



Inside Today's Blitz

- Futures Flat Ahead of Busy Earnings Week
- Sen. Cornyn says GOP Open to Smaller Infrastructure Bill with Biden
- JNJ Vaccine Could Be Limited with Stronger Warning Label
- **EXPE** CEO expects boom in travel demand; **PTON** fighting a potential recall of Tread+; **TSM** is warning on US/China relations and impact on chip production; Barron's positive **ORLY, DIS, PETQ, COIN**

Market Outlook

Futures indicating a slightly down open for the morning with the **Dow** off by 21 bps, the **S&P** off by 16 bps, and the **Nasdaq** off by 7-8 bps. The **Russell** is down 65 bps. Energy is mostly flat overnight while **Natural Gas** rose 2%. **Gold** and **silver** both higher today by about 55 bps each. **Copper** is up 2.45% and sitting just shy of a weekly flag breakout. The **dollar** is down 50 bps. **Bonds** are up 12 bps. **VIX** is 17.20. The **10-year yield** is down slightly to 1.572%. **Bitcoin** with a wild weekend falling down to \$52,000 on Saturday and bouncing back slightly. It has been a relatively quiet weekend for major news with the focus remaining on vaccinations, fiscal policy and infrastructure. The J&J vaccine will be in the news this week again as regulators debate how to move forward with the shot which could be restricted to people over 50 and/or get a stronger label. On the whole, however, progress towards herd immunity continues to be strong in the US while cases rise in other countries. Elsewhere, bitcoin dropped 15% on Sunday before rebounding with some talks of big whales selling and potential for investigations over money laundering. A GOP senator said that they could be open to working on a smaller infrastructure bill with POTUS.

Asian markets are mostly higher this morning with the Hang Seng up 47 bps, Shanghai up 1.5%, and the Nikkei up 1-2 bps. In Europe, the major indices are mixed with the DAX down 10 bps, the FTSE up 22 bps, and the CAC up 37 bps. We are seeing outperformance in retail and healthcare while autos and financials lag. **ABN Amro** gained 1% as the Dutch bank accepted a settlement over money laundering allegations. **Equiniti Group** rose 16% after the financial services company received a takeover bid from Siris Capital. **Kier Group** rose 5% after the construction firm agreed to sell Kier Living and Foster Bidco. **Daimler** is down 1.5% after the automaker announced further plans to expand their EV business. **Evotec** rose 1% after announcing a licensing agreement with Kazia Therapeutics. **Sanofi** is up 1.5% after the EC approved their treatment for relapsed multiple myeloma.

Calendar

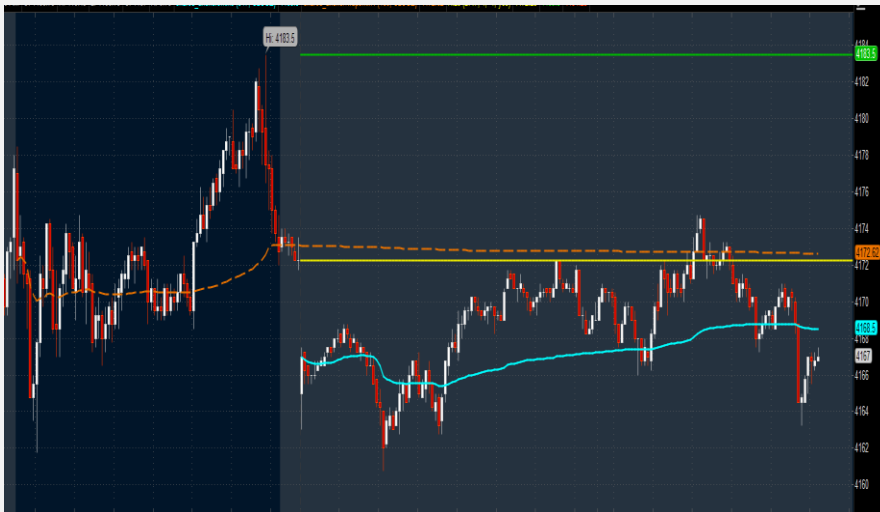
Today... Bill auctions; **Earnings AMC:** CCK, HXL, IBM, STLD, UAL

