

SPOTLIGHT OPTION TRADE



Solar Leader Offers Value Near Short Put Strikes

TRADE SNAPSHOT

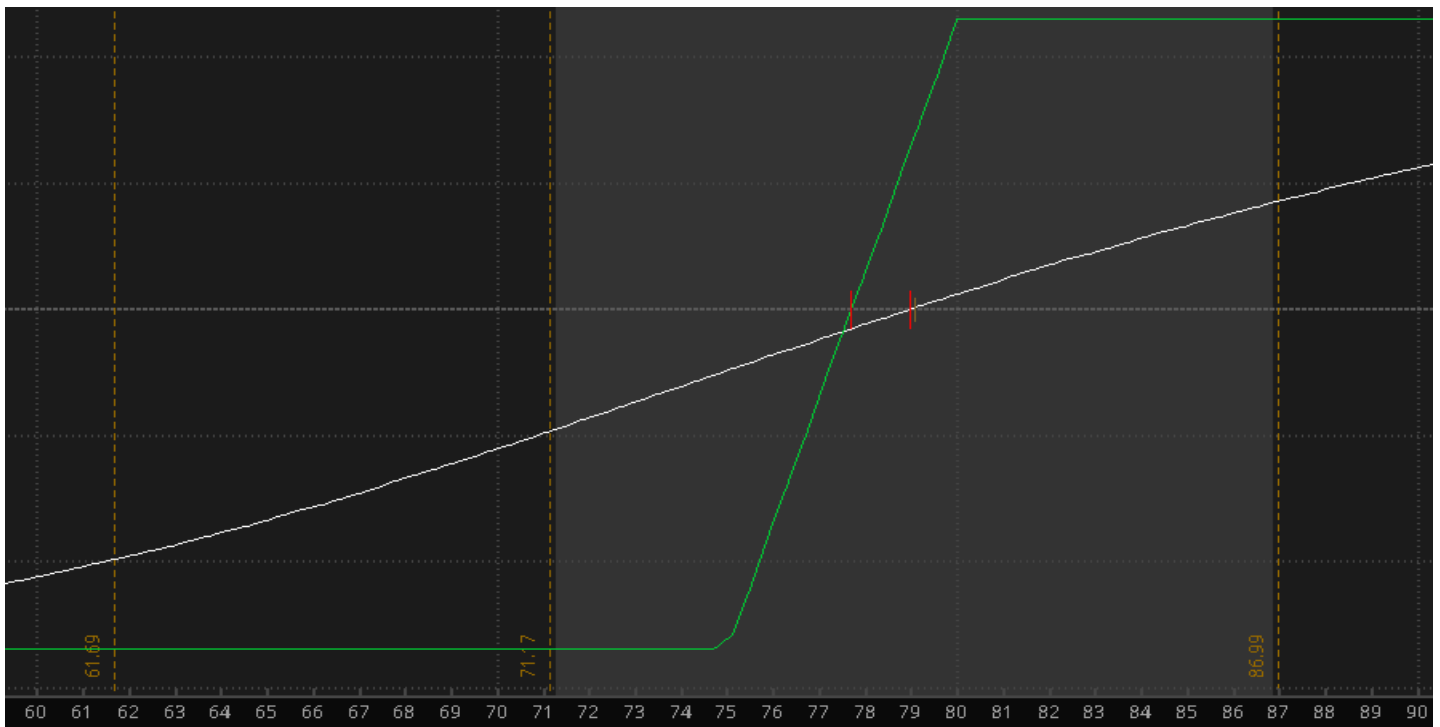
TICKER	FSLR
SECURITY	First Solar
SECTOR	Energy – Alternative - Solar
CURRENT PRICE	\$79.08
LONG/SHORT	Long
TARGET	\$83
STOP	\$71
TIMEFRAME	2 Months

Trading Strategy: Long FSLR May \$75/\$80 Call Spreads at \$2.70

Net Debit/Credit: Debit of \$2.70

Profitability Zone: FSLR Above \$77.70 on May OpEx

Options Volatility / Trade Simulator View:





Technical Analysis: FSLR has seen strong accumulation off the February lows and currently flagging with VWAP off the highs a potential target near \$85.80 and the 200-MA at \$90.43. FSLR weekly MACD is also nearing a bull crossover for the first time in 2022 and the last one in June 2021 led to a strong rally.

