

TRADE ALERT - BUY

Buy the S&P 500 (SPY) *June 2026* \$755-\$760 in-the-money vertical bear put debit spread at \$4.00 or best

Opening Trade

5-6-2026

Expiration date: June 18, 2026

Portfolio weighting: 10% weighting

Number of Contracts = 25 contracts

If there was ever a time to “Sell in May and go away,” it is now. The index is just now putting in a double top, defining a meteoric 11.4% move up in a little more than a month since April 1.

Interest rates are breaking out to the upside to year highs. Inflation is soaring at 1% a month. The “four-week” Iran War is proving to be an endless one and is heating up once again.

The high-end target for the S&P 500 for the end of 2026 is \$770. I am therefore willing to bet that we will not climb above \$755 in the next 25 trading days. Markets are now wildly overextended, and a “sell on the earnings” news correction is imminent.

If you are new to this game, I would start out with a single contract and watch how it plays out.

If this position turns the wrong way, please stop out quickly. Highly leveraged trades like this one can pile up losses very quickly.

I never like to waste a crisis, and the news that Iran fired drones at a UAE tanker attempting to pass through the Straits of Hormuz sent crude prices up a ballistic \$9 to \$107. While I believe that crude will eventually hit \$200 a barrel, it's not going to do it by June 18.

One of my many conclusions from my recent trip to the Persian Gulf is that all sides are lying about the extent of damage done to the oil infrastructure. It is much worse than anyone pretends.

A huge air bubble is about to hit the global energy supply system. I am already seeing gas lines in San Francisco. That portends much higher oil prices for much longer. It's likely that our “four-week” war will last through at least the end of 2026.

Keep in mind that brokers can arbitrarily increase their margin requirements at 1:00 PM EST on the Friday expiration day and hit you with an out-of-the-blue margin call, so keep your positions small.

Therefore, I am buying the **S&P 500 (SPY) *June 2026* \$755-\$760 in-the-money vertical bear put debit spread at \$4.00 or best.**

Don't pay more than \$4.50 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 ten cents with a second order.

If you don't want to sit in front of a screen all day or live in a foreign time zone when the US stock market is closed, such as Australia, or don't want to sit in front of a screen all day, simply enter a spread of **Good-Until-Cancelled** orders overnight, like \$4.00, \$4.10, \$4.20, \$4.20, \$4.30 and \$4.40. You should get done on some or all of these.

This is a bet that (SPY) will not rise above \$755 by the June 18 option expiration in 31 trading days.

To learn more about the S&P 500 Index ETF, please visit their website at: <https://www.ssga.com/us/en/individual/capabilities/spdr-core-equity-etfs/spy-sp-500>

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

Buy 25 June 18, 2026 (SPY) \$760 puts at.....\$37.00
Sell short 25 June 18, 2026 (SPY) \$755 puts at.....\$33.00
Net cost:.....\$4.00

Potential Profit: \$5.00 - \$4.00 = \$1.00

(25 X 100 X \$1.00) = \$2,500 or 25.00% in 31 trading days

ForecastEx Most Active

Statistics

Financial Instrument	Opt. Volume	Pt/Cll Vlm	Opt. Vlm Ch...	Hst. Vl. Cls %	IV Last	IV Change	Pt/Cll Intrst	IV Close	Hist. Vol. %
SPY	7.64M	1.34	70.964%	15.812%	14.2%	-0.716	2.25	14.929%	15.812%