Next week... Redbook, API inventories; **International Earnings of Note:** Atos, Danone, Kering; **Earnings Before the Open:** ABT, AN, BMI, CMA, DOV, FITB, GATX, HOG, IRDM, JNJ, KEY, LMT, MAN, EDU, OMC, PM, PG, SNV, TRV, WBS, XRX; **Earnings After the Close:** CSX, EW, IBKR, ISRG, NFLX, LRN, THC

Overnight Markets

Copper	4.267	2.40%
Natural Gas	2.733	1.98%
Gold	1788.5	0.47%
Silver	26.23	0.46%
Bonds	158.13	0.08%
Oil (WTI)	63.13	-0.09%
US Dollar	91.11	-0.50%

Technical View



Key Levels to Watch

It has been a quiet night for overnight futures with a small gap down on Sunday night and now we're in a range below Friday's close at 4172 and VWAP from Friday is a bit of a wall so far. Overnight VWAP is flat at 4168. I'm watching 4187.50 and then 4,200 to the upside today while below areas of interest are 4156, 4154, and 4134.

Economic Data

- **Japan** exports rose 16.1% in March vs 11.4% est.
- **Japan** imports rose 5.7% in March vs 4.7% est.
- **Japan** industrial production fell 1.3% in February vs -2.1% prior
- **Eurozone** construction output fell 2.12% in Feb. vs 0.84% prior

Macro News

- **China** may test a digital yuan at the 2022 Olympics in Beijing, per CNBC, but reiterates they have no plans to replace the dollar
- **China** has given banks permission to import large amounts of gold, per Reuters, potentially helping to support global gold prices
- **China's Xi** and **PBOC Governor Gang** will speak this week at the Boao Forum, per Bloomberg
- **Iran, US** made further progress on nuclear talks last week as the two sides look to draft a new agreement, per Bloomberg
- **GOP** leadership is increasingly optimistic about recapturing control of the House and Senate in 2022, per Politico
- **POTUS** plans to meet with a bipartisan group this week as he continues to push his **infrastructure bill** forward, per The Hill

Movers

Gainers: KNL 29%, CLNE 13.5%, GME 6%, HOG 5%, FSLR 3.5%, JKS 3.5%

Losers: RIOT -8%, MARA -7.5%, CAN -7%, PTON -6%

Insider Buying

TTCF, AHT, MACK

IPO Calendar

Ui Path (PATH) raising \$990m at a \$26b market cap; software that identifies automation opps across organizations

DoubleVerify (DV) raising \$340m at a \$4.3b valuation; enables advertisers to assess the effectiveness of the ads targeting and audience

Latham (SWIM) raising \$400M at a \$2.4b market cap; maker of in-ground residential pools

Stock-Specific News

Barron's Wrap

- **Disney (DIS)** can continue to climb as parks reopen. CEO Chapek is terribly confident that the parks will bounce back as good, if not better, than they were before.
- **PetIQ (PETQ)** a smart play on pet care. At 19X FY22 earnings, that's far cheaper than larger companies in the booming pet sector
- **O'Reilly (ORLY)** is a winner. The company has used the downtime caused by the pandemic to improve its business and gain market share, while expanding its bricks-and-mortar footprint
- **Coinbase (COIN)** the best way to play bitcoin boom. Coinbase is the real deal, a novel company with competitive advantages that have enabled it to increase market share despite fierce rivals

Chart Watch

PETQ nice weekly flag forming under \$38 and resistance that goes back to 2018 and a breakout has a bigger measured move out to \$46

Consumer

- **Expedia (EXPE)** CEO sees a Travel Boom coming, expects Hotels to "come screaming back" according to a report in the WSJ
- **PTON** is fighting a potential recall for their Tread+, per WaPo, after disclosing that one child died, and others were injured in accidents on its treadmills
- **GME** CEO to step down as of July 31 or earlier upon succession of a new CEO. The Board has been evaluating executive leadership
- **Knoll (KNL)** to be acquired by **Herman Miller (MLHR)** for \$25.06/share in cash and stock deal valued at \$1.8B
- **TCOM** shares jumped 5% in their Hong Kong debut after the company's CEO said he expects a record number of travelers for the upcoming May holidays in China, per CNBC
- The WSJ cautious on **LEVI** after the strong rally in stock, fashion trends can be fickle, and Levi's has a weak history
- **Crown Resorts** received an offer from Oaktree to buyback James Packer's 37% stake, per Reuters, for \$2.3B
- **SXSW Media** has sold a 50% stake to Penske Media, per WSJ. The company is the owner of the iconic South by Southwest Festival
- **MANU**, 11 other European clubs to establish Super League competition

