
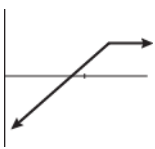


OptionMath.com - Covered Put Cheat Sheet

Covered Put	
Description	Short Put, Long Cash to Buy Stock at the Strike Price
Example	ATM = 100.00 Short One 95 Strike Put Long \$9,500.00
Pay or Collect Premium	Collect
Needed Directionality	
Passage Of Time Without Market Movement	+ + +
Increase In Implied Volatility Without Market Movement	- - -
Payoff Thumbnail Chart	
Maximum Risk	Strike Price Minus Premium Received (if Stock Drops to Zero)
Maximum Profit	Premium Received
Breakeven Points	Strike Price Minus Premium Received