

Volume Profile, Options and Pretty Girls

[00:00:00] Oh, yes, we are alive. Let's see, where are we here?

[00:00:05] A little bit of adjustment. We go get that camera right there. Perfect. Microphone in spot. All right. Are you doing friends Ernie here? And this is the zero days expiration podcast. The zero DTE podcast coming to you from the zero dash DTE website, zero-dte.com. The dash is so frigging important because of, without the dash.

[00:00:36] You have nothing it's been in fact, without the dash, you have the most crap, ODTE strategy. Anyone could possibly imagine, but with the dash, you actually have not only the best zero DTE strategy, but you have the best service you have. Every you have gold is what you have anyways. Enough of that was my commercial for the day.

[00:01:00] [00:01:00] And today we're going to talk about volume profile, how you use volume profile. , but in particular, we're going to talk about volume profile and options and how we use volume profile and use it to help us place options, trades. Okay. And man, it is the jizz, man.

[00:01:21] It is freaking awesome. The only problem with this podcast is that it is very visual. What I'm about to do today. What I'm about to describe and show is extremely visual and being podcast. You ain't going to be able to see much of it. So you're gonna have to use your imagination, use that imagination, use that noggin of yours, but to help you.

[00:01:47] I'm going to tell you that. Right now, I am recording this live on a YouTube live stream, and that will be available on the website. [00:02:00] 0-dte.com/podcast. You'll be able to go there. You can download the audio version. You can subscribe to apple iTunes podcast. You can watch the video; you can get the transcript.

[00:02:13] All of that stuff. You can watch the video with closed captions. It is. It's just freaking awesome. Don't miss that. All right. Now the first thing I have to do is I have to make sure that I can actually show the volume profile here up. Let's see. He there we go. And we'll ah, yeah, there it is.

[00:02:38] There it is. It's just resize it a bit. Oh, that is just a beautiful thing. Alrighty. Let's get started back to the big head and those are queues that I'm giving for those that are on the podcast. I'll try to walk you through everything that I'm showing, but first a little explanation. [00:03:00] Why do we use volume profile?

[00:03:03] That's why do we trade? Why do we walk? Why do we run? Why do we go to the store and buy food? Because volume profile is the truth. We don't use any other indicator. And I want to make it clear that volume profile is not an indicator. Any more than say candlesticks or an indicator volume profile is the truth in that it is the raw data directly from the exchange.

[00:03:30] It is showing you volume at price. Think about that. It's showing you how many things were traded at a specific price level. So, it creates a kind of histogram on the right side or the left side of your chart. However you choose to configure it. I like to show it on the

right side, shows a histogram of how many trades were made for the visible region of what you're showing on the chart.

[00:03:54] And that's really important because what it will show you. In reality, [00:04:00] besides it being, everything that I just described it is showing you where the market is finding value and where it's not finding value. So for those that are not on the podcasts that are watching this as a video or watching the live stream, this is the volume profile there we are now right now I'm showing.

[00:04:22] And hourly chart and we can see about a month and a half worth of data. So, we're seeing a lot of action here and you'll notice that on the chart, I have marked it up with these rectangles that are outlining the various nodes that these volume bars are making. And the reason why I do that is that those nodes from a options, point of view, those are targeted.

[00:04:47] And I labeled them as such, I labeled them T0, T1 T2, and the numerical designation is I changed that up almost every day. Those that's the order or the [00:05:00] probability or the likeliness of where I think that price will go or end up. During the day. So that's, that's how we use it and that can change from day to day and it can actually change intraday as well.

[00:05:15] But we start out that way because you have to start out somewhere and make a trade. Now we've already had two trades today. We had one trade from the open where we, where I said it looked based on my analysis of volume profile, that price would come down to the T1. And if you look at T1 there, and if you're not, if you're listening to this podcast, I'll put a chart down in the description.

[00:05:38] You can check that out. It will go down to T1 and it will likely either rest there and hang out there for the rest of the day, or it will bounce off and then come back up to T0, where we started off. All right. And that's exactly where we are right now. We made that first trade from T0 to T1 a successful trade, a hundred percent.

[00:05:59] And then we took the trade from T1 to T0 and that trade currently. Where is that trade? That trade currently is, oh my God. We're up about 60%. Can you imagine that? Or somewhere around there, if you take commissions into consideration, we're probably up about 40%. However, if we keep on going in this direction, we could pin the trade and end up being as much as five or 600% up so that, so already we're up a hundred percent.