Hawk Database

EXPE a nice consolidation set-up and recent size buyer of 5000 May \$175 calls, also has large Jan. 2022 calls in OI

Sympathy Watch

SCS, HNI two other Office furniture plays on the **KNL/MLHR** deals

Financials

- **Ant Group (BABA)** is looking at ways for Jack Ma to cede control, per Reuters, after coming under regulatory fire from Beijing
- **Citigroup (C)** is looking to expand their wealth management business in Asia, per WSJ, and targeting 50% growth in AUM by 2024

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- **Sterling Bancorp (STL)** announces all-stock merger with **Webster Financial (WBS)** valued at \$5.1B
- **HIG** has announced a \$650M settlement with the Boy Scouts of America for sexual abuse claims associated with policies issued in the 1970s
- **HIW** to buy office properties from **APTS** valued at \$717.5M
- **WeWork (BOWX)** with a cautious profile in the WSJ this weekend noting that its financial ambitions remain overly optimistic
- **Dankse Bank** CEO has stepped down, per Reuters, after Dutch officials cited him in a money laundering investigation

Healthcare

- Dr. Fauci expects decision on **JNJ** by Friday by the FDA, per Bloomberg, on how to proceed forward with the vaccine
- **JNJ's** vaccine could be limited to people over 50 and come with a stricter warning label, per WSJ
- **PFE, BNTX** has reached a deal with Japan on more vaccine supply, per Bloomberg, and could get approval in China within weeks
- **XBIT** receives permission to commence trials for pancreatic cancer drug
- **MNKD, UTHR** submit NDA for Tyvaso to the FDA
- **CRIS** granted orphan status for myelodysplastic syndrome treatment
- The WSJ 'Heard on the Street' column positive today on **healthcare stocks** post-pandemic noting that stocks have underperformed but the industry should be in a strong position long after the pandemic is over. They're positive on **UNH, PFE**, and potential for more M&A

Energy & Materials

- **BP** to stop natural gas flaring in Permian, per WSJ, and plans to spend about \$1.3B over the next four years to build a network of pipes to collection and capture natural gas
- **CLNE** signs pact with Amazon for low, negative carbon RNG
- Australian Lithium miner **Orocobre** has agreed to buy smaller rival Galaxy Resources for \$1.4B, per Reuters

Industrials

- **Toyota (TM)** is speeding up its big electrification push, says Bloomberg. The world's largest carmaker previewed its EV SUV at the Shanghai auto show on Monday
- **Boeing (BA)** says electrical issues may effect a larger part of their 737 MAX than previously though, per WSJ
- **TSLA** crash that killed two was in 'driverless mode' in Texas, per WSJ

Hawk Database

TM still has some size in the July call open interest including 2000 of the \$165 and 3500 of the \$175 strike

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- **CNHI** has ended talks to sell their Iveco truck and bus business to China's FAW group, per Bloomberg
- **ESLT** awarded \$1.65B contract for flight training program
- **CARR** to acquire **Guangdong Giwee Group**, a maker of HVAC products in China, and deal expected to close in Q2
- **Melrose Industries** will sell its Nortek Air Management business for \$3.63B, per Reuters
- **SpaceX** has won an exclusive contract with NASA to build spacecraft for moon landings, per WashingtonPost
- **Volvo** will provide vehicles to **Didi Chuxing** for their upcoming self-driving test, per Bloomberg

Hawk Database

CNHI bullish chart and has 8250 January \$15 and 7,575 June \$17.5 calls bought in open interest

