



Bulls Active in Impressive Biotech Ionis

Ticker/Price: TWLO (\$132.50)

Analysis:

Twilio (TWLO) with 2,370 July \$150 calls opening this morning up to \$9.85 and now trading 3,930 on the morning. TWLO shares are up 46% YTD and 225% over the past year hitting new highs, taking a parabolic pattern on the chart and finding buyers at the rising 8 week MA consistently, so currently \$119.70 the pullback level to target entry. The \$16.2B company is a leading provider of a cloud communications platform and now trades 14.5X EV/Sales and expects 65% revenue growth in 2019 after 63% growth last year. TWLO also likely has room to improve its 55% gross margins. TWLO has a large and expanding TAM that includes call centers, IoT, and email. Analysts have an average target of \$125 on shares and short interest has come down recently to 9.6% of the float. Guggenheim recently started coverage at Buy with a \$140 target. Piper has a \$135 target and sees Flex gaining traction, ongoing synergies with its M&A deal for Send-Grid, and strong execution. Hedge Fund ownership jumped nearly 14% in Q4 filings, Coatue Mgmt. taking a 1% weighting.

Hawk Vision:



Trading Strategy: TWLO was a top Tech pick into 2019 and continues to trade well and post amazing numbers, a name to target on 33 MA or 8 week MA tests.

Confidence Ranking: \$\$