[00:06:31] Plus the 40% we're up 140% on the day on the risk that we've taken, not a bad day. It's a slow day. It's a sideways day, but we were able to make best use of it through volume profile, being able to choose these T1s, T0s, T this, T that, and then place a butterfly coincident with one of those nodes, those targets.

[00:06:56] And so we placed that well before, price [00:07:00] actually gets there. We're anticipating that we're going to move down to one of these targets, these volume profile nodes, which act like magnets to price. That's, what's so great about them. They act like magnets to price. Now here's another thing about volume profile.

[00:07:17] There are basically two different things on the profile. There are nodes and then there are not, nodes. The not nodes or the absence of nodes, you can make this assumption of how the market is perceiving those areas in the market. So where there are nodes and how big they are showing where the market is finding value and their bigness, and the amount of time that we've spent there, we'll show you how much value that the market has placed on that particular level in the market.

[00:07:47] Where there is no node or an absence of nodes are what we call a volume well, That's where the market finds no value for whatever reason, there's like a conspiracy of mind. I was going to say a mind [00:08:00] F that everybody, nobody has come to this conclusion that there's no value at that level.

[00:08:05] Why? I don't know, but we don't care. We really don't care. We just know that's the way it is now when price moves across these nodes or what we call the market structure, it behaves in a certain manner. And depending on how fast price is moving, what kind of momentum it has and all this other crap, you do macro analysis or TA or whatever your favorite thing is, and you decide. Where price is going and how much momentum it has. And then you transpose that or juxtapose that onto the volume profile, which provides the landscape or the structure that price will go across. And when it's going across, the absence of a node tends to move very quickly.

[00:08:56] Now I've given this sort of visual of what that's [00:09:00] I liken it to being on the desert. And then the absence of a note is on a desert flat where it's super-hot. And at the other end of the desert, there are mountains in greenery and coolness and Springs and pretty girls. So you're going like a bat out of hell through that desert.

[00:09:15] Because you do not want to run out of gas or have any chance of stopping and you want to get to those pretty girls as fast as you possibly can. And when you do. You do get to the pretty girls. Those are the nodes you slow down, and you hang out and you stay awhile. That's what volume profile is. That's how price acts as it traverses volume profile.

[00:09:38] I hope hopefully that was a good visual for you. People on the podcast, right? You got it. When you're going through the desert, hot as hell. Get the frig out of there. When you get to the mountains, hang out, grab the pretty girl. There you go with the pretty girls. That's where we place our bets. Now there's no guarantee that you're going to score [00:10:00] with the pretty girls, but if we go there and we place our bets with an option, like a butterfly, it's pretty much a guarantee that you're going to make some money.

[00:10:08] If we hang out there underneath the tent of that butterfly. There's another little. Visual, the butterfly is like a tent. It's unfortunate that we call it the butterfly. It should be called the tent, right? The circus tent or the gazebo. Maybe that's what we'll call it from now on the butterfly is known as the gazebo the gazebo with pretty girls.

[00:10:30] All right. So hopefully that has brought you to some kind of realization of what we do here. Essentially come up with our analysis of the market, which way price is going, how fast it's going there. Then we do an analysis of the volume profile, decide where the desert is

and where the mountains are, where the hotness and bad times are, where Death Valley is and where the pretty girls are.

[00:11:00] [00:11:00] And then we place our gazebos, which are the options trades, where we think that. Price is going to go and hang out because we know we don't want to be in the desert. So price tends to move through that. It's just, look when you, the market moves in one of two ways, think of it this way for those that are not into deserts are pretty girls.

[00:11:20] The market moves in one of two ways. It's either trending or consolidating it's going through the desert. It's good. Getting to the mountains and to the gazebos and the pretty girls it's consolidating. And that's what market does about 70% of the time it spent with the pretty girls, about 30% of the time it spends getting there.

[00:11:41] And there are usually two different players in the market that are working on things like that. When we're in that trending moment, it's usually these out of timeframe players, the bigger whales that are out there that are basically pushing the market to find value. Once they found value, they jumped ship.

[00:11:58] They grabbed that most of the pretty girls [00:12:00] before you do you get in there, you're looking for the pretty girls. You stay there for a while. You're, you might find some, maybe some buck, tooth, sweat who knows. But you're there. You get the scraps from the big guys, cause they've already left town man with, the pretty girls in their car.

[00:12:16] There might be some pretty girls left. So, you're left with those scraps that now I've just hopefully given you the visual about the two different players in this market and those are the institutional players or the big whales, and then the retail traders, which are you get the scraps and you get to fight over those.