Tech/Telecom

- **Taiwan Semi (TSM)** is warning about impact from the trade tensions, per Bloomberg. Tensions may disrupt its access to key production equipment and hit its operations
- **Toshiba's** approach by CVC Capital will be postponed until further notice after the CEO stepped down, per Nikkei
- **Facebook (FB)** will launch a variety of new audio products this week, per Vox, including a Clubhouse competitor and podcast delivery service developed in part with **SPOT**
- **AAPL** is raising their payout to artists on Apple Music to 1c per stream, nearly double that of **SPOT**, per Variety
- **AAPL** could unveil a new iMac line at this week's event, per MacWorld
- **VMW** could become a takeover target after its separation from DELL, says Tech Crunch, and fetch as much as \$100B
- **Renesas** says chip production at their damaged facility will be back to 100% by the end of May, per Reuters
- **Squarespace** has filed to go public, per CNBC, and has chosen direct listing for the venture. The company reported \$621M in revenue in 2020, up 28% Y/Y, and now has 3M customers
- **Huawei** will release three foldable smartphones in 2021, per Digitimes
- **Clubhouse** raised money again, per Reuters, and now is valued at \$4B

Analyst Notes

Upgrades

- **ST** upgraded to Outperform at Evercore, looks well positioned for outsized growth given its focus on helping customers transition to an electrified future for auto and heavy vehicle and off road markets
- **ALB, LTHM** raised to Outperform at Evercore, After reaching a bottom in the second half of 2020, lithium pricing has continued to move higher led by battery grade carbonate as inventories in the supply chain work down
- **BKR** raised to Outperform at BMO, expects positive revisions to Baker's conservative oilfield services outlook, accelerating the achievement of double-digit margins.
- **FSLR** raised to Buy at Citi, \$100 target, sees potential for multiple positive catalysts over the next several months from U.S. tax policy, U.S. trade policy and higher estimate revisions relative to production and margin outperformance
- **GLW** raised to Overweight at JPM citing company's favorable positioning as a fiber supplier to leverage the upcoming investment cycle in fiber-based broadband connectivity as well as tailwinds from government directed investments in broadband services drive an improved outlook for its optical segment
- **EVRG** raised to Outperform at Wolfe
- **SRE** raised to Buy at Mizuho
- **TXT** raised to Outperform at CSFB
- **VVV** raised to Buy at Jefferies
- **WAL** raised to Overweight at Wells Fargo
- **CTVA** raised to Buy at Loop
- **APA** raised to Positive at SIG

Downgrades

- **CHD** cut to Underweight at MSCO, sees rising commodity costs and lower volumes post Covid as potential headwinds. Further, Church & Dwight's historical valuation has been aided by both low interest rates and a stronger dollar, and both of these factors as dissipating
- **OMF, DFS** cut to Market Perform at BMO
- **COG** cut to Perform at BMO
- **TEL** cut to Perform at Cowen
- **CLF** cut to Neutral at Exane BNP

Chart Watch

ALB has pulled back nicely with a long base, and above \$156.50 is key for a breakout of this wedge pattern. ALB has 1880 Jan \$160 calls bought in OI

Hawk Database

FSLR indicating a higher open on the upgrade, looking to clear back above its 200-day MA. FSLR has large short puts in OI and recent size buys in June and Sep. \$90 calls.

Hawk Database

GLW a strong trending chart and has seen June \$46 and \$47 calls bought 2000X each while 3500 Aug. \$33 calls remain in OI

Hawk Database

VVV freshly breaking out of a bull consolidation pattern and on 4/12 the July \$30 calls bought 5000X to open.

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Initiations

- **DOCN** started Buy at Goldman; with a \$32bn TAM today, and a leading set of solutions, we see ample opportunity for top line growth
- **DSEY** started Buy at Goldman; a resilient business model characterized by recurring revenue streams, sticky customer relationships and essential business solutions
- **CRCT** started Buy at Goldman; Cricut's highly engaged base of automated crafters can be increasingly monetized through subscriptions over time
- **CARR** started Buy at BAML, shares are currently trading at discount to Heating, Ventilation and Air Conditioning peers on a forward EV/EBITDA basis, but that valuation gap should close as the company starts benefiting from restructuring and de-levers
- **VZIO** started Overweight at Piper; started Buy at BAML
- **COUR** started Buy at Berenberg

Other Notes

- **AAPL** – Wells Fargo notes likely to Announce Additional \$50B Buyback and 10%+ Dividend Hike with Earnings Next Week

Trade Ideas

Accolade (ACCD) a nice-looking chart spotted on Sunday scans and small-cap worth diving into after coming public in July 2020. Shares are flagging in a tight range above its rising 8-EMA and under a downtrend line from the November highs. A breakout above \$49.25 puts it into a low-volume gap back to \$52.50 but plenty of upside back near the post-IPO highs around \$60.



