



Inside Today's Blitz

- Stocks Edge Lower with Tech Retreating
- States Roll Back More COVID Restrictions as Cases Decline
- **PFE** could receive FDA authorization for vaccine use in 12–15-year-olds; **UFS** could receive a bid from Paper Excellence; **Citi's** Australian retail assets attracting interest

Market Outlook

Futures are indicating a mixed open for the day with the **Dow** up 5 bps, the **S&P** down 11 bps, and the **Nasdaq** off by 37 bps. The **Russell** is off by 12 bps. Energy is rallying with **WTI** up 1.75%. **Gold** and **silver** are both weak with the former down 55 bps. **Platinum** is up 1.2%. Grains are bid across the board with **corn** up 1.5%. The **dollar** is up 40 bps. **Bonds** are down 16 bps. **VIX** is 19.65. **Bitcoin** is down 1.5%. It has been a relatively quiet night for macro news. The biggest news surrounds COVID where we're starting to see restrictions ease in not only the US but now plans for Europe too. The UK announced this morning that their lockdown will ease in seven weeks while vaccinations accelerate across Germany, France, and other parts of the continent. Asia remains the critical area to watch with India's crisis potentially slowing down manufacturing and their PM still resisting pressure to implement a nationwide lockdown despite the rising death toll. Elsewhere, earnings continuing strong but the reactions showing that tech has a high bar with both Infineon and TeamViewer down sharply on good numbers.

Asian markets are mixed today with the Hang Seng up 70 bps and Taiwan down 1.7%. Both Japan and China remain closed on Holiday. In Europe, the major indices are mixed with the DAX down 28 bps, the CAC up 53 bps, and the FTSE up 70 bps. We're seeing outperformance banks and energy while tech is weak. Travel-related stocks are higher as COVID restrictions ease with **TUI** up over 3.5% and **IAG** up over 2%. **Dassault Aviation** is up over 6.5% after Egypt's defense ministry decided to purchase an additional 30 Rafale fighter jets. It was a busy morning for earnings with **Adecco**, **Infineon**, **HelloFresh**, **Telenor**, and **TeamViewer** all weak after results. **AMAS AG** and jewelry-maker **Pandora** are both higher.

Calendar

Today... Earnings After the Close of Note: TMUS, ATVI, PRU, MTCH, ALC, CTVA, PXD, XLNX, ZG, VRSK, RNG, ANET, PAYC, EXAS, CZR, LYFT, AKAM, DVN, HST, MCFE, WU, DLB, JAZZ, H, LSI, NVTA; **Analyst Days:** UNP

Tomorrow... International Earnings: Deutsche Post, Hugo Boss, Maersk, Siemens Energy, Stellantis, Vestas Wind; **Earnings Before the Open for Note:** GM, EMR, TT, GOLD, HLT, PEG, ABC, CERN, CNHI, HZNP, WRK, SMG, BWA, BRKR, DNB, NI

Overnight Markets

| | | |
|-------------|--------|--------|
| Lumber | 1418.5 | 3.05% |
| Oil (WTI) | 65.67 | 1.83% |
| Corn | 690 | 1.55% |
| US Dollar | 91.28 | 0.38% |
| VIX | 19.75 | 0.09% |
| Copper | 4.5235 | -0.11% |
| Bonds | 157.44 | -0.12% |
| Silver | 26.91 | -0.20% |
| Gold | 1783.6 | -0.46% |
| Natural Gas | 2.949 | -0.57% |

Technical View



Key Levels to Watch

S&P futures dropping early overnight in a continuation of the late Monday move and now forming a large base under 4185 and the prior close. We dipped down to 4171 but recovered into the EU open and VWAP is flat around 4178. VWAP from Sunday is up at 4190.50. I'm watching yesterday's close as a key inflection point today with upside to 4192.5, 4203, and 4213.75. Below would target the ON low and then 4160.5 and 4150.

Economic Data

- **Australian** exports fell 2% M/M in March vs +4% est.; imports rose 4% M/M vs +8% est.
- **South Korean** CPI was 1.4% vs 1.2% est.
- **Hong Kong** retail sales rose 20.1% vs 34% est.

