.54

Opt. Vlm Chng %

76.668%

Hist. Vol. Close %

22.952%

IV Last

19%

▼ Buttons

Add Underlying

Preview Order/Check Margin Impact

Close Strategy Positions

Close Position

Reverse Position

View Account

▼ Trading

Orders

Log

Trades

Portfolio

Strategy Builder

Strategies

▼

B/A: 104 8.60 9.80 167 Debit

Reverse

Add Stock

Make Delta Neutral

Bull Spread

Action

Ratio

LastTrdDay

Strike

Type

Mltplr

×

Buy

1

JAN 19 '24

325

Call

100

×

Consolidated

Sell

1

JAN 19 '24

335

Call

100

×

Consolidated

+ Add Leg

✕ Clear All Legs

Place order:

12

DAY

▼

LMT

9.00

D

Transmit

Add to Quote Panel

Profile

▼ Option Chains

JAN 05 '24*

JAN 12 '24*

JAN 19 '24

FEB 16 '24

MORE ▼

32 DAYS

39 DAYS

46 DAYS

74 DAYS



To see how to enter this trade in your online platform, please look at the order ticket below, which I pulled off of *Interactive Brokers*.

If you are uncertain on how to execute an options spread, please watch my training video on “*How to Execute a Vertical Bull Call Spread*” by clicking here at

<https://www.madhedgefundtrader.com/ltt-vbcs/>

The best execution can be had by placing your bid for the entire spread in the middle market and waiting for the market to come to you. The difference between the bid and the offer on these deep in-the-money spread trades can be enormous.

Don’t execute the legs individually or you will end up losing much of your profit. Spread pricing can be very volatile on expiration months farther out.

Keep in mind that these are ballpark prices at best. After the alerts go out, prices

can be all over the map.



Microsoft

This is not a solicitation to buy or sell securities

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Futures trading involves a high degree of risk and may not be suitable for everyone.