Technical Scans

Inside Days: COUP, SHOP, ARNC, AVGO, MDB, PAYC, CB, TYL, GDRX, FIVN

Bull Reversal Days: NCLH, PZZA, SFIX, W, BBY, CGC, AZPN, OLO, OLED, VIAC, HUYA, SKLZ, MOMO

Tight Bollinger Bands: AIG, BP, C, CMI, DEI, FSLY, HASI, QDEL, SLG, SNOW, SU, SY, U

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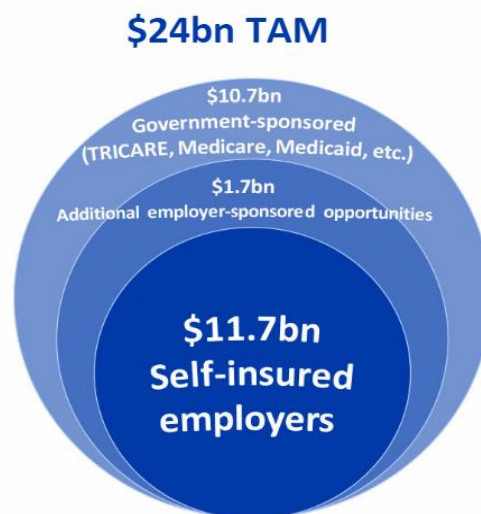
The \$2.77B company offers tech-enabled solutions for personalized health and benefits, primarily offered through employers who use the platform to connect employees with healthcare professionals like nurses, pharmacists, physicians, and behavioral health specialists. The Accolade platform can also connect a patient with apps like Teladoc, RxSavings and Ginger from one starting point. They also proactively can engage employees to find solutions to basic healthcare needs finding a primary care provider. ACCD saw 40% revenue growth in FY19 and FY20 and a 30%+ revenue CAGR since 2018. Gross margins were 41.2% and expected to expand by 60-70 bps in 2021. Shares trade 17.8X sales and 6.6X cash with no debt.

Accolade sees a big benefit for employers using their platform as healthcare costs are rising (large organizations spend more than \$10,000 per employee) while premiums are surging as well. And, most current care is being either underused or misused between failures in delivery, coordination, or low-value care. The current employer/healthcare ecosystem is incredibly complex with eligibility requirements varying, pre-authorization requests, CMS claims, and much more. Accolade simplifies that entire process and has led to around 10% savings per year since 2014 for members.

Large and Growing Addressable Market



Employer Segment	Employee Count	# of Accounts
Strategic	35,000+	~300
Enterprise	5,000 - 35,000	~2,100
Mid-Market	500 - 5,000	~19,100



They see their overall TAM of about \$24B and several ways to grow into that figure. First, they expect to continue growing their base of self- and fully-insured employers with over 21,500 in the US. Second, they plan to continue adding services like Boost, TSP, and more. Accolade has been expanding into new areas like COVID response care which will be a big issue in 2021. Their program includes employee support, condition management, and return-to-work protocol and verification which will become a major theme in 2021 as more offices reopen on a limited-or-full time basis. This will help reduce strain on HR departments and other employees who may be at-risk for an employee returning too early. ACCD is also expanding into new areas like mental healthcare. Third, they expect to grow into new adjacent opportunities in government health plans like TRICARE, Medicare, and Medicaid. Finally, they will continue to look at M&A. In January they bought 2nd MD and commented on the deal:

“As evidenced by our growth, our category is attractive to prospective customers. In a recent survey, 73% of employers expressed an interest in advocacy and claims assistance and 58% expressed an interest in high-touch concierge services. 2nd.MD will enable us to extend that relationship deeper into the member's care journey. Expert medical opinions have become one of the most valuable tools in our industry to help ensure

