

EXP113 – AI Bubble Put Strategy

Generated: 2026-05-27 12:20

THE DOMINO THESIS

Wave 1 (infra canaries) must fall -30% avg → confirmed, enter Wave 2 puts

Wave 2 (NVDA/VRT/ANET/META/AMD) must fall -15% avg → confirmed, enter Wave 3 puts

Wave 3 = the PUT BASKET: ASML, TSM, ARM, AVGO, MRVL, DELL, INTC, HPE, EQIX, DLR

CURRENT STATUS

Wave 1 trigger (-30% avg): ☐ -28.7% (need -1.3% more)

Wave 2 trigger (-15% avg): ☐ -11.3% (need -3.7% more)

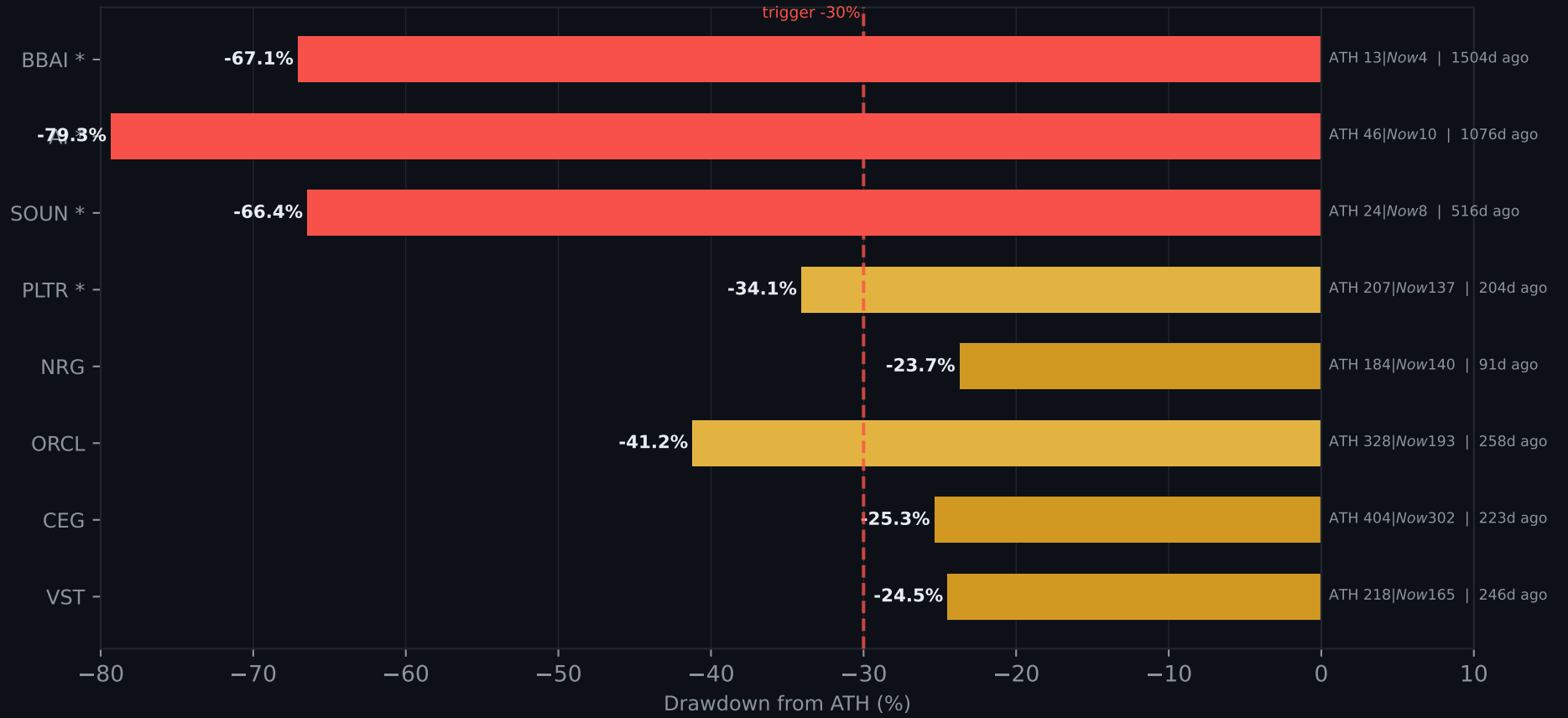
☐ NO ACTION YET – monitoring

Wait for Wave 1 canaries to confirm -30% avg drawdown first.

