



FEATURED OPTIONS RADAR REPORT



Size Call Buyer Expects Delivery Leader to Post Strong Numbers as Platform Expands

Ticker/Price: DASH (\$175.50)

Analysis:

DoorDash (DASH) with a large trade on 7/19 as 3500 August \$190 calls were bought to open at the \$7.30 offer for nearly \$3M with earnings not until 8/12. DASH has seen mixed flows mainly and does not have a lot of notable open interest lines, the January \$250 calls bought 1000X on 6/22. DASH shares broke out of a falling wedge in mid-June and stalled near \$183.50 resistance while pulling back and bouncing at the key 21-week moving average. DASH has notable VWAP support in the \$152-\$155 zone. DASH was strong to start the week as a name that benefits from pandemic concerns. DASH considers itself a local-logistics leader addressing consumers' needs in a convenience driven economy. DoorDash offers a local logistics platform, providing business enablement and demand fulfillment services to merchants, primarily restaurants, and on-demand services to customers. Through its marketplace, the company provides a number of services including customer acquisition, delivery, insights and analytics, merchandising, payment processing, and customer support. It has a dominant moat in restaurants but also has a large opportunity to expand in ecommerce. DASH has enjoyed impressive market share growth in restaurant delivery, expanding from 17% of the market in January 2018 to 55% currently. DASH also has seen success with its subscription service, DashPass and Bloomberg reported in April that the company is looking at M&A targets in Europe. DASH has very low penetration in categories it is looking to expand leaving a massive untapped opportunity. DASH has a market cap of \$57.2B and is trading 12.5X EV/Sales with revenues seen rising 18.7% in 2021. DASH also has no debt and a strong cash holding. DASH has been actively announcing new partnerships and recently expanded into Japan. Wells Fargo raised its target to \$215 on 6/29 positive on expansion into new verticals and geographies as the main growth narrative for the stock now. Truist upgraded shares to Buy at May on sustained 2021 momentum with solid execution and the platform & marketplace continues to expand. Hedge Fund ownership jumped more than 19% in the latest quarterly filings, a #1 holding for Coatue and both Tiger Global and Lone Pine added to large positions.

Hawk Vision:



Hawk's Perspective: DASH had a big move already and at an uncomfortable spot just under its 21-MA and YTD upper value, alert remains active at \$184.5 for a likely break to \$200.

Confidence Ranking: \$\$