Bullish, Bearish, or Both? – 12/4/2025

Macro Views



Tony ZhangChief Strategist and Cofounder
OptionsPlay®

With CPI data coming out next week, it's the last major data release before the Fed makes an interest rate decision. Bonds are currently pricing in a 90% chance of a rate cut. While the overall economy continues to show remarkable resilience, there are signs that more consumers are seeing strained finances as the labor market cools and inflation remains above long-term targets. With the VIX making a full retreat back to its 16% level from a month ago, I believe this presents both opportunities to take tactical bearish trades while deploying capital for longer term bullish trades as the market remains optimistic in the medium term.

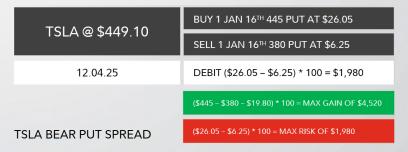
Bullish, Bearish, or Both? - 12/4/2025

Trade Idea



Tony ZhangChief Strategist and Cofounder
OptionsPlay®

Tesla (TSLA) continues to face a challenging phase of its business as margin pressure, intensifying global EV competition, and unclear visibility on higher-margin software contributions continue to cloud its long-term earnings trajectory. While the company remains a dominant EV brand, deliveries are expected to decline this year, pricing power has eroded, and profitability has compressed despite record revenue. With poor relative performance and a potential shift in trend, our downside target is \$330, providing a potentially strong risk-to-reward for adding bearish exposure. With an IV Rank of 4%, options appear to remain inexpensive for buying downside exposure using puts. I'm buying the January 445/380 put vertical at a \$19.80 debit.



For more information, please watch the replay video.

Bullish, Bearish, or Both? - 12/4/2025

Tony's Lookback



Tony ZhangChief Strategist and Cofounder
OptionsPlay®

I sold the FedEx (FDX) December 265/250 put vertical at a \$5.25 credit. As we approach 3 weeks to expiration, let's close out this trade to avoid early assignment risk and roll it into a new one.

FDX 11.13.2025

\$269.36

BUY 1 DEC 26TH 250 PUT AT \$6.00

SELL 1 DEC 26[™] 265 PUT AT \$11.25

NET CREDIT = \$525

FDX BULL PUT SPREAD

FDX

12.04.2025

\$273.61

SELL 1 DEC 26TH 250 PUT AT \$3.00

BUY 1 DEC 26TH 265 PUT AT \$7.65

CURRENT NET DEBIT = \$465

GAIN IF CLOSED = \$60

Tony's Lookback



Tony ZhangChief Strategist and Cofounder
OptionsPlay®

I'm rolling the FDX trade out to the January 270/250 put vertical at a \$6.95 credit to extend the timeframe of this trade.

FDX @ \$273.61	BUY 1 JAN 16 [™] 250 PUT AT \$4.30
	SELL 1 JAN 16 [™] 270 PUT AT \$11.25
12.04.25	CREDIT (\$11.25 - \$4.30) * 100 = \$695
COMBINED MAX GAIN = \$755	(\$11.25 – \$4.30) * 100 = MAX GAIN OF \$695
COMBINED MAX RISK = \$1,245	(\$270 – \$250 – \$6.95) * 100 = MAX RISK OF \$1,305

FDX BULL PUT SPREAD

Past performance is no guarantee of future results.

Options trading entails significant risk and is not appropriate for all investors. Certain complex options strategies carry additional risk. Before trading options, contact Fidelity Investments by calling 800-544-5115 to receive a copy of Characteristics and Risks of Standardized Options. Supporting documentation for any claims, if applicable, will be furnished upon request.

There are additional costs associated with option strategies that call for multiple purchases and sales of options, such as spreads, straddles, and collars, as compared with a single option trade.

Technical analysis focuses on market action — specifically, volume and price. Technical analysis is only one approach to analyzing stocks. When considering which stocks to buy or sell, you should use the approach that you're most comfortable with. As with all your investments, you must make your own determination as to whether an investment in any particular security or securities is right for you based on your investment objectives, risk tolerance, and financial situation. Past performance is no guarantee of future results.

Greeks are mathematical calculations used to determine the effect of various factors on options.

Indexes are unmanaged. It is not possible to invest directly in an index.

Views expressed are as of the date indicated, based on the information available at that time, and may change based on market or other conditions. Unless otherwise noted, the opinions provided are those of OptionsPlay and not necessarily those of Fidelity Investments or its affiliates. Fidelity does not assume any duty to update any of the information.

News, commentary, market data and research reports are from third-party sources unaffiliated with Fidelity, unless otherwise noted, and are provided for informational purposes only. Fidelity does not endorse or adopt third party content. Fidelity makes no guarantees that information supplied is accurate, complete, or timely, and does not provide any warranties regarding results obtained from their use.

Any screenshots, charts, or company trading symbols mentioned are provided for illustrative purposes only and should not be considered an offer to sell, a solicitation of an offer to buy, or a recommendation for the security.

OptionsPlay and Fidelity Investments are independent entities and are not legally affiliated.

The third-party trademarks appearing herein are the property of their respective owners.

Fidelity Brokerage Services LLC, Member NYSE SIPC. © 2025 FMR LLC. All rights reserved. 1240070.1.0

