The market climbed Friday following several days of sell-off, ending with the Dow Jones Industrial Average℠ (DJIA) at a level of 10,800. Options on the Dow Jones Industrial Average (DJX) are based on 1/100th of the DJIA℠ level, so that the DJX is at a level of 108.00.

Outlook
You are bullish on the DJX until year-end, and believe market may gain 5% - 10% in that time.

Possible Strategy
Bull Call Spread.
Buy 1 DJX December 108 call at 5.25.
Sell 1 DJX December 116 call at 1.50.
Net debit of 3.75, or $375.00.

*All values shown are at the time of expiration.

<table>
<thead>
<tr>
<th>Index Change</th>
<th>DJX@ exp.</th>
<th>Long 108 call value</th>
<th>Short 116 call value</th>
<th>Spread Cost</th>
<th>Net P/(L)</th>
</tr>
</thead>
<tbody>
<tr>
<td>+11.11%</td>
<td>120.00</td>
<td>$1,200.00</td>
<td>$400.00</td>
<td>($375.00)</td>
<td>$425.00</td>
</tr>
<tr>
<td>+7.41%</td>
<td>116.00***</td>
<td>$800.00</td>
<td>$0.00</td>
<td>($375.00)</td>
<td>$425.00</td>
</tr>
<tr>
<td>+3.47%</td>
<td>111.75*</td>
<td>$375.00</td>
<td>$0.00</td>
<td>($375.00)</td>
<td>$0.00</td>
</tr>
<tr>
<td>+/-0.00%</td>
<td>108.00**/***</td>
<td>$0.00</td>
<td>$0.00</td>
<td>($375.00)</td>
<td>($375.00)</td>
</tr>
<tr>
<td>-2.78%</td>
<td>105.00</td>
<td>$0.00</td>
<td>$0.00</td>
<td>($375.00)</td>
<td>($375.00)</td>
</tr>
</tbody>
</table>

At Expiration (in December)
*Break-even: DJX @ 111.75 (+3.47%)
**Unchanged: Loss of $375.00
***Maximum Loss: $375.00 if DJX < or = 108 (+/-0.00%)
****Maximum Gain: $425.00 if DJX > or = 116 (+7.41%)
In Short:
A $375.00 cost established a bullish position with the possibility of yielding a $425.00 profit if DJX is at or greater than 116.00 at expiration. Unchanged or decline yields loss of $375.00, which is the maximum risk. DJX between 108 and 111.75 results in partial loss of initial investment.

For more information on the DJX options, please visit [http://www.cboe.com/djx](http://www.cboe.com/djx)

For more examples of options strategies, please visit [http://www.cboe.com/strategies/](http://www.cboe.com/strategies/)

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