

SPOTLIGHT OPTION TRADE



Las Vegas Sands Reward/Risk Optimal as Mega Bull Flows Accumulate

TRADE SNAPSHOT

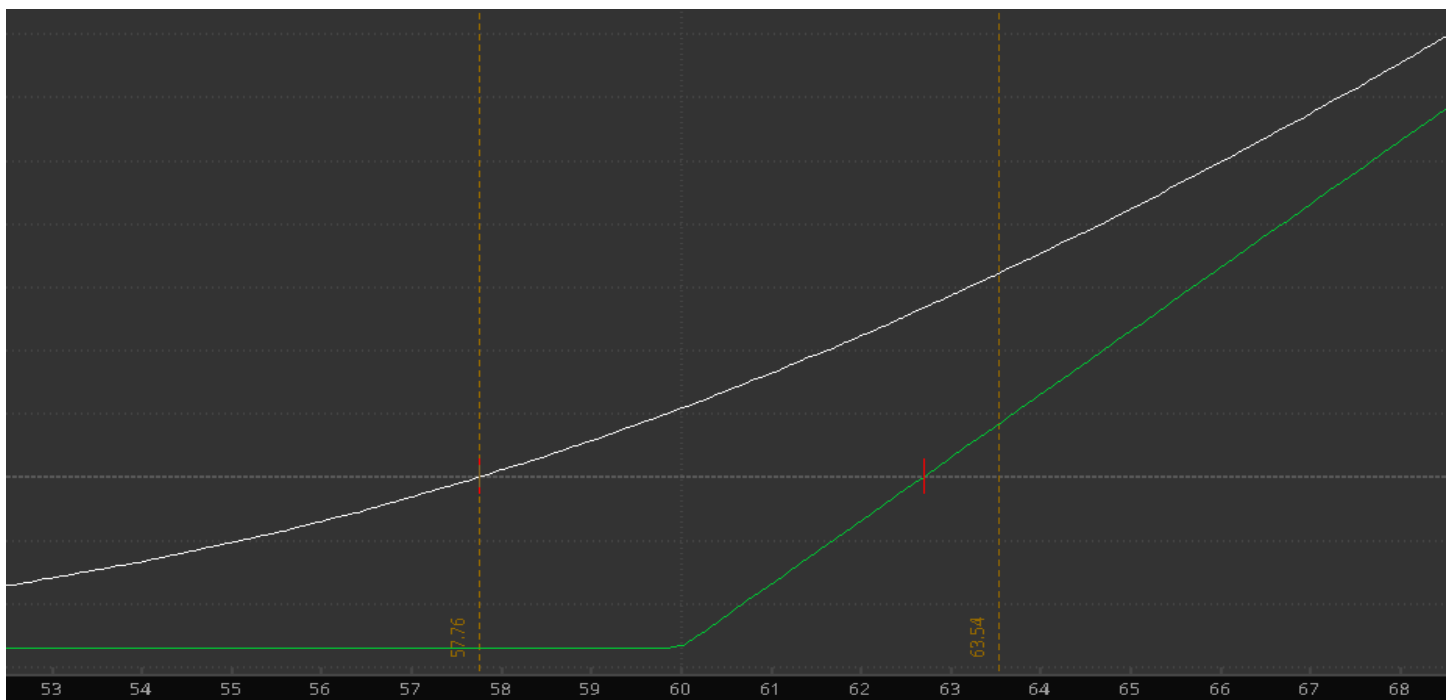
TICKER	LVS
SECURITY	Las Vegas Sands
SECTOR	Consumer – Casinos/Resorts
CURRENT PRICE	\$57.75
LONG/SHORT	Long
TARGET	\$68
STOP	\$54.50
TIMEFRAME	2 Months

Trading Strategy: Long LVS July \$60 Calls at \$2.70 or Better

Net Debit/Credit: Debit \$2.70

Profitability Zone: LVS Above \$62.70 on July OpEx

Options Volatility / Trade Simulator View:





Technical Analysis: LVS is a falling channel pattern held the 200-day moving average and put in a nice base while remaining in a longer term uptrend. LVS has a lot of key overhead VWAP resistance levels but alluring as a move past \$60 should unleash a surge towards \$70.