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members get the right care and follow the right path while helping employers manage costs by eliminating wasteful spend. In fact, in a recent survey, 73% of employers have expressed the desire to deliver expert medical opinion capabilities to their employees. 2nd.MD's specific offerings appeal to us and the market at large because, first and foremost, they're the category leader in expert medical opinion. They have an expert-led clinical approach model that delivers medical certainty in high-cost, complex medical situations. They have built an extensive network with more than 900 physician experts, covering all specialty areas and representing many of the premier U.S. health care institutions. They expand our customer base with more than 300 customers covering over 7 million lives. And they have a proven ROI model to drive savings and bend trend. They average better than \$5,000 in savings per consult, and that return grows to more than \$27,000 when a surgery is required."

Short interest is 1.2%. Hedge fund ownership rose 100% in Q4, Andreessen Horowitz is a top holder with a \$235M stake. ARK, Durable Capital, and Perceptive Advisors all notable buyers too. Analysts have an average target for shares of \$55 and a Street High \$62. Needham positive on 4/15 noting that "The compelling addressable market, combined with the company's strategic acquisition of 2nd.MD give us confidence that ACCD's near-term growth will accelerate to 40%+ while its GM expands." Piper was out positive in early March on the 2ndMD deal and expects 2nd.MD to contribute \$46M in fiscal year 2022 revenue, up about 28% year-over-year and accretive to Accolade's 25%-plus long-term revenue growth rate. They think this contribution is supported by 2nd.MD's 2020 growth to 7M-plus members and leaves intra-year cross-sell to Accolade's roughly 100 customers and 2M-plus members as potential upside and now sees a long growth runway for Accolade as it helps untangle the complexities in healthcare and creates savings for employer clients and better outcomes for employee members.

Open Interest Checks

Ticker	Contract	OI Checks		
		Prior OI	New OI	OI Change
MRNA	July \$190 Calls	1,202	8,907	641.01%
UPS	July \$185 Calls	979	8,925	811.64%
PINS	June \$85 Calls	4,130	10,670	158.35%
MS	July \$80 Calls	2,707	6,783	150.57%
QQQ	June \$370 Calls	11,861	23,950	101.92%
TENB	June \$45 Calls	1,318	2,418	83.46%
BMJ	June \$67.5 Calls	11,590	21,241	83.27%
SONO	May \$45 Calls	5,266	9,503	80.46%
LNC	May \$65 Calls	4,300	7,492	74.23%
AMZN	January \$3700 Calls	2,040	3,212	57.45%
WFC	October \$40 Puts	8,169	10,188	24.72%
PINS	May \$75 Calls	9,383	9,963	6.18%
FDX	June \$300 Calls	4,203	3,815	-9.23%
FCX	August \$37 Calls	7,437	4,035	-45.74%
LC	May \$17 Puts	2,011	1,015	-49.53%

Extras

CrowdStrike (CRWD) into the close with 1270 October \$190 puts buying \$15.25 offer

FedEx (FDX) buyer 2000 June \$300 calls \$6.60 late as some April \$260 adjust

Lincoln National (LNC) buyers 3000 May \$65 calls late day as April \$60 adjusted

Chubb (CB) with 1300 May \$165 calls opening \$3.50 as April adjusted the \$160 calls

Raytheon (RTX) bull flag and 5000 August \$80 calls open for \$3.76 as June calls adjust

Hyatt (H) opening sale of 1000 October \$85 puts for \$8.10

Radware (RDWR) with 1000 September \$31/\$26 bull risk reversals opening at \$0.35 debit

Camping World (CWH) with 2060 May \$25 ITM calls opening \$16.20 as April \$21 and \$23 adjusted

Credit Acceptance (CACC) with 430 October \$400 calls opening \$34.50 in stock replacements

New Relic (NEWR) buyers 900 June \$65 puts \$5.20 to \$5.30 offers

Apple (AAPL) buyer 3000 August \$140 calls at \$7 adjusted out of June \$135 calls

