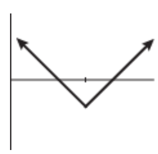
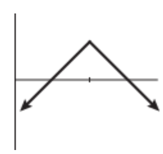
OptionMath.com - Straddle Cheat Sheet

	Long Straddle	Short Straddle
Description	Long ATM Call, Long ATM Put	Short ATM Call, Short ATM Put
Example	ATM = 100.00 Long 100 Call Long 100 Put	ATM = 100.00 Short 100 Call Short 100 Put
Pay or Collect Premium	Pay	Collect
Needed Directionality		
Passage Of Time Without Market Movement	- - - - -	+ + + + +
Increase In Implied Volatility Without Market Movement	+ + + + +	- - - - -
Payoff Thumbnail Chart		
Maximum Risk	Cost of the Straddle	Theoretically Unlimited
Maximum Profit	Theoretically Unlimited	Premium Received
Breakeven Points	Strike Price ± Cost of the Straddle	Strike Price ± Cost of the Straddle