First Solar, Inc., Daily, Nasdaq + Nyse BQT O 95.85 H 96.65 L 93.23 C 94.07 Period -1.86% Market closed



Fundamental Analysis: FSLR has a market cap of \$8.5B and trades 32.7X Earnings, 12X FY23 EBITDA and 4.65X Cash. FSLR is in a transition year with revenues and EBITDA seen lower while FY23 seen as a strong growth year. FSLR finished 2021 working well through supply chain issues in Asia and higher costs and remains optimistic on the longer-term outlook as they expand capacity and break ground on next-gen facilities in the US and India. The company continues to see a robust opportunity for early-stage projects in India and now have near 45 GW of total bookings in their pipeline. FSLR expects to sign more multi-year agreements with both the US and India in early 2022 and start a full ramp of their new tech CuRe which should be fleet-wide by the end of March. Analysts have an average target of \$80 with short interest at 4% of the float. Cowen lowered its target to \$90 saying patience will be rewarded given strong bookings and visibility on volume sold and many firms reduced targets on the now well-known freight and material costs weighing on margins.

Options Activity:

Date	Ticker	Contract	Volume	OI	Price	Delta	IV	Premium	Last	Current OI	▲ Price	▲ OI	Current Value
10-26-2020	FSLR	FSLR 100 20 JAN 23 80 PUT	1,000	0	\$21	-0.34	44.08%	\$2,100,000	\$12.1	18,378	▲ 42.38%	▲ 1737.8%	\$22,237,380
11-20-2020	FSLR	FSLR 100 20 JAN 23 80 PUT	1,011	1,123	\$17.8	-0.34	43.08%	\$1,799,580	\$12.1	18,378	▲ 32.02%	▲ 761.2%	\$22,237,380
12-07-2020	FSLR	FSLR 100 20 JAN 23 80 PUT	2,740	2,554	\$15.7	-0.32	42.38%	\$4,301,800	\$12.1	18,378	▲ 22.93%	▲ 247.15%	\$22,237,380
12-22-2020	FSLR	FSLR 100 20 JAN 23 80 PUT	3,006	5,192	\$11.45	-0.23	43.06%	\$3,441,870	\$12.1	18,378	▼ 5.68%	▲ 124.18%	\$22,237,380
01-25-2021	FSLR	FSLR 100 20 JAN 23 80 PUT	1,000	10,211	\$9.5	-0.23	44.84%	\$1,415,000	\$12.1	18,378	▼ 27.37%	▲ 63.93%	\$22,237,380
10-26-2020	FSLR	FSLR 100 20 JAN 23 85 PUT	1,000	0	\$21.55	-0.38	43.88%	\$2,155,000	\$17.55	11,025	▲ 18.56%	▲ 1002.5%	\$19,348,875
10-26-2020	FSLR	FSLR 100 20 JAN 23 82.5 PUT	3,016	1	\$20.35	-0.36	43.38%	\$6,137,560	\$15.1	10,320	▲ 25.8%	▲ 242.06%	\$15,583,200
01-25-2021	FSLR	FSLR 100 20 JAN 23 82.5 PUT	1,000	5,038	\$10.5	-0.25	44.85%	\$1,540,000	\$15.1	10,320	▼ 43.81%	▲ 70.92%	\$15,583,200
03-04-2022	FSLR	FSLR 100 20 MAY 22 75 CALL	5,851	70	\$6.2	0.49	57.16%	\$3,627,620	\$8.25	5,184	▲ 33.06%	▼ 12.45%	\$4,276,800
03-19-2021	FSLR	FSLR 100 20 JAN 23 75 PUT	1,000	132	\$15.85	-0.34	44.34%	\$1,630,000	\$9.75	5,174	▲ 38.49%	▲ 357.07%	\$5,044,650
02-09-2021	FSLR	FSLR 100 20 JAN 23 70 PUT	1,060	67	\$8.55	-0.18	47.26%	\$1,081,200	\$7.69	4,510	▲ 10.06%	▲ 300.18%	\$3,468,190
11-17-2021	FSLR	FSLR 100 20 JAN 23 130 CALL	1,609	724	\$11	0.40	43.17%	\$1,769,900	\$2.33	3,383	▲ 78.82%	▲ 45.01%	\$788,239
08-02-2021	FSLR	FSLR 100 20 JAN 23 87.5 PUT	1,000	84	\$15	-0.40	37.33%	\$1,565,000	\$18.7	3,172	▼ 24.67%	▲ 192.62%	\$5,931,640
08-03-2021	FSLR	FSLR 100 20 JAN 23 87.5 PUT	2,051	1,038	\$14	-0.37	37.63%	\$2,994,460	\$18.7	3,172	▼ 33.57%	▲ 2.69%	\$5,931,640
02-25-2022	FSLR	FSLR 100 19 JAN 24 60 PUT	3,059	15	\$10.25	-0.28	42.74%	\$3,135,475	\$11.3	3,052	▼ 10.24%	▼ 0.72%	\$3,448,760

Potential Catalysts: Earnings Late April

Disclaimer:

Not Investment Advice or Recommendation

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