What They're Saying

PPG Industries (PPG) earnings call on margins/inflation... "First quarter segment margins were at a multiyear high as we benefited from strong operating margin leverage on higher year-over-year net sales growth. The significant amount of cost savings we have achieved in the past 2 years from our restructuring programs is a primary factor contributing to us realizing this increased leverage. We delivered these outstanding results despite sales volumes not fully returning to pre-pandemic levels, including in several key PPG businesses such as aerospace. In addition, we experienced a significant acceleration of raw material and logistics cost inflation during the quarter. Coming into the year, we were expecting an inflationary environment and had prioritized selling price increases across all of our businesses. This has helped us achieve solid price increases year-to-date. With a higher inflation backdrop, we have already secured further selling price increases and are in the process of executing additional ones during the second quarter. As a reminder, first quarter of 2021 was our 16th consecutive quarter of higher selling prices. We also continue to execute on our cost-savings programs, realizing an incremental \$35 million of structural savings and maintain our target of \$125 million of total savings for the full year 2021. In addition, we retained about \$30 million of interim cost savings during the quarter and remain confident that we'll be able to make at least \$80 million of these interim cost savings permanent for the full year 2021. Also, as I mentioned previously, we're experiencing commodity inflation that occurred quickly due to the weather event named Uri. As a result of this rapid inflation increase in both raw materials and logistics, we have fully mobilized our commercial teams and are successfully securing additional selling price increases. We have a very good head start on this inflation cycle, and we expect to fully offset raw material cost inflation in the second half of 2021."

Ally Financial (ALLY) earnings call on Digital Banking and differentiated capabilities... "Several years of steady, broad-based consumer adoption of digital banking accelerated in 2020 as demand increased for personalized

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experiences delivered seamlessly and instantly. As the largest all-digital bank in the U.S., Ally is uniquely positioned to benefit from this ongoing evolution. We've consistently grown retail balances and customers at Ally Bank for 48 consecutive quarters and are increasingly leveraging this success as a gateway to our rapidly expanding mortgage, invest and point-of-sale offerings. The strong growth trends across each of these relevant and core consumer bank products demonstrate the meaningful expansion opportunity ahead. So we are continuing to invest in differentiated capabilities. And that's across auto, it's across our deposit franchise. Those capabilities reduce price elasticity across the board and allow us to continue due to our strong pricing position to deliver that NIM expansion. Continuing to invest in our newer businesses, which are really starting to accrete return here in '21 and growing into '22 and '23. And so you see volumes up in our direct-to-consumer mortgage space and a lot of opportunity there. We've talked about that \$10 billion number. But with our leading digital capabilities, I think there's a lot of market share opportunity. So Ally Lending has been expanding into new verticals. And so we've originally purchased Ally's Health Credit Services and have been very successful in the health vertical. We've since expanded into home. And about 20% of our originations have grown over the last several quarters through that home launch. And to your question specifically, we're working towards launching the product in the retail space through our partnership with Sezzle. And we see a lot of growth opportunity. In fact, this kind of retail is the largest point-of-sale market. So we want to have a product. We have a great offering, and we see growth opportunities, and that's really what the press release is alluding to."

