

SPOTLIGHT OPTION TRADE



Long Duration Growth Stock with Rising Cost Headwinds Ripe to Short

TRADE SNAPSHOT

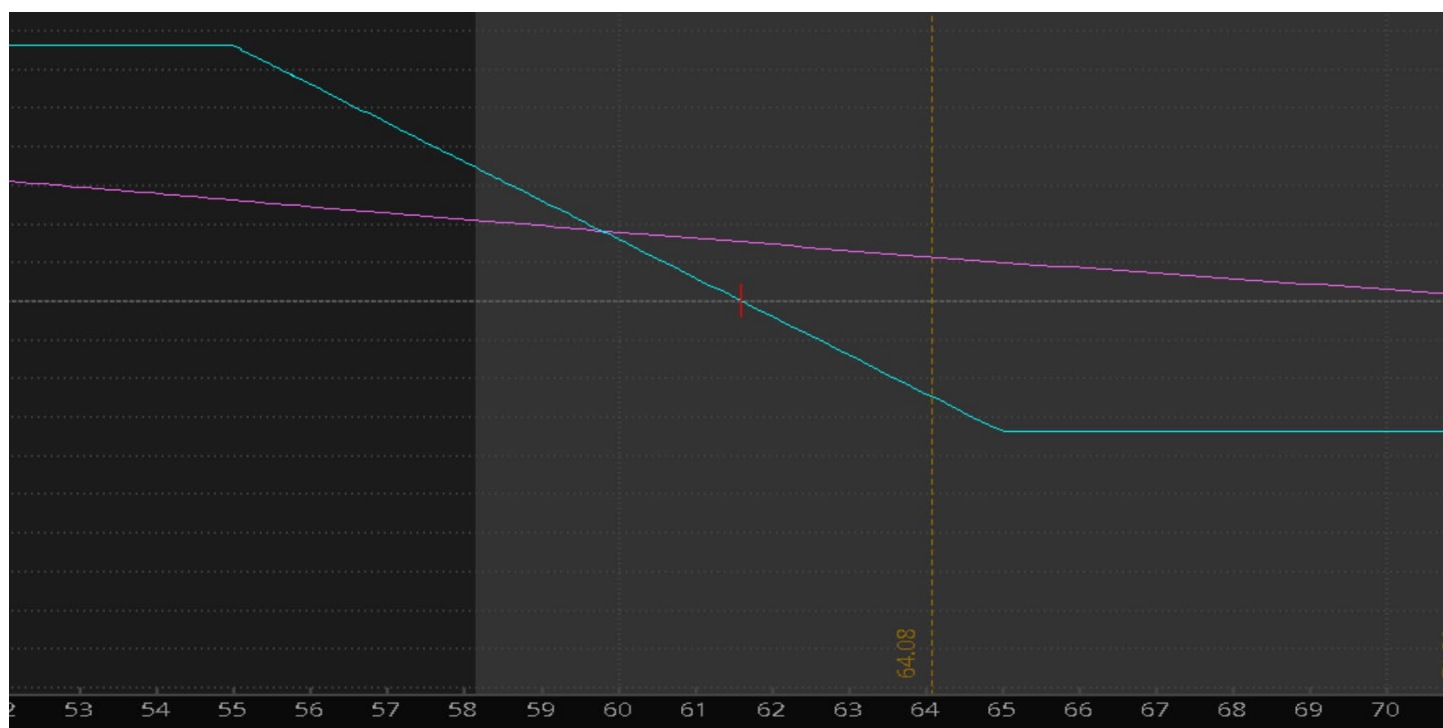
TICKER	DASH
SECURITY	DoorDash
SECTOR	Tech – Internet Platform
CURRENT PRICE	\$71.20
LONG/SHORT	Short
TARGET	\$55
STOP	\$78.50
TIMEFRAME	2 Months

Trading Strategy: Long DASH August \$65/\$55 Put Spreads at \$3.40 Debit

Net Debit/Credit: Debit \$3.40

Profitability Zone: DASH Below \$61.60 on August OpEx

Options Volatility / Trade Simulator View:





Technical Analysis: DASH is nearly 30% off lows but now runs into VWAP from the April highs, down-sloping 55-day MA, key volume profile node, and 6-week trend resistance, an optimal spot to look for a move back lower despite it triggering a bull 8/21 MA cross.



Fundamental Analysis: DASH's Marketplace enables merchants to establish an online presence and expand their reach by connecting them with millions of consumers and includes DashPass, a membership program. DASH's Platform Services business consists of Drive and Storefront and offers services to help merchants facilitate sales through their own channels. DASH continues to expand their platform as they see a huge opportunity in ecommerce and emerging verticals like grocery where they have a long runway. DASH also notably announced a deal for Finnish delivery firm Wolt Enterprises for €7B that lays the foundation for the company to gain massive global scale in more than 22 countries and accelerate their international growth initiatives. DASH's market-leading US restaurant business generates the highest EBITDA/order of any global peer. DASH has a market cap of \$25B and trades 85X EBITDA and 4.7X EV/Sales with revenues seen rising 20-25% annually for 2022/2023 while EPS remains negative and EBITDA seen down 15.5% Y/Y in 2022. Analysts have an average target of \$120 with short interest elevated at 7.8% of the float. Needham lowered its target to \$100 on a lower multiple but positive on the grocery opportunity with Albertson's and food delivery less susceptible to macro conditions. Goldman recently started at Neutral seeing balanced risk/reward highlighting a volatile backdrop and Wolt integration risks.