Fundamental Analysis: The \$42.5B casino & resort operator is trading 23.75X Earnings and 13X FY22 EBITDA with revenues seen rising 96.7% and 55.7% the next two years. LVS is set to see months of positive news flow with improving trends as vaccinations rise and is positioned well in the mass market of Macau which is performing best with visitation starting to trend back upwards. LVS is positioned with industry-leading growth and profitability for when travel/tourism resumes and shares are likely to start reflecting the more optimistic outlook for 2021. LVS has tuned its focus to Singapore and Macau businesses as it decided to sell the Vegas casino businesses. Management sees the Asia business roaring back. Analysts have an average target of \$68.50 with short interest low at 4% of the float. CSFB positive recently on the name citing a potential accelerating environment in Macau and Singapore and plenty of dry powder to act on new investment opportunities. Goldman views Macau as one of the most under-appreciated recovery stories saying that while investors cite concerns over concession renewals, a tepid recovery, and ongoing travel restrictions, travel indicators in China such as RevPAR, luxury sales, and the OECD leading indicator all point to strong pent-up demand. It reiterated a Buy rating on LVS given potential for market share gains from \$2.2bn in investments through the pandemic plus exposure to the mass segment. Stifel raised its target to \$77 in March on a positive 2H set-up for Macau names with muted expectations and sees long-term upside to profitability and operational efficiency. Hedge Fund ownership fell 6.8% in Q1, Melvin and D1 Capital notable top holders while Steadfast added to its position.

Options Activity:

