

SPOTLIGHT OPTION TRADE



MasterCard Setting Up for Strong Run as Calls Accumulate in Open Interest

TRADE SNAPSHOT

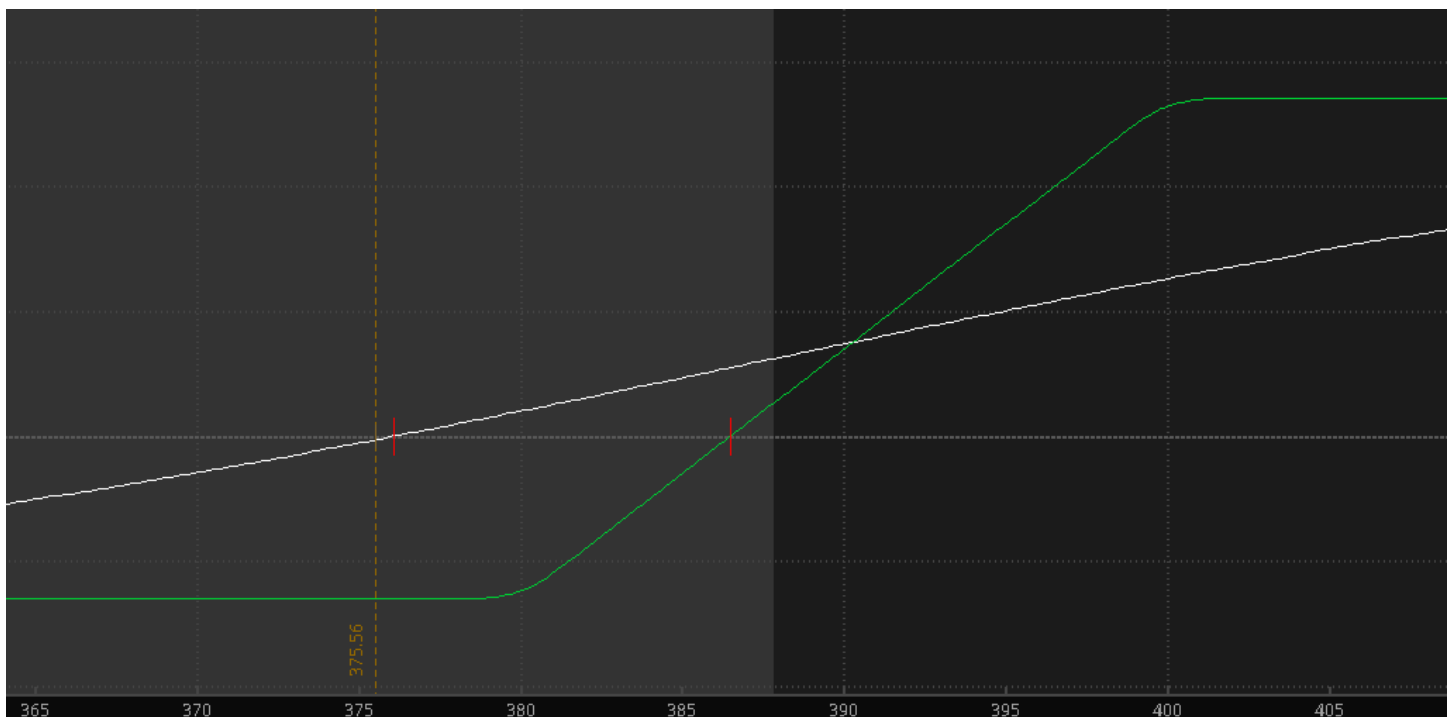
TICKER	MA
SECURITY	MasterCard
SECTOR	Financials – Credit Services
CURRENT PRICE	\$375.50
LONG/SHORT	Long
TARGET	\$405
STOP	\$360
TIMEFRAME	5 Weeks

Trading Strategy: Long the MA August \$380/\$400 Call Spreads at \$6.50 or Better

Net Debit/Credit: Debit \$6.50

Profitability Zone: MA Above \$386.50 on August OpEx

Options Volatility / Trade Simulator View:





Technical Analysis: MA shares are forming a launching pad with a long weekly consolidation above a key volume node and the rising 200-day moving average starting to catch up to shares. MA is seeing a cup and handle form on the daily while the weekly chart is coiled above the rising 21-week moving average with MACD nearing a bull crossover trigger.