Macro News

- **Australia's Central Bank** left rates unchanged, as expected, and expressed optimism about growth in 2021, per Reuters
- Some of **India's** largest manufacturers could cut production due to COVID crisis weighing on sales, per Bloomberg
- **Sen. Schumer** is exploring ways to pass immigration reform by attaching it to the infrastructure bill, per NYT

Stock-Specific News

Consumer

- **JOBS** receives \$5B go-private proposal from DCP Capital, per Reuters, and could be announced as soon as today
- **CLX** changes to reporting EPS utilizing non-GAAP metrics are raising concerns over misleading figures, per WSJ

Movers

Gainers: UFS 16%, REGI 8%, CHGG 5.5%, CC 3.5%, BHC 2%

Losers: IRBT -9%, SDC -9%, MOS -4%, HLIT -3.5%, VRNS -3%

Insider Buying

APAM, MPB, PQG

IPO Calendar

Waterdrop (WDH) issuing 30M shares at \$10-\$12; the largest independent third-party insurance platform in China

Honest Co (HNST) issuing 25.8M shares at \$14-\$17; provider of non-toxic lifestyle brand products

Onion Global (OG) issuing 12.5M shares at \$7.25-\$9.25, a lifestyle brand platform in Asia

OptionsHawk Market Blitz

- **HelloFresh** is lower in Europe despite a strong Q1 report as the investor outlook is mixed given reopening and lockdowns easing, per Reuters
- **Adecco** shares are weak in Europe with Q1 revenues in line with estimates while margins improved, per Bloomberg
- **ASO** announces 14M share offering KKR and the company plans to buy \$100M worth; ASO preliminary Q1 SSS of 38.9%
- **UAA** will pay \$9M to resolve SEC accounting probe from 2017
- **DISCA** is adding some scripted TV shows, says Variety, but the long-term focus remains on reality/unscripted
- **Vivendi, Mediaset** have resolved their long-running dispute, per FT, and Vivendi will sell its 19.3% stake in the company over the next five years
- **SWBI** will divest their Thompson/Center Arms brand

Financials

- **Citi's (C)** Australian retail banking operations are attracting takeover interest from a number of lenders, per Bloomberg
- More than 30 of **Europe's largest banks** are forming a JV in hopes of creating a formidable competitor to **Visa (V), MasterCard (MA)**, per FT
- **Global Payments (GPN)** is buying **Zego** for \$925M in cash. The company provides resident experience management software and digital commerce solutions to property managers
- **KKR** has raised \$18.5B for its latest buyout fund, per Bloomberg
- Payments startup **D Local** is said to have confidentially filed for an IPO, per Bloomberg, and could be valued at more than \$5B
- **RILY** declares special dividend of \$2.50

Healthcare

- **Pfizer (PFE)** could get FDA authorization for their COVID vaccine in 12-15-year-old children by next week, per NYT
- The WSJ with a look at the slew of **new healthcare apps** on the market and how corporate HR departments are pushing back on them. Notes **TDOC, ACCD** and others
- The WSJ with a positive look at how **glucose monitoring** is gaining traction among athletes and others given the growing number of CGMs available – notes **DXCM, ABT**
- **JNJ** says that Denmark is dropping use of their COVID vaccine as the risk of blood clots doesn't outweigh the benefits

Chart Watch

ASO a very narrow bull flag forming under \$32 with a breakout targeting \$35-\$36 on a short-term run

Hawk Database

Citi seeing some large put sales last week in the January \$72.50 strike and buyers of the Sept. \$62.50 calls over 5500X

Chart Watch

ACCD basing in a multi-month range under \$50 and a breakout higher and out of a downtrend from the November highs has room to \$60

OptionsHawk Market Blitz

- **WBA** is expanding delivery in some markets to under two hours through a partnership with **DASH, UBER**
- **SDC** says recent cyber incident likely to have material impact
- **COO** to acquire OBP Medical for \$60M
- **RCM** to acquire **VisitPay** for \$300M

Energy & Materials

- **Domtar (UFS)** attracting interest from Paper Excellence in deal to go private, according to Bloomberg reports. The deal would value UFS shares in the mid-\$50s, according to the report.
- **Saudi Aramco** topped Q1 estimates with net income of \$21B vs \$18B est. and FCF of \$18.3B

