



FEATURED OPTIONS RADAR REPORT



Bears Position for Move Lower in Leading Investment Bank

Ticker/Price: GS (\$286.20)

Analysis:

Goldman (GS) buyer of 1000 August \$270/\$230 put spreads for \$9.52 on 6/23 follows recent bear flow including recent buys of 1200 July \$290 puts and 2000 July \$280 puts. GS also had a buyer of 750 Jan. 2024 \$320 puts on 4/4 for \$3.5M. GS shares are sitting right on a 50% retracement of the 2020/2021 range and below \$277 set up for a sharper fall into a volume pocket back to \$220. GS will report earnings 7/18 and share slower four of the last six reports and likely faced another challenging trading quarter with markets weak. Goldman Sachs is a leading global financial institution that delivers a broad range of financial services across investment banking, securities, investment management and consumer banking. GS has been rumored to be looking at potential acquisitions to build out its consumer finance segment. GS likely also faces headwinds with its underwriting business and rising expenses. GS asset management is being probed by the SEC over ESG funds according to a recent Bloomberg report. The company held an Investor Day in June with medium turn targets of a 14-16% ROE. GS has a \$99.5B market cap and trades 7X Earnings and 0.96X Book with a 2.8% yield. GS revenues are seen down 19% in 2022 with EPS down 36%. Analysts have an average target of \$420 with short interest low at 1.3% of the float.

Hawk Vision:



Hawk's Perspective: GS looks vulnerable and below \$278 can get ugly for a move to at least \$250, alerts are set.

Confidence Ranking: \$\$