Fundamental Analysis: The \$370B credit card leader trades 36X Earnings and 28X FY22 EBITDA with revenues seen rising 15-20% annually the next five years and EPS seen reaching near \$20/share by 2025 from \$6.43/share in 2020. MA offers products across consumer credit, consumer debt, prepaid and commercial credit and debit. MA has been making some interesting acquisitions in technology including digital identity and also expanding into blockchain/crypto. MA continues to see traction in electronic and contactless payments in ecommerce and considers itself a leader in digital capabilities and has several digital wallet partnerships. MA should set up well for 2H21 as cross-border improves sharply and is a name due for upward estimate revisions. Analysts have an average target of \$430 and short interest low at 0.7% of the float.

Options Activity:

Date	Description	Volume	Open Int	Price	Delta	Impl Vo	Prob ITM	Premium Paid	Symbol	Current Price	Current OI	Price Change
7/12/2021	MA 100 17 JUN 22 340 PUT	583	143	\$20.90	-0.3	25.57%	39.74%	\$1,215,555	.MA220617P340			
7/9/2021	MA 100 15 OCT 21 370 PUT	619	358	\$16.40	-0.453	22.80%	50.06%	\$1,015,160	.MA211015P370	\$16.40	383	0.00%
7/8/2021	MA 100 17 SEP 21 380 CALL	3,494	1,674	\$11.56	0.42	24.40%	38.05%	\$4,140,390	.MA210917C380	\$11.75	5129	1.64%
7/7/2021	MA 100 17 SEP 21 415 CALL	2,204	35	\$3.10	0.16	22.55%	13.79%	\$694,260	.MA210917C415	\$2.32	2265	-25.16%
7/7/2021	MA 100 17 SEP 21 390 CALL	2,232	497	\$8.95	0.36	23.05%	32.08%	\$2,008,800	.MA210917C390	\$7.50	2657	-16.20%
7/7/2021	MA 100 17 SEP 21 340 PUT	2,215	927	\$4.80	-0.19	26.20%	22.70%	\$1,118,575	.MA210917P340	\$4.80	3141	0.00%
7/2/2021	MA 100 (Weeklys) 23 JUL 21 380 CALL	1,715	128	\$4.62	0.388	17.90%	37.08%	\$792,330	.MA210723C380	\$2.66	2013	-42.42%
7/2/2021	MA 100 (Weeklys) 23 JUL 21 375 CALL	1,735	185	\$6.87	0.507	19.34%	48.82%	\$1,191,945	.MA210723C375	\$4.55	1915	-33.77%
7/2/2021	MA 100 (Weeklys) 23 JUL 21 365 PUT	1,750	47	\$3.17	-0.282	19.69%	29.83%	\$554,750	.MA210723P365	\$2.68	1983	-15.46%
7/2/2021	MA 100 (Weeklys) 23 JUL 21 360 PUT	1,776	147	\$2.16	-0.203	20.53%	21.78%	\$383,616	.MA210723P360	\$1.67	1966	-22.69%
7/1/2021	MA 100 15 OCT 21 370 CALL	4,651	1,527	\$19.50	0.528	24.18%	47.56%	\$9,069,450	.MA211015C370	\$19.40	5054	-0.51%
7/1/2021	MA 100 (Weeklys) 9 JUL 21 372.5 PUT	686	66	\$4.84	-0.567	17.15%	57.79%	\$332,024	.MA210709P372.5	\$0.00	0	-99.17%
7/1/2021	MA 100 (Weeklys) 9 JUL 21 362.5 PUT	810	286	\$1.34	-0.213	18.15%	22.13%	\$108,540	.MA210709P362.5	\$0.00	0	-98.51%