Earnings Grid

Stock	Open Interest	Historical Moves	Avg. 6 Q Max Move	Implied Move	Short Float	SI Change (3mo)	IV30 Skew
JNJ	1500 Sep. \$155 Calls Bought; 2000 July \$170 Calls Bought; 7K May \$165 Synthetic Short	Higher 4 of 6	3.12%	1.74%	0.43%	4.6%	1.13%
PG	2K June \$140 Calls Bought, 17K Jan \$140 Calls Bought / 15K June \$130 Puts Bought, 3K Sep \$130 Puts, May \$140, June \$145 Size Short Calls	Higher 5 of 7	2.76%	2.22%	0.52%	19.6%	1.81%
ABT	4500 Jan \$130 Calls Bought in OI, 1300 Aug \$135 Calls	Lower Last 3	3.50%	2.44%	0.54%	18.4%	1.49%
PM	1200 Sep \$90 Calls Bought / 3K Jan \$115 and \$125 Calls Bought /	Higher 5 of 7	5.00%	2.72%	0.42%	8.5%	1.95%
IBM	May 28th (W) \$132/\$124 Put Spreads 1000X / July \$135 Short Calls / June \$145 10K Short Calls / Oct Put Buys	Lower 5 of 6	6.75%	4.04%	2.46%	0.7%	3.07%
LMT	1200 Jan \$340 Buy-Write / Jan \$350 Buy-Writes / 900 June \$375 Call Buy / 2K Jan \$530 Calls Bought	Lower 4 of 6	3.00%	2.12%	0.93%	44.8%	0.68%
UAL	6350 May \$60 Calls Bought / Size May \$60, \$57.5 Short Puts / 10K Sep \$65 Calls Bought/ 10K June \$50 Calls Bought	Lower Last 5	5.95%	4.22%	7.55%	-25.2%	-6.57%
OMC	May \$80 Calls Bought 2450X, 1500 Jan \$70 Short Puts	Lower Last 3	4.40%	5.42%	6.73%	-20.0%	0.58%
CCK	Small May \$105 Calls Bought, Short May \$97.5, \$95, \$90 Puts in OI	Higher 6 of 7	7.40%	4.68%	1.35%	51.4%	1.81%
STLD	3350 Aug \$55 Calls Bought / 6500 Jan \$32 Short Puts / June \$50/\$55 Call Ratio 5000X10,000	Lower 5 of 6	5.10%	7.81%	1.33%	-13.7%	2.66%
AN	No Notable OI	Higher 7 of 8	8.65%	7.45%	4.32%	-12.1%	4.13%
HOG	5K June \$50, 9500 June \$45 Calls Bought / 5K Apr. 30th (W) \$36/\$31 Bull R/R / 1K May \$39 Calls Bought	Lower 3 of 5	16.25%	7.53%	12.83%	-4.7%	4.68%
XRX	1780 Jan \$35 Calls Bought / 2800 Jan \$20 Short Puts	Lower 3 of 4	6.75%	6.62%	2.84%	-3.9%	1.32%

Earnings Review

Ticker	Stock	EPS Actual	EPS Est.	Revs Actual	Revs Est.	Y/Y Change	Notes
KO	Coca-Cola	\$0.55	\$0.50	\$9,000.00	\$8,580.92	4.70%	
HOG	Harley-Davidson	\$1.68	\$0.90	\$1,423.00	\$1,256.07	29.40%	
PLD	Prologis		\$0.94		\$992.53		

HOG – Beats EPS and Revenues (+29.4%) - We can see the initial signs of consumer excitement and optimism returning and I am confident Harley-Davidson in 2021 is a significantly leaner, faster, and more efficient

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organization which is ready to win and successfully deliver on our 5-year Hardwire strategy, as the most desirable motorcycle brand in the world. Motorcycles and Related Products (Motorcycles) segment revenue up 12 percent amid strong retail demand for Touring motorcycles

KO – Beats EPS and Revenues (+4.7%) - This was driven by 5% growth in concentrate sales, while price/mix grew 1%. Operating margin, which included items impacting comparability, was 30.2% versus 27.7% in the prior year. Through the first quarter, volume trends steadily improved each month, driven by recovery in markets where coronavirus-related uncertainty has abated. Plans to list Coca-Cola Beverages Africa (CCBA) as a publicly traded bottler and intends to sell a portion of its holdings in CCBA via an initial public offering. Sparkling soft drinks grew 4% as solid growth in China, India and Latin America was partially offset by pressure in the fountain business in North America and away-from-home channels in Europe due to the coronavirus pandemic. Nutrition, juice, dairy and plant-based beverages grew 3% due to solid performance by Minute Maid® Pulpy in China and Maaza® in India. In North America, continued strong growth in Simply® and fairlife® was more than offset by a decline in Minute Maid®. Hydration, sports, coffee and tea declined 11%. Hydration declined 12%, driven by a broad-based decline across all geographic operating segments. Sports drinks declined 1%, driven by a decline in Europe, Middle East & Africa, partially offset by continued strength in premium offerings and the zeros/lights portfolio in North America. Tea declined 6%, driven by declines in North America and Asia Pacific. Coffee declined 21%, driven by coronavirus-related pressure on Costa® retail stores.

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Disclosures

Not Investment Advice or Recommendation

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