Industrials

- **Dassault Aviation** shares are higher today after Egypt placed an order for their Rafale fighter jets, per Reuters
- **Ford Motor (F)** could begin making its own battery cells in the US by 2025, per CNBC
- **CNI** has sizable financial risk if their deal to acquire **KSU** falls through, says the WSJ
- **AME** announced that it has acquired NSI-MI Technologies, a leading provider of radio frequency and microwave test and measurement solutions and services. NSI-MI was acquired for \$230 million and has annual sales of approximately \$90 million.
- **FLR** is divesting their IT service business AMECO for \$73M

Tech/Telecom

- **Taiwan Semi (TSM)** could expand their plans in Arizona far beyond the single \$12B plant announced already, per Reuters
- **Infineon** is lower in Europe today after earnings despite beating estimates and raising their FY outlook, per Bloomberg
- **TeamViewer** is falling in Europe after earnings which were in-line with Street estimates, per Bloomberg
- **SquareSpace** is moving forward with a direct listing later this month, per Reuters. The website building and hosting firm was valued at nearly \$10 billion in March
- **Clubhouse** app downloads have fallen sharply since February, per 9to5 Mac, with just 900,000 in April and down 66% M/M
- **BAH** to acquire **Liberty IT Solutions** for \$725M, a leading digital partner driving transformation across the federal IT ecosystem
- **Vast Data**, a storage Software firm, said it's valued at \$3.7 billion in a new funding round, more than triple its \$1.2 billion valuation last year.

Chart Watch

WBA starting to work out of a bull wedge yesterday and above \$54.75 and April value could get some momentum back to the highs

Hawk Database

TSM large August \$115 put sale last Friday, 2000X at \$6.55 with shares back at support again

Sympathy Movers

WIX a name to watch with the Squarespace listing as they are a top competitor in the website building space

- The WSJ looks at how **MediaTek** has been faring well during the chip shortage and recently overtook **QCOM** as the largest maker of mobile chipsets last year

Analyst Notes

Upgrades

- **AAP** raised to Buy from Sell at Goldman; Investor Day last week revealed its promising 3-year strategy, which included guidance of steady top line growth and a consistent improvement to margins, coupled with a cyclical post-pandemic recovery in the critical do-it-for-me (DIFM) segment of the auto parts space.
- **X** raised to Outperform from Underperform at CSFB, citing significantly higher earnings estimates and a higher target multiple given recent structural changes specifically at U.S. Steel but also to the U.S. and global steel market landscape which favors U.S. Steel. The recent decision to stop the Mon Valley upgrade project and curtail coke production is a clear signal U.S. Steel is serious about improving ROIC
- **NTNX** raised to Overweight at JPM, with the subscription transition now largely in the rearview mirror and a few quarters of stabilizing execution under the belt post the sales compensation changes, the current price levels provide an attractive entry point for long-term investors
- **BA** raised to Perform at Bernstein, sees less company-specific risk now that Boeing controls 787 deliveries, 777X expectations have been reset, and free cash flow estimates have been brought down
- **DGX** raised to Buy at UBS, company is emerging from the pandemic in a position of strength and its revenue is poised to accelerate to mid-single-digits from the 1.5% average in the past five years
- **ON** raised to Outperform at Baird
- **CCOI** raised to Outperform at CSFB
- **COMM** raised to Outperform at CSFB
- **CRNT** raised to Buy at Needham on order strength
- **CRUS** raised to Buy at Needham on potential content gains at Apple
- **BHLB** raised to Overweight at Piper
- **CLF** raised to Outperform at CSFB

Chart Watch

X shares near a breakout of consolidation and seen a lot of bullish positioning. A move above \$25 can start a quick run to \$27.

Hawk Database

ON has pulled back to the low-end of a multi-month range and still has large OI in July \$45 calls, and January calls for its turnaround.

