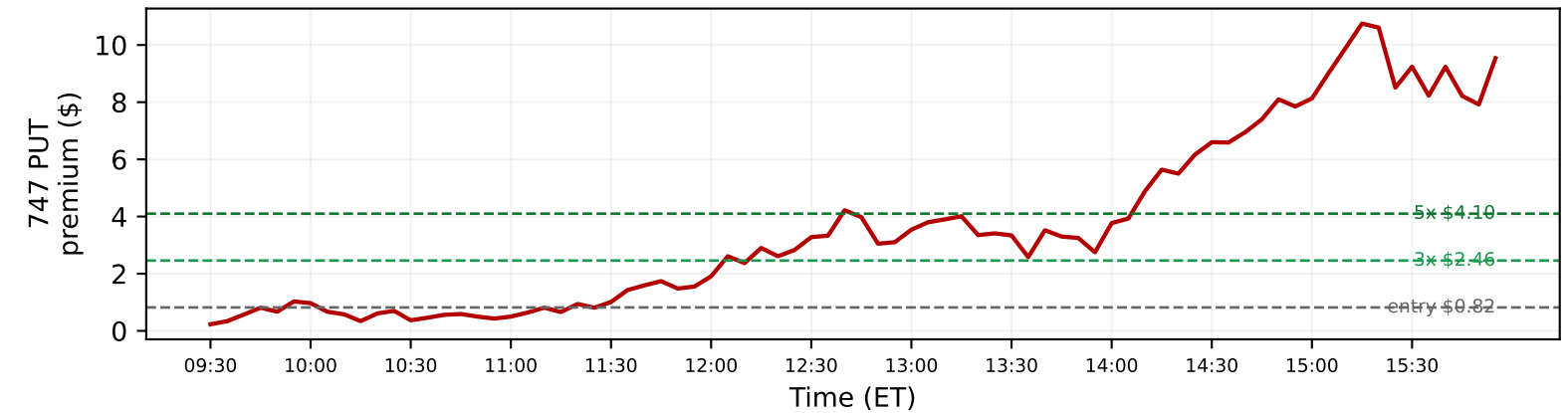


SIDE TEST — SPY 5-min — Fri Jun 05, 2026 — Position-for-Zero, 747 PUT (2 strikes OTM)



SIDE TEST (strategy unchanged) | SPY 0DTE 747 PUT, 2 strikes OTM of the ATM 749 | Entry 09:50 @ \$0.82
 Position-for-Zero: risk capped \leq \$300, no stop (accept premium \rightarrow \$0). Size = $\text{floor}(300 / (0.82 \times 100)) = 3$
 contracts; premium-at-risk \$246. Target 3-5x.

RESULT (real 0DTE premiums from Alpaca)

- 3x target (\$2.46) first hit at 12:05; 5x (\$4.10) first hit at 12:40.
- Exit at 5x: +\$984 on 3 contracts = +400% of the \$246 risk (about 4:1).
- Held to EOD: premium \$12.11 (14.8x) \rightarrow +\$3,387 (peak \$12.11, 14.8x at 16:00).
- Position-for-Zero has NO intraday stop, so it held through the morning bounce (~10:00-10:30) that -25%-stopped the original ATM bracket trade, then captured the -14.89 down day.

VS THE ORIGINAL STRATEGY (unchanged, for reference)

- Original: ATM 749 put, -25%/+50% OCO bracket \rightarrow the morning bounce hit the -25% stop ~10:15 = a controlled LOSS (-\$ of the sized risk).
- Side test: 2-OTM 747 put, Position-for-Zero (no stop) + 3-5x target \rightarrow +400% at 5x, and would have ridden to 15x by close.
- Trade-off: PFZ's no-stop is why it survived the shakeout here, but on a day that kept going against you the full premium (\$246) is lost (that IS the pre-accepted risk). The bracket caps losses smaller but gets whipsawed out of winners.

NOTE: Side test only; the live strategy is unchanged. Real 0DTE 5-min option premiums (entry = 09:50 bar open). Not financial advice.