[00:12:35] And hopefully there's something left for you. Alrighty. Zero gravity says army tents. No, no army tents. That's such a negative way of looking at it. I like gazebos Vi Li says great. Imagery of what you do once. Our Lambos and the hose. Yes. Lambo is and hose. And then that's a little bit risqué for me.

[00:12:56] I'm not really a limbos type of guy. Driving in a Lambo would be [00:13:00] okay, but I would really much prefer a nice SUV. Something big. And because I, I've got to put my dogs in the back, I've got my wife with me and we want to have, our supplies and we want, in case we do get stopped in the middle of the desert.

[00:13:13] I want to have some supplies and things and that I can make use of. So, I like to have plenty of stuff. And if there's any inclement weather we get to those mountains, we must go off trail SUV. That's the way to go. I know that. That's crazy that totally ruined the imagery of the Lambos and hoes, we're a little bit more wholesome here in the Varitimos household.

[00:13:37] All right. So hopefully you get what we do. You get the fact that we use volume profile, a little bit of analysis. We juxtapose those two. We find targets. We figure out where the hell we're going. We place bets on places where we think we want to be or where we think prices going. And then we let [00:14:00] it all come to us.

[00:14:01] And if we're successful and we get the pretty girls, we got big smiles on our face. And that's it.

[00:14:08] Hopefully now, you know how we trade here at zero days to expiration, 0-dte.com. If you want to try out the service, you go to 0-dte.com/try. Give you four-week trial. You pay for those four weeks and if it works out for you and you want to subscribe, we'll rebate the cost of that four weeks, and believe me, you will be happy because this is in fact, the best damn strategy on the internet, on the planet that I am aware of.

[00:14:38] And I'm aware of a lot of different strategies. Most of them, almost all of them are crap, but this is very good. And you're going to learn a lot. I like to think of the service as more of an educational service with coaching and mentoring and then the alerts are demonstrating our strategy.

[00:14:56] Of course the alerts are better than anybody else's alerts. So that goes without [00:15:00] saying, but what you're going to do, what you're going to have here is you're going to learn a lot and you're going to make money while you learn, I can't guarantee you that, cause there is some people that, despite all of that, giving them trades and putting it right in front of their face, they somehow manage to screw it up.

[00:15:17] I don't know how that happens. I really don't. I do. But it's mostly because of people that are coming into this service that are, have been mired in and beaten up in the old way of doing things, using technical analysis. And I'm always trying to manage their risk. In other words, they're trying to manage losers and they come here and they're still steeped in that dark cloud and they don't know what to do.

[00:15:39] And then it takes me about four weeks or so. That's why you get the four week trial to deprogram them and then show them a better way. And then once they get there, they see the light and then all is good. All right. Lee wants to know, how about throwing in the volume profile course? If we convert from the trial to the, I do throw in the volume profile course.

[00:15:58] It is actually in there in our discord free of charge. And look, I don't hold anything back inside of. Inside of this trade room inside of our service. As a matter of fact, complete transparency, I show all my trades. I show my ins my outs. You actually see my actual trades in the market. People, even people in the trial get my personal mobile number.

[00:16:24] They can call me anytime they want. And once they're a member, they can set up time with me and we can do a one-on-one if there's anything that you need going through. So that, like I said, this is way, way more than any kind of average alert service. What we should be charging here really is about three or four times.

[00:16:41] What David Jaffe charges or Scott Steward charges, they charge \$400 a month. I charge a fraction of that. And give so much more with a better strategy. One that actually makes money. David, he makes money. There's no doubt, but he makes it money very in [00:17:00] tiny little sips. We make money in consistent sips, but our sips are more like tiny sips and then a big gulp, tiny sips, big gulp.

[00:17:07] That's the way things go here. Hopefully there's another good visual for you. I want to thank everybody. We are now up about 80% on our second trade. I am hoping that if it comes through, it'll be just fantastic. It's already a fantastic day. Thank you very much. Got to get going, please. If you're not a subscriber subscribed to this channel.

[00:17:30] Subscribe to the podcast, smashed the friggin like button, please. Really appreciate you being here. We'll see you next time. That next time will be Friday on our next zero. DTE opportunity. That's 0-dte.com. Got to use the dash. Don't forget the dash for the pretty girls. We'll see you there.

[00:17:56] Where is that frigging off button? Oh, off button. Where are you? Oh, there you are. Hi peace.