Downgrades

- **KR** cut to Sell at Goldman; As economies reopen and customer demand likely shifts incrementally towards food away from home, we think the promotional environment could become more competitive in grocery throughout the coming year. That, coupled with potentially rising costs from inflation, results in multiple headwinds that could pressure margins for Grocers.
- **ASH** cut to Underweight at JPM, company is facing difficult comparisons in hand sanitizer volume and may well be slower to recover because of its global nature and its large non-U.S. presence where markets are moving upward more slowly
- **DG** cut to Neutral at KeyBanc, a best-in-class retailer with a positive long-term outlook, but several near-term concerns like tough comps and the recent uptick in the stock has baked in enthusiasm for stimulus
- **ACI** cut to Neutral at Goldman
- **CCI** cut to Perform at Ray-Jay
- **BAC** cut to Neutral at Baird
- **CMC** cut to Neutral at CSFB
- **TEVA** cut to Neutral at UBS
- **DPZ** cut to Neutral at Northcoast

Hawk Database

KR has seen a steady accumulation of puts in July open interest as well as October as it starts to enter tough comps the next few quarters.

Initiations

- **MSTR** started Outperform at Blair, sees a favorable risk/reward tradeoff over the next two years and views MicroStrategy as a unique asset that provides investors with exposure to the cryptocurrency market. The analyst says their current average BTC price is \$21,315.
- **SGMO** started Outperform at RBC; **BEAM**, **EDIT** started Sector Perform
- **MCF** started Overweight at Stephens
- **ROOT**, **MILE** started Overweight at Cantor
- **IEA** started Buy at Guggenheim

Other Notes

- **AZO** estimates raised at Goldman, as the country moves towards normalization with immunizations picking up, the auto parts retailers will benefit from an economic re-opening, despite strong comps in auto parts retail in 2020
- **FND** target raised to \$136 from \$107 at Citi, sees a strong housing market for the next few years, growing pro backlogs, and a strengthening consumer that still prioritizes spending on the home; also raising estimates for **HD**, **LOW**

OptionsHawk Market Blitz

- **COIN** target raised to \$315 from \$285 at Mizuho, Crypto exuberance drove elevated trading volumes on the Coinbase platform in April, nearly matching Q1's record levels, and they could beat Q2 revenue by as much as 35% given the heightened activity
- **REAL** seen as a buy into earnings at Piper
- **HD** target to \$375 from \$288 at Citi
- **PLL** started Overweight at JPM
- **RBLX** started Overweight at JPM

Hawk Database

REAL with some size May calls accumulation, the 12,000 August \$25 calls bought in January and 1000 June \$25 calls bought on 5/3.

Trade Ideas

Revolve (RVLV) with a nice chart setting up ahead of 5-6 earnings with shares forming a series of higher low since February and sitting just below a breakout at \$52.50/\$55. Shares showed relative strength yesterday and just below a narrow April value range at \$51.75. A breakout has room out to \$62.50 and continuation of the strong long-term trend.



