

SPOTLIGHT OPTION TRADE



Mosaic Back to Optimal Entry, Flows Bullish

TRADE SNAPSHOT

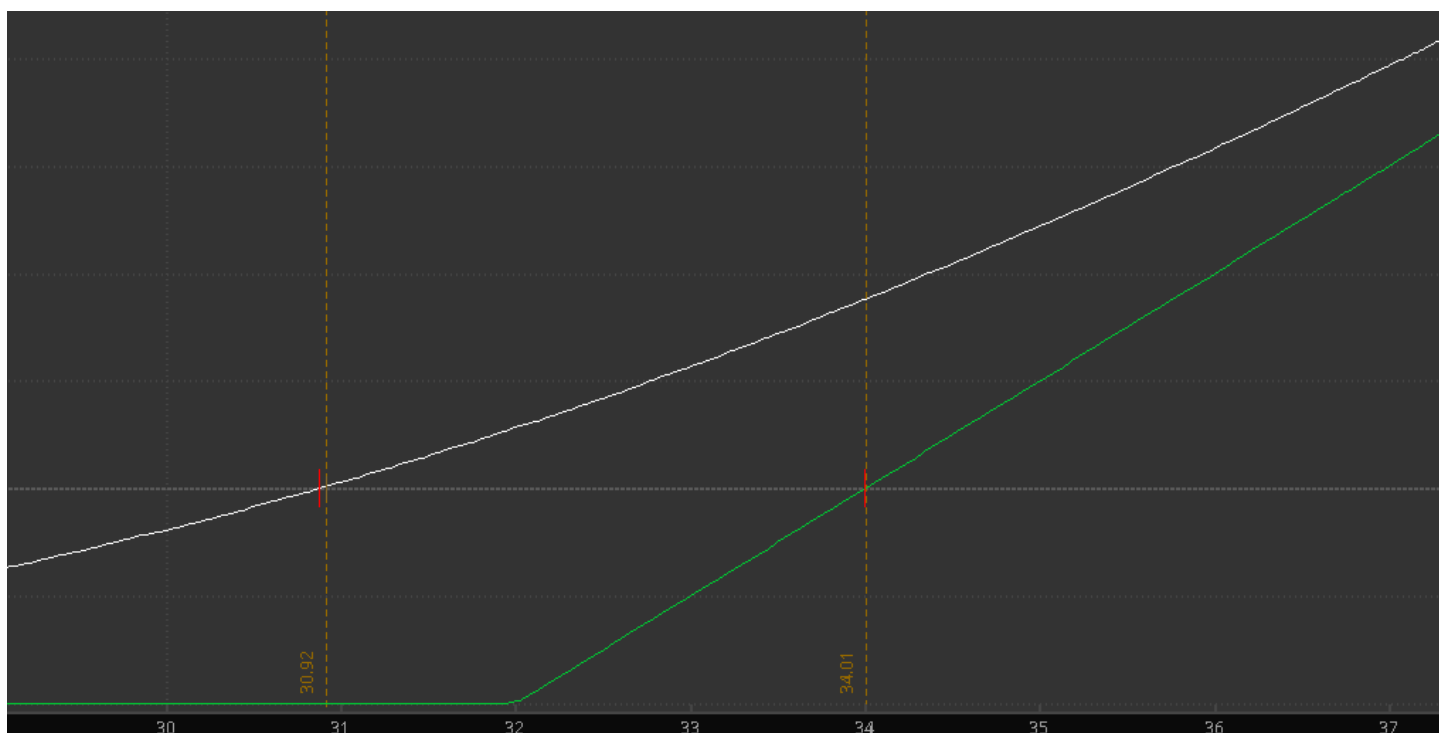
TICKER	MOS
SECURITY	The Mosaic Company
SECTOR	Basic Materials – Ag – Fertilizer
CURRENT PRICE	\$30.70
LONG/SHORT	Long
TARGET	\$36
STOP	\$28
TIMEFRAME	2 Months

Trading Strategy: Long the **MOS** May \$32 Calls at \$2 or Better

Net Debit/Credit: Debit \$2

Profitability Zone: MOS Above \$34 on May OpEx

Options Volatility / Trade Simulator View:





Technical Analysis: MOS shares pulled back right to VWAP off the December low, retested its prior flag breakout, and held the rising 55-day moving average. MOS may be forming a rising channel pattern and holding the lower-end with room to now rally from oversold.