6/28/2021	MA 100 (Weeklys) 6 AUG 21 405 CALL	2,495	3	\$1.62	0.115	23.27%	10.05%	\$404,190	.MA210806C405	\$1.20	2670	-25.93%
6/28/2021	MA 100 (Weeklys) 6 AUG 21 385 CALL	2,531	54	\$5.10	0.292	23.13%	26.64%	\$1,290,810	.MA210806C385	\$4.69	2679	-8.04%
6/25/2021	MA 100 20 AUG 21 385 CALL	2,241	1,651	\$10.20	0.45	21.88%	41.60%	\$2,285,820	.MA210820C385	\$6.19	4828	-39.31%
6/23/2021	MA 100 20 AUG 21 370 PUT	568	376	\$11.85	-0.425	23.65%	46.30%	\$673,080	.MA210820P370	\$10.00	1600	-15.61%
6/22/2021	MA 100 20 AUG 21 360 PUT	1,026	401	\$7.89	-0.29	24.93%	32.90%	\$774,630	.MA210820P360	\$6.50	1852	-17.62%
6/17/2021	MA 100 17 SEP 21 370 CALL	4,902	2,271	\$17.87	0.51	24.97%	45.80%	\$8,759,874	.MA210917C370	\$17.00	2991	-4.87%
6/16/2021	MA 100 16 JUL 21 370 CALL	1,550	1,364	\$7.10	0.43	21.20%	40.90%	\$1,100,500	.MA210716C370	\$5.45	2123	-23.24%
6/16/2021	MA 100 15 OCT 21 310 PUT	1,233	94	\$5.25	-0.15	28.58%	18.65%	\$616,500	.MA211015P310	\$3.55	1224	-32.38%
6/14/2021	MA 100 15 OCT 21 360 PUT	240	122	\$18.63	-0.46	23.48%	51.20%	\$447,120	.MA211015P360	\$12.45	494	-33.17%
6/10/2021	MA 100 20 AUG 21 400 CALL	3,247	300	\$3.31	0.18	22.05%	15.16%	\$1,071,510	.MA210820C400	\$2.56	4056	-22.66%
6/10/2021	MA 100 20 AUG 21 375 CALL	1,647	317	\$9.85	0.4	22.90%	35.94%	\$1,647,000	.MA210820C375	\$10.60	2363	7.61%
6/10/2021	MA 100 20 AUG 21 330 PUT	1,608	353	\$4.60	-0.19	26.38%	22.23%	\$763,800	.MA210820P330	\$1.72	2109	-62.61%
6/10/2021	MA 100 17 JUN 22 270 PUT	654	77	\$8.15	-0.13	29.51%	20.34%	\$533,010	.MA220617P270	\$6.30	842	-22.70%
6/3/2021	MA 100 20 AUG 21 365 CALL	3,505	244	\$17.10	0.52	26.02%	46.77%	\$6,063,650	.MA210820C365	\$16.50	4010	-3.51%
6/1/2021	MA 100 15 OCT 21 370 CALL	2,147	187	\$18.60	0.47	25.61%	40.75%	\$4,057,830	.MA211015C370	\$19.40	5054	4.30%
5/27/2021	MA 100 21 JAN 22 375 CALL	1,001	11	\$27.10	0.49	27.50%	40.20%	\$2,787,785	.MA220121C375	\$25.85	679	-4.61%
5/26/2021	MA 100 15 OCT 21 365 PUT	600	122	\$22.90	-0.46	25.85%	52.42%	\$1,392,000	.MA211015P365	\$16.45	1119	-28.17%
5/25/2021	MA 100 20 AUG 21 350 PUT	547	84	\$11.15	-0.32	27.38%	37.03%	\$618,110	.MA210820P350	\$4.15	1552	-62.78%
5/20/2021	MA 100 17 SEP 21 370 CALL	1,737	85	\$22.30	0.51	28.31%	44.49%	\$3,882,195	.MA210917C370	\$17.00	2991	-23.77%
5/19/2021	MA 100 16 JUL 21 360 CALL	1,613	260	\$15.05	0.49	28.48%	44.45%	\$2,395,305	.MA210716C360	\$13.90	1144	-7.64%
5/12/2021	MA 100 20 AUG 21 380 CALL	10,040	2,381	\$13.09	0.38	28.57%	32.31%	\$13,303,000	.MA210820C380	\$8.48	7539	-35.22%

Potential Catalysts: Earnings 7/29/21

Disclaimer:

Not Investment Advice or Recommendation

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