Technical Scans

Inside Days: IOVA, FND, SCCO, DECK, EXP, LHX, IOVA, SPGI, TXRH, BX, SBAC, VRTX, APTV, DLR, FIVN

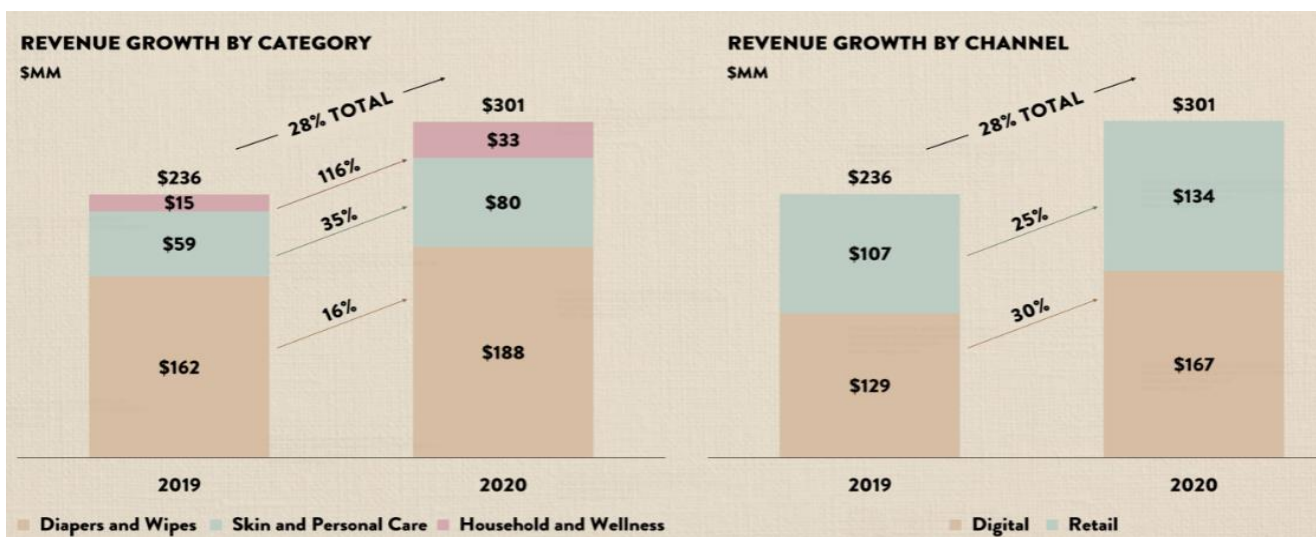
Ready to Run: BIIB, GILD, REYN, MCK, CNK, SFM, CCXI, ZUMZ, MSI, CL, URBN, CLF

Bull Reversal Days: WOOF, AJRD, TECK, BSY, AER, MRCY, TNDM, JMIA, QDEL, LULU

IPO Profile

Honest Co (HNST) a notable IPO this week raising \$400M, issuing 25.8M shares at \$14-\$17. The deal would value them at \$1.6B. HNST is a consumer products company focusing on non-toxic products across baby care, skin and personal care, as well as household and wellness products. They pitch themselves as a 'mission-driven' brand that is set to expand at a time when consumer focus is turning towards health and wellness and societal impact but a history of losses and questions about valuation will loom heavily. HNST has had some controversy, as well, including a \$7.35M settlement in 2016 for mislabeling ingredients in some products as natural or chemical free.

OptionsHawk Market Blitz



The company is coming off an arguably strong (and perhaps an outlier) year, especially for household goods and wellness driven by sanitizer and disinfectant. They grew revenue by 28% in 2020 to \$300.5M with diapers and wipes up 16%, skin and personal care up 35%, and household products and wellness up 116%. They have done a lot of marketing towards growing their diapers business which contributes almost two-thirds of all revenues and 46% of first-time buyers to their online site. They had 55% of their mix online in 2020 while 45% was through traditional retail channels, a much better slant towards the fast-growing ecommerce side than some peers. Gross margins expanded by 370 bps. They have a long history of losses and operated at a net loss of \$14M in 2020. Long-term, they are targeting 9-10% revenue growth, 45% gross margins (up from 35.9% in 2020), and 20% adjusted EBITDA margins (from 3.7% in 2020).

HNST views the opportunity to grow as massive with their three main categories a combined \$130B market with the 'clean and natural' segment of those markets \$17B. They see their current penetration of 5%. Long-term the market positioning is advantageous as well versus other consumer products companies. Skin and personal care is growing at a 9.3% CAGR, 6X the rate of other traditional consumer goods. And, HNST sees several ways to grow at that pace or better.

First, they are looking to build out their share of the consumer wallet by promoting brand equity, expanding their content strategy, and boosting product availability in every channel. Second, they are looking to capitalize on 'millennial moms' in the US which total ~18M and only around 25% know the company has diapers in the category according to a company survey. Third, they expect to continue growing out their existing products with better materials and performance where there's room for margin improvement. Fourth, they expect to launch products this year within existing product verticals such as scented wipes. Fifth, they want to expand into new product adjacencies like more cleaning products and sensitive skin care. Sixth, they see international as a massive opportunity with just 2% of current sales outside the US.