Fundamental Analysis: The Mosaic Company is the world's leading producer and marketer of concentrated phosphate and potash crop nutrients. MOS is a single source supplier of phosphate- and potash-based crop nutrients and animal feed ingredients. MOS accounts for 13% of global phosphate production and 11% of potash production. The \$11.5B company trades 12X Earnings, 1.3X Sales and 34.25X FCF with a 0.66% yield. MOS revenues are seen rising 18.7% in 2021 with EBITDA seen up 59%. The global phosphate market remains tight while demand is strong as farmer economics improve and Brazil seen as a source of growth to offset declines in India. Management held an investor event on 3/11 and is focused on deleveraging the balance sheet and investing in further growth initiatives. The recent ITC ruling also supports US benchmark prices. Analysts have an average target of \$34 and short interest is low at 1% of the float. On 2/19 JPM raised its target to \$40 with an Overweight rating.

Options Activity:

Date	Description	Volume	Open Int	Price	Delta	Impl Vo	Prob. ITV	Premium Paid	Symbol	Current Price	Current OI	Price Change
3/25/2021	MOS 100 16 APR 21 31 CALL	3,252	1,181	\$1.45	0.51	49.53%	45.89%	\$478,044	.MOS210416C31			
3/23/2021	MOS 100 21 MAY 21 35 CALL	3,192	80	\$1.17	0.31	56.53%	23.27%	\$443,688	.MOS210521C35	\$1.12	3232	-4.27%
3/23/2021	MOS 100 17 SEP 21 32 CALL	625	203	\$3.70	0.52	52.65%	37.60%	\$231,250	.MOS210917C32	\$3.60	686	-2.70%
3/23/2021	MOS 100 17 SEP 21 31 PUT	1,213	220	\$4.30	-0.43	50.08%	57.05%	\$533,720	.MOS210917P31	\$4.43	1349	3.02%
3/23/2021	MOS 100 16 APR 21 30 CALL	5,215	2,378	\$1.75	0.57	48.01%	51.87%	\$938,700	.MOS210416C30	\$1.75	7112	0.00%
3/18/2021	MOS 100 16 APR 21 37 CALL	7,048	3,950	\$1.30	0.37	54.79%	30.81%	\$916,240	.MOS210416C37	\$0.15	16062	-88.46%
3/17/2021	MOS 100 16 APR 21 33 PUT	1,838	145	\$1.92	-0.46	56.48%	52.67%	\$444,796	.MOS210416P33	\$2.96	1761	54.17%
3/11/2021	MOS 100 16 APR 21 37 CALL	2,700	1,305	\$1.25	0.32	55.95%	26.32%	\$336,000	.MOS210416C37	\$0.15	16062	-88.00%
3/11/2021	MOS 100 (Weeklys) 1 APR 21 33 CALL	1,511	691	\$2.40	0.58	57.73%	52.82%	\$362,640	.MOS210401C33	\$0.20	2256	-91.67%
3/10/2021	MOS 100 21 JAN 22 35 PUT	1,500	174	\$8.25	-0.45	56.59%	65.73%	\$1,237,500	.MOS220121P35	\$8.25	1688	0.00%
3/10/2021	MOS 100 20 JAN 23 30 PUT	500	2	\$8.35	-0.31	62.67%	64.88%	\$550,000	.MOS230120P30	\$7.50	513	-10.18%
