

Another Great Way to Trade Volatility

The blood bath continues.

However, we were well prepared for volatility.

And there's still little hope for containment.

"We're past the point of containment," Dr. Scott Gottlieb, former commissioner of the Food and Drug Administration said, as quoted by MSN. "We have to implement broad mitigation strategies. The next two weeks are really going to change the complexion in this country. We'll get through this, but it's going to be a hard period."

Of course, that fear sent markets screaming lower and volatility higher.

To date, we still hold the following:

Volatility Trade No. 1 – ProShares Ultra VIX Short-Term Futures ETF (UVXY)

The Pro Shares Ultra VIX Short-Term Futures ETF was designed to match two times (2x) the daily performance of the S&P 500 VIX Short-Term Futures Index. Since March 4, 2020, the UVXY ran from \$23.25 to \$82 a share.



Volatility Trade No. 2 – Velocity Shares Daily 2x VIX Short-Term ETN (TVIX)

The Velocity Shares Daily 2x VIX Short-Term ETN tracks futures contracts on the S&P 500 VIX Short-Term Futures Index. Since March 4, 2020, TVIX ran from \$108.54 to \$530 a share.

Volatility Trade No. 3 – iPath S&P 500 VIX Short-Term Futures (VXX)

The iPath S&P 500 VIX Short-Term Futures ETN provides exposure to the S&P 500 VIX Short-Term Futures Index Total Return. In recent days, the ETN soared from \$23 to \$55.45 a share.

However, we are now recommending that you consider a fourth opportunity.

Volatility Trade No. 4 – Pro Shares VIX Short-Term Futures ETF (VIXY)

ProShares VIX Short-Term Futures ETF provides long exposure to the S&P 500 VIX Short-Term Futures Index, which measures the returns of a portfolio of monthly VIX futures contracts with a weighted average of one month to expiration as noted by ProShares.