Buttons

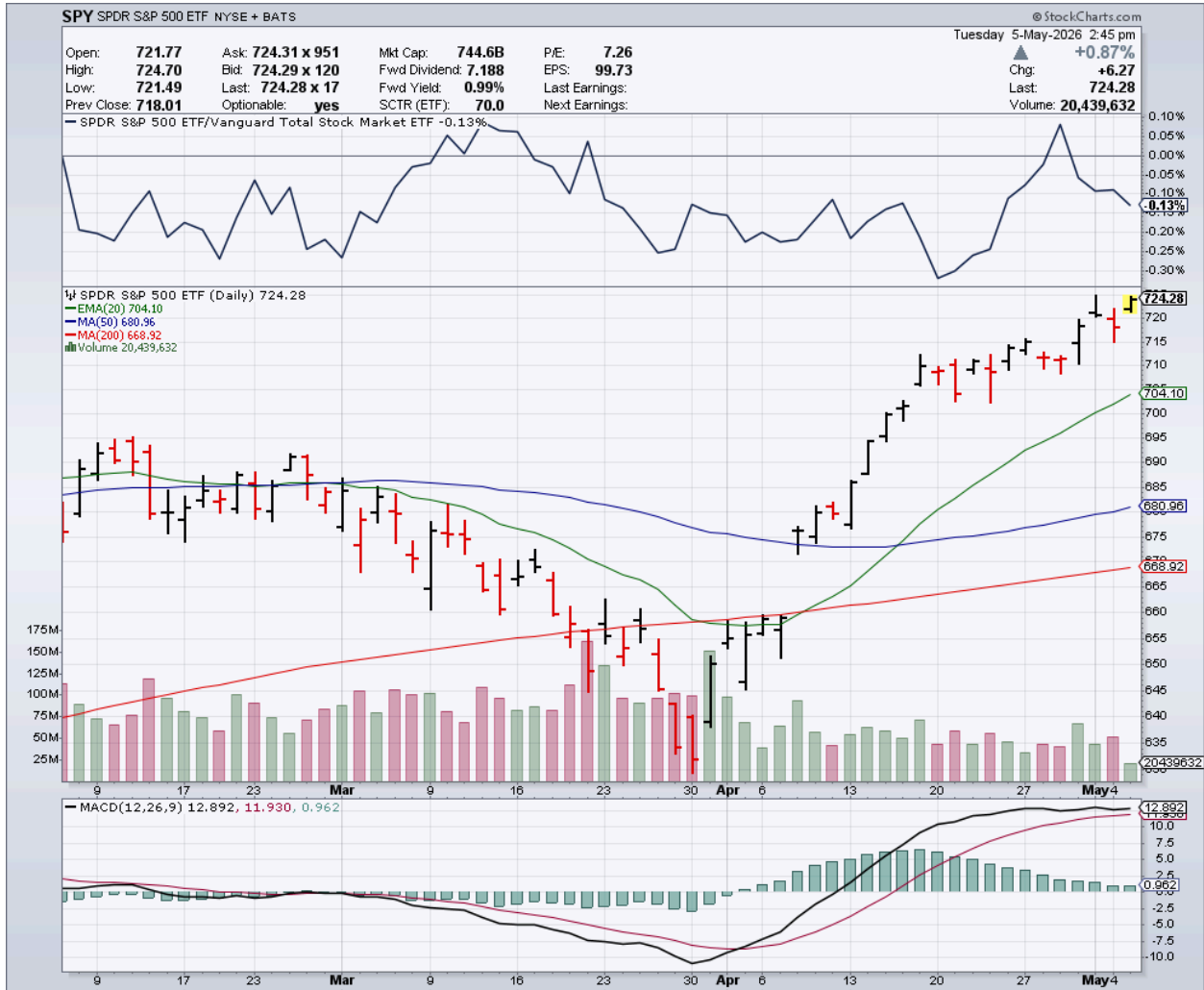
Trading

Orders Log Trades Portfolio Strategy Builder

Strategies B/A: 7 1.58 6.79 7 Debit Reverse Add Stock Make Delta Neutral Bear Spread

Action Ratio	LastTrdDay	Strike	Type	Mltplr	Trdng	Clss	Exch
Buy	1 JUN 18 '26	760	Put	100	SPY	SMART	Consolida...
Sell	1 JUN 18 '26	755	Put	100	SPY	SMART	Consolida...

25 DAY LMT 4.00 SMART Transmit



STANDARD
& POOR'S 500

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 about how to execute an options spread, please watch my training video on “*How to Execute a Vertical Bear Put Spread*” by clicking here at <http://members.madhedgefundtrader.com/ltt-vbpds/>

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 alert goes out, prices can be all over the map.

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