



Trade Alert - (SDS) - BUY

BUY the 2X ProShares Ultra Short S&P 500 (SDS) at \$26.19 or best

Opening Trade

4-8-2020

Portfolio weighting: 10%

Number of Shares = 380

We have just enjoyed a massive 547-point rally off the bottom of the S&P 500 (SPX) during the last two weeks.

Technically, we have just recovered nearly 50% of the recent loss and are bumping up against major resistance levels on the charts. The 200-day moving average at \$3,016.58 should provide an additional hard ceiling.

Given that I believe that the number of US Corona cases in the US could soar from 404,352 today to well over 1 million in coming weeks, I believe a shot on the short side here is justified, at least on a short-term view. Deaths will skyrocket.

We are about to see a parade of the worst economic numbers in history. Company share buybacks, a major support for the market over the past two years, have

completely ceased.

How will the market react? Not good, not good.

This position also has the advantage in that it hedges any existing long positions in US equities you may already have.

I am therefore buying the **ProShares Ultra Short S&P 500 (SDS)** at **\$26.19** or best. This is a leveraged 2X ETF, meaning that it will rise at twice the rate that the (SPY) falls.

Don't pay more than **\$28.00** or you'll be chasing. Scale into your position carefully, buying a third now, and third tomorrow, and a third the next day.

This is a bet that the S&P 500 will fall.

To learn more about the details and specifics regarding the **ProShares Ultra Short S&P 500**, please visit their website by clicking here at <https://www.proshares.com/funds/sds.html>

Here is the precise trade you need to execute this position:

Buy 380 X (SDS) at.....\$26.19

Net Cost:.....\$9,952.20

dollar cost = $(380 \times \$26.19) = \$9,952.20$

SDS ProShares UltraShort S&P500 NYSE + BATS

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Open 27.46 High 27.96 Low 26.19 Last 26.19 Volume 16.7M Chg -1.86 (-6.83%) ▼

▲ RSI(14) 42.29