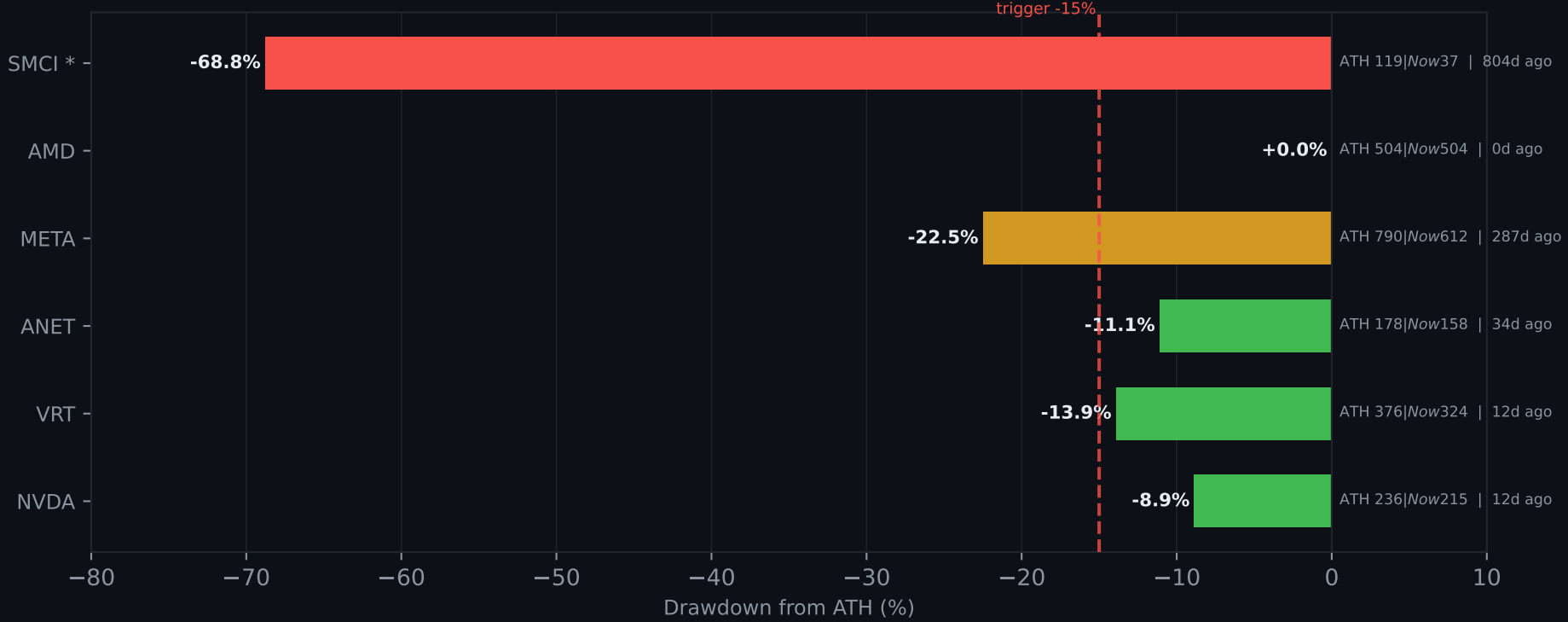
KEY RULES

- Max loss = premium paid (no margin calls – this is why we use puts not CFDs)
- Buy Jan 2028 puts = 18+ months of time. Time is the most expensive mistake.
- Sell half at 4-5x. Let the rest ride. Never hold to expiry.
- VIX > 30 when trigger fires → wait a few days for panic to cool before buying.
- Two tranches: 50% on Wave 2 trigger, 50% one month later.
- * = display-only tickers, excluded from trigger averages.