3/9/2021	MOS 100 16 APR 21 37 CALL	2,618	106	\$0.73	0.24	65.33%	17.51%	\$248,710	.MOS210416C37	\$0.15	16062	-79.45%
3/8/2021	MOS 100 17 SEP 21 28 PUT	701	171	\$3.82	-0.34	60.00%	50.63%	\$267,782	.MOS210917P28	\$2.81	984	-26.44%
3/8/2021	MOS 100 (Weeklys) 1 APR 21 27.5 CALL	1,000	5	\$4.15	0.78	65.32%	72.63%	\$415,000	.MOS210401C27.5	\$6.45	799	55.42%
3/4/2021	MOS 100 (Weeklys) 1 APR 21 34 CALL	2,035	9	\$0.66	0.25	66.61%	19.08%	\$175,010	.MOS210401C34	\$0.12	2083	-81.82%
3/3/2021	MOS 100 17 SEP 21 45 CALL	2,036	98	\$1.95	0.28	59.97%	15.34%	\$397,020	.MOS210917C45	\$0.94	2301	-51.79%
3/2/2021	MOS 100 18 JUN 21 37 CALL	1,001	11	\$2.31	0.38	58.94%	26.62%	\$242,242	.MOS210618C37	\$1.20	1623	-48.05%
3/2/2021	MOS 100 18 JUN 21 26 PUT	1,000	160	\$1.58	-0.22	61.40%	33.67%	\$178,000	.MOS210618P26	\$1.18	1167	-25.32%
2/26/2021	MOS 100 21 JAN 22 27 PUT	2,005	209	\$4.95	-0.33	59.60%	55.59%	\$992,475	.MOS220121P27	\$3.80	3027	-23.23%
2/26/2021	MOS 100 17 SEP 21 30 PUT	1,500	164	\$5.55	-0.43	59.91%	60.84%	\$832,500	.MOS210917P30	\$3.62	1572	-34.77%
2/23/2021	MOS 100 18 JUN 21 30 PUT	1,315	143	\$4.30	-0.46	59.27%	59.25%	\$565,450	.MOS210618P30	\$2.87	1923	-33.26%
2/23/2021	MOS 100 18 JUN 21 27 PUT	2,000	216	\$2.74	-0.33	62.07%	46.64%	\$548,000	.MOS210618P27	\$1.45	2174	-47.08%
2/22/2021	MOS 100 16 APR 21 33 CALL	2,487	498	\$1.82	0.4	61.85%	31.63%	\$462,825	.MOS210416C33	\$0.56	3953	-69.23%
2/19/2021	MOS 100 16 APR 21 35 CALL	31,692	31	\$0.99	0.26	60.50%	18.87%	\$3,137,508	.MOS210416C35	\$0.27	24115	-72.73%
2/19/2021	MOS 100 16 APR 21 30 CALL	1,511	139	\$2.38	0.5	60.38%	40.61%	\$368,684	.MOS210416C30	\$1.75	7112	-26.47%
2/18/2021	MOS 100 (Weeklys) 26 MAR 21 30 CALL	4,177	93	\$1.08	0.35	52.08%	28.71%	\$451,116	.MOS210326C30	\$0.83	2884	-23.15%
2/17/2021	MOS 100 18 JUN 21 38 CALL	2,002	0	\$1.65	0.31	57.16%	20.12%	\$330,330	.MOS210618C38	\$0.95	4161	-42.42%
2/16/2021	MOS 100 17 SEP 21 28 CALL	514	21	\$6.31	0.66	55.34%	49.71%	\$324,334	.MOS210917C28	\$5.60	921	-11.25%
2/8/2021	MOS 100 21 JAN 22 32 PUT	542	140	\$7.75	-0.48	52.10%	67.76%	\$420,050	.MOS220121P32	\$6.35	731	-18.06%
1/29/2021	MOS 100 18 JUN 21 28 CALL	1,000	480	\$3.55	0.53	58.38%	38.70%	\$355,000	.MOS210618C28	\$4.20	1853	18.31%

Potential Catalysts: Earnings Early May; Commodity Movements

Disclaimer:**Not Investment Advice or Recommendation**

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