

Trading table for a Self Managed Super Fund

The enclosed table summarises options trading in a SMSF.

| Trade | Allowed |
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| Sell Covered Calls | Yes, with the intent to sell the stock. Sold position may be allowed to expire worthless, get assigned, or bought back. |
| Sell Naked Calls | No. |
| Buy Calls | Yes, with the intent to exercise the position and acquire the stock. Cash or equities required to cover the bought position. Bought position may be sold at a profit. |
| Sell Cash Covered Puts | Yes, with the intent to acquire the stock. Sold position may be allowed to expire worthless, get assigned, or bought back. |
| Sell Naked Puts | No. |
| Buy Covered Puts | Yes, over existing stock, with the intent to exercise the position and sell the stock. Shares are required to cover the bought position. Bought position may be sold at a profit. |
| Straddles/Strangles/Butterflies | Yes, provided each leg is covered. |
| Spreads | Yes for put Spreads provided the sold position is covered by cash. No for call Spreads. |
| Collar | Yes. For example selling an out of the money call and buying an out of the money put ie self funding insurance. |
| Sell Naked Index Calls or Puts | No. |
| Sell Covered Index Calls or Puts | Yes. The position must be covered and would only be undertaken where the portfolio is representative of the Index. The intent is to either have the position expire worthless or buy back at an amount that is less than the premium received. |
| Buy Covered Index Calls or Puts | Yes. Only if the position is covered by a portfolio that is sufficiently representative of the Index. The intent is for the bought position to be sold at a profit. |
| Selling index call options for a value 5% or more, greater than the total value of the fund. | No. |