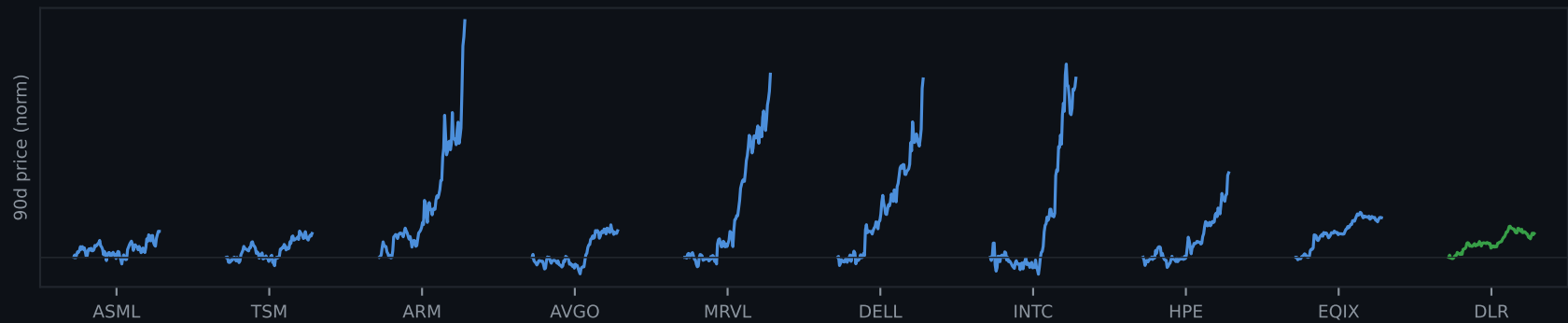
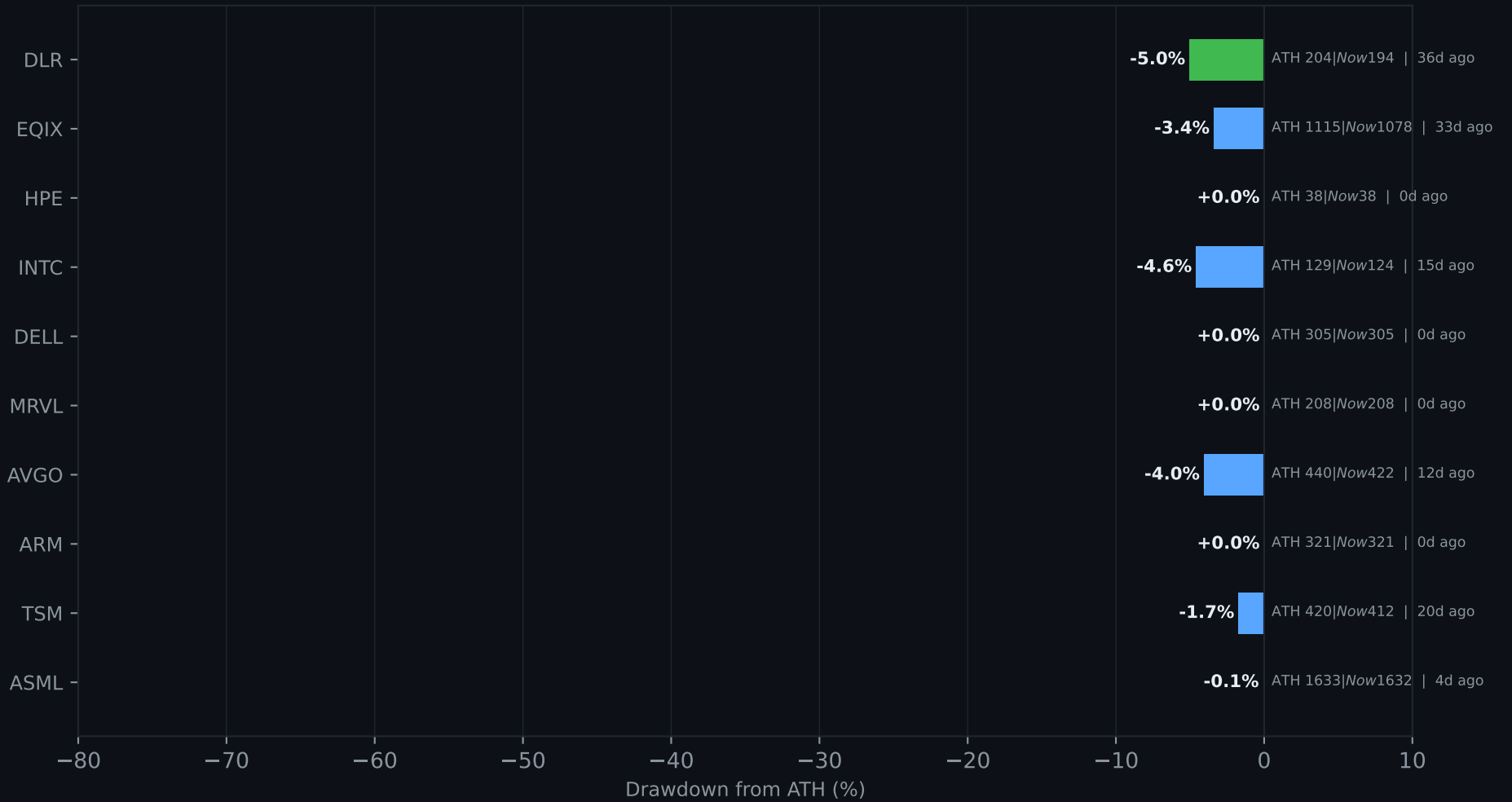
WAVE 1 — Infra Canaries avg DD: -28.7% Wave1→Wave2 trigger: 96% of way — need -1.3% more



WAVE 2 — Main Trade Basket avg DD: -11.3% Wave2→Wave3 trigger: □ 75% of way — need -3.7% more



WAVE 3 — PUT BASKET (enter when Wave 2 fires)



WATCH — Diversified / Indirect exposure