Date	Description	Volume	Open Int	Price	Delta	Impl Vo	Prob.ITM	Premium Paid	Symbol	Current Price	Current OI	Price Change
5/19/2021	LVS 100 20 AUG 21 50 PUT	1,402	41	\$2.48	-0.28	44.01%	35.46%	\$340,686	.LVS210820P50	\$2.28	1389	-8.06%
5/14/2021	LVS 100 20 JAN 23 57.5 CALL	2,840	497	\$11.35	0.603	37.71%	40.99%	\$3,223,400	.LVS230120C57.5	\$10.69	2603	-5.81%
5/14/2021	LVS 100 18 JUN 21 60 CALL	10,077	13,973	\$2.03	0.415	39.07%	36.78%	\$2,045,631	.LVS210618C60	\$1.19	18962	-41.38%
5/13/2021	LVS 100 20 AUG 21 60 CALL	16,088	145	\$3.06	0.4	41.41%	32.17%	\$4,985,110	.LVS210820C60	\$3.22	22139	5.23%
5/13/2021	LVS 100 20 AUG 21 57.5 CALL	1,180	139	\$3.90	0.48	40.89%	39.92%	\$477,900	.LVS210820C57.5	\$4.12	1433	5.64%
5/13/2021	LVS 100 16 JUL 21 57.5 CALL	1,036	562	\$2.98	0.46	39.50%	39.91%	\$315,980	.LVS210716C57.5	\$2.99	1770	0.34%
5/13/2021	LVS 100 16 JUL 21 55 PUT	15,000	245	\$3.48	-0.46	38.81%	52.19%	\$5,325,000	.LVS210716P55	\$3.25	15177	-6.61%
5/13/2021	LVS 100 16 JUL 21 55 CALL	15,073	234	\$3.83	0.54	39.68%	47.72%	\$5,803,105	.LVS210716C55	\$4.10	15923	7.05%
5/13/2021	LVS 100 16 JUL 21 52.5 CALL	1,256	13	\$5.70	0.67	41.48%	60.14%	\$715,920	.LVS210716C52.5	\$5.60	1305	-1.75%
5/13/2021	LVS 100 (Weeklys) 4 JUN 21 57 CALL	17,505	89	\$1.73	0.44	39.42%	39.71%	\$3,028,365	.LVS210604C57	\$1.55	21900	-10.40%
5/13/2021	LVS 100 (Weeklys) 4 JUN 21 50 PUT	17,500	30	\$0.47	-0.15	45.14%	18.00%	\$1,067,500	.LVS210604P50	\$0.20	17549	-57.45%
5/12/2021	LVS 100 17 SEP 21 75 CALL	4,250	2,242	\$0.78	0.13	39.48%	8.76%	\$348,500	.LVS210917C75	\$0.81	8849	3.85%
5/12/2021	LVS 100 17 SEP 21 60 CALL	5,617	11,869	\$3.78	0.45	39.75%	35.77%	\$2,246,800	.LVS210917C60	\$3.85	20298	1.85%
5/11/2021	LVS 100 20 AUG 21 67.5 CALL	2,002	53	\$1.26	0.21	38.48%	15.89%	\$260,260	.LVS210820C67.5	\$1.53	2060	21.43%
5/10/2021	LVS 100 (Weeklys) 4 JUN 21 60 CALL	17,550	368	\$1.63	0.41	36.09%	37.65%	\$2,913,300	.LVS210604C60	\$0.62	20078	-61.96%
5/6/2021	LVS 100 20 JAN 23 57.5 CALL	406	147	\$10.50	0.588	35.26%	40.60%	\$426,300	.LVS230120C57.5	\$10.69	2603	1.81%
5/6/2021	LVS 100 17 SEP 21 60 CALL	12,065	5,195	\$4.10	0.465	37.64%	37.62%	\$4,946,650	.LVS210917C60	\$3.85	20298	-6.10%
5/6/2021	LVS 100 (Weeklys) 28 MAY 21 61 CALL	4,944	251	\$0.82	0.267	37.23%	23.69%	\$405,408	.LVS210528C61	\$0.22	5004	-73.17%
5/3/2021	LVS 100 16 JUL 21 70 CALL	1,161	632	\$1.15	0.22	35.83%	17.72%	\$142,803	.LVS210716C70	\$0.42	1322	-63.48%
5/3/2021	LVS 100 16 JUL 21 60 CALL	982	665	\$4.50	0.57	36.54%	50.43%	\$441,900	.LVS210716C60	\$2.09	3397	-53.56%
4/30/2021	LVS 100 (Weeklys) 4 JUN 21 75 CALL	26,720	0	\$0.19	0.062	40.33%	4.83%	\$507,680	.LVS210604C75	\$0.07	17608	-63.16%
4/30/2021	LVS 100 (Weeklys) 4 JUN 21 63 CALL	29,473	318	\$1.99	0.422	35.46%	37.94%	\$5,865,127	.LVS210604C63	\$0.23	21758	-88.44%
4/27/2021	LVS 100 17 SEP 21 62.5 CALL	6,066	8,614	\$5.05	0.5	37.77%	40.53%	\$3,063,330	.LVS210917C62.5	\$2.88	12421	-42.97%
4/23/2021	LVS 100 20 MAY 22 55 PUT	450	3	\$7.20	-0.351	38.80%	50.85%	\$324,000	.LVS220520P55	\$8.00	569	11.11%
4/22/2021	LVS 100 21 JAN 22 65 CALL	20,844	14,402	\$5.59	0.45	38.78%	32.33%	\$11,776,860	.LVS220121C65	\$4.10	35040	-26.65%
4/22/2021	LVS 100 17 SEP 21 65 CALL	5,916	3,039	\$3.60	0.4	38.00%	30.72%	\$2,129,760	.LVS210917C65	\$2.28	10551	-36.67%
4/22/2021	LVS 100 17 SEP 21 60 CALL	1,767	1,679	\$5.30	0.52	38.74%	42.03%	\$945,345	.LVS210917C60	\$3.85	20298	-27.36%
4/22/2021	LVS 100 (Weeklys) 4 JUN 21 61 CALL	27,920	0	\$2.10	0.41	38.22%	35.95%	\$5,863,200	.LVS210604C61	\$0.47	24543	-77.62%

Potential Catalysts: Macau Monthly Numbers / Asset Sales / Investments

Disclaimer:

Not Investment Advice or Recommendation

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