Investments
Assignment 2 : Introduction to Covered Call Options
September 13th, 2021 (DUE Monday September 20th, 2021)

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1. Pick a Stock that would be a good "Covered Call" candidate.
2. Identify an appropriate Call Option.
3. Purchase the Stock.
4. Sell the Call Option.
5. Calculate :
    a. Cash Balance (Net cash outflow to make the trade – buy stock, sell option)
    b. **$** Profit if there is **No Change** in the Stock Price by Expiration
    c. **%** Periodic Profit if there is **No Change** in the Stock Price by Expiration
    d. **%** Annual Profit if there is **No Change** in the Stock Price by Expiration
    e. **$** Profit if Stock Price closes **at** the Option Strike Price at Expiration
    f. **%** Periodic Profit if Stock Price closes **at** the Option Strike Price at Expiration
    g. **%** Annual Profit if Stock Price closes **at** the Option Strike Price at Expiration
    h. **$** Profit if Stock Price closes $10 **above** the Option Strike Price at Expiration
    i. **%** Periodic Profit if Stock Price closes $10 **above** the Option Strike Price at Expiration
    j. **%** Annual Profit if Stock Price closes $10 **above** the Option Strike Price at Expiration
    k. **$** Profit or Loss if Stock Price closes $10 **below** the Option Strike Price at Expiration
    l. **%** Periodic Profit or Loss if Stock Price closes $10 **below** the Option Strike Price at Expiration
    m. **%** Profit or Loss if Stock Price closes $10 **below** the Option Strike Price at Expiration