Lastly, on an anecdotal note, I keep receiving emails from DASH on 50% off and seems desperate for business, a service I used once before realizing the lack of value as the delivery charges are now like a 20% addition to the food bill, and into a consumer spending crunch, likely a luxury consumers move away from. It's 50% US market share also looks at risk to further competition.

Options Activity:

Date	Ticker	Contract	Volume	OI	Price	Delta	IV	Premium	Last	Current OI	Δ Price	Δ OI	Current Val
12-03-2021	DASH	DASH 100 21 OCT 22 135 PUT	2,252	1	\$22.6	-0.31	59.94%	\$5,089,520	\$63.1	3,364	▼ 179.2%	▲ 49.31%	\$21,226,84
06-23-2022	DASH	DASH 100 15 JUL 22 70 PUT	1,553	801	\$6.01	-0.44	90.57%	\$939,565	\$5.1	2,257	▼ 15.14%	▼ 4.12%	\$1,151,070
06-16-2022	DASH	DASH 100 18 NOV 22 50 PUT	1,851	548	\$9.5	-0.29	94.2%	\$1,758,450	\$5.75	2,139	▼ 39.47%	▼ 10.84%	\$1,229,925
05-27-2022	DASH	DASH 100 19 AUG 22 45 PUT	1,378	408	\$2.05	-0.09	106.97%	\$282,490	\$1.68	2,132	▲ 18.05%	▲ 19.37%	\$358,176
06-27-2022	DASH	DASH 100 19 AUG 22 45 PUT	2,973	2,132	\$1.68	-0.10	111.14%	\$499,464	\$1.68	2,132	▲ 0%	▼ 58.24%	\$358,176
05-18-2022	DASH	DASH 100 19 JAN 24 105 CALL	1,004	55	\$13.89	0.48	72.41%	\$1,420,660	\$15.35	2,046	▲ 10.51%	▲ 93.2%	\$3,140,610
06-01-2022	DASH	DASH 100 19 JAN 24 105 CALL	1,000	1,048	\$19.41	0.54	74.62%	\$2,110,000	\$15.35	2,046	▼ 20.92%	▼ 0.1%	\$3,140,610
05-18-2022	DASH	DASH 100 19 JAN 24 120 CALL	1,004	37	\$11.24	0.41	70.84%	\$1,154,600	\$13	2,036	▼ 15.66%	▲ 95.58%	\$2,646,800
06-01-2022	DASH	DASH 100 19 JAN 24 120 CALL	1,000	1,033	\$15.41	0.48	72.28%	\$1,730,000	\$13	2,036	▲ 15.64%	▲ 0.15%	\$2,646,800
05-26-2022	DASH	DASH 100 15 JUL 22 45 PUT	1,530	121	\$1.25	-0.08	111.05%	\$209,610	\$0.21	2,012	▲ 83.2%	▲ 21.87%	\$42,252
06-10-2022	DASH	DASH 100 19 JAN 24 170 CALL	2,003	8	\$4.9	0.22	66.44%	\$981,470	\$7.2	2,009	▲ 46.94%	▼ 0.1%	\$1,446,480
06-22-2021	DASH	DASH 100 20 JAN 23 65 PUT	1,080	389	\$3.61	-0.04	61.17%	\$502,200	\$12.2	1,948	▼ 237.95%	▲ 32.61%	\$2,376,560
05-17-2022	DASH	DASH 100 20 JAN 23 65 PUT	1,352	584	\$15.65	-0.33	81.5%	\$2,122,640	\$12.2	1,948	▲ 22.04%	▲ 0.62%	\$2,376,560
05-26-2022	DASH	DASH 100 15 JUL 22 65 PUT	1,567	219	\$5.75	-0.29	93.43%	\$916,695	\$3.05	1,912	▼ 46.96%	▲ 7.05%	\$583,160
06-10-2022	DASH	DASH 100 15 JUL 22 60 PUT	1,597	584	\$5.87	-0.39	95.22%	\$937,439	\$1.69	1,750	▼ 71.21%	▼ 19.76%	\$295,750
02-09-2022	DASH	DASH 100 19 AUG 22 70 PUT	300	10	\$5.95	-0.14	77.73%	\$181,500	\$9.15	1,646	▲ 53.78%	▲ 430.97%	\$1,506,090
01-21-2022	DASH	DASH 100 20 JAN 23 110 PUT	1,745	293	\$20.88	-0.32	58.08%	\$3,743,025	\$53.81	1,606	▼ 157.71%	▼ 21.2%	\$8,641,880
05-11-2022	DASH	DASH 100 21 OCT 22 150 CALL	1,919	575	\$1.21	0.09	77.48%	\$241,794	\$0.75	1,587	▲ 38.02%	▼ 36.37%	\$119,025
05-23-2022	DASH	DASH 100 18 NOV 22 30 PUT	1,026	9	\$2.52	-0.08	106.84%	\$258,552	\$1.77	1,501	▲ 29.76%	▲ 45.02%	\$265,677

Potential Catalysts: Earnings 8-4-22

Disclaimer:

Not Investment Advice or Recommendation

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