Extras

US Silica (SLCA) stock replacement buys 5000 September \$10 calls for \$1.50

Western Union (WU) buyers of 2500 May \$26 puts for \$0.75 to \$0.85 into the close, earnings tomorrow afternoon

OptionsHawk Market Blitz

T-Mobile (TMUS) opening sale 300 November \$130 puts for \$9

Dollar General (DG) buyer of 350 November \$210 puts for \$11.60 offer

Meredith (MDP) afternoon opening seller of 800 September \$35 puts at \$4

SilverCorp (SVM) late day action bought 25,000 July \$7.50 calls up to \$0.55 from \$0.35

Mongo-DB (MDB) large opening sale 1500 January 2023 \$185 puts for \$25.10

Peloton (PTON) afternoon opening seller 1000 July \$85 puts for \$5.40

Open Interest Checks

| Ticker | Contract | OI Checks | | |
|--------|------------------------|-----------|--------|-----------|
| | | Prior OI | New OI | OI Change |
| MU | July \$85 Calls | 8,670 | 17,942 | 106.94% |
| GM | September \$62.5 Calls | 5,004 | 10,353 | 106.89% |
| PTON | September \$120 Calls | 2,234 | 4,228 | 89.26% |
| SNAP | October \$50 Puts | 6,434 | 10,856 | 68.73% |
| TEAM | September \$240 Calls | 3,178 | 5,201 | 63.66% |
| MRNA | July \$200 Calls | 3,885 | 5,971 | 53.69% |
| PSX | August \$90 Calls | 2,063 | 2,268 | 9.94% |
| LOW | June \$195 Puts | 1,772 | 1,438 | -18.85% |

What They're Saying

ON Semi (ON) earnings call on supply challenges... “We are seeing increased demand across most end markets. And while the strength in the automotive market is well publicized, we also see strength in the industrial market as global industrial activity is gaining momentum. This steep acceleration in demand has impacted our ability to supply certain products, especially those manufactured by our foundry partners and in certain pockets, products manufactured internally. We are working diligently with our manufacturing partners to ensure timely supply of our products to our customers and have taken steps to ensure continued supply to our strategic customers by building inventory on our balance sheet and reducing inventory in the distribution channel. By having better control over inventory, we are able to quickly respond to the needs of our strategic customers. This steep acceleration in demand that we have seen in the last few quarters will likely begin to subside in the second half of the year but will remain at a very healthy level. We expect supply and demand to get back in balance as demand stabilizes later this year.”

Merck (MRK) Investor Day talking the spin-off of Organon... “Merck will see significant benefits from the spin. With the refined portfolio, Merck will be able to put even more focus behind its key growth drivers. Separation will allow for a more streamlined company. The Organon portfolio represents around 15% of Merck's revenues, but 25% of manufacturing capacity and roughly 50% of its products. After this transaction, Merck will be leaner and more agile, better positioned to optimize its resources, meet the needs of patients and customers and achieve faster growth. We will be even more focused on capturing the substantial opportunities

OptionsHawk Market Blitz

we see across our portfolio of innovative high-growth human health medicines and vaccines, like KEYTRUDA, GARDASIL, Lynparza, and Bridion, and across our leading animal health business. Additionally, the spin will further catalyze our ongoing efforts to evolve our operating model. Our pipeline is deep, full of innovative assets, which provide us increasing line of sight to growth drivers later this decade and into the next. We have tremendous opportunities. With KEYTRUDA in additional potential indications in earlier lines of therapy and in combination with other agents, with our greater than 25 novel oncology agents, several of which are now entering late-stage development. With islatravir, which we believe can be foundational in the treatment and prevention of HIV.”

Zoom Info (ZI) on its newer platforms... “Engage is still very, very new. And so it's a tiny, tiny percentage of our customer base that use Engage today. And so we feel really good about the upside opportunity there. We're getting great feedback from the customers who are on it. Like I mentioned, we're seeing higher renewal and retention rates from the customers who are using both ZoomInfo and Engage. And then every investment dollar in Engage doesn't just go to enhance Engage, but it also goes to enhance our offerings internationally and our recruiter offering where Engage is built into those packages. And so we feel really good about the investments there, but it's still really early innings for that. On Clickagy and EverString, what we did with the Clickagy asset is that we built it into the industry's first Streaming Intent product, and that product is growing tremendously across our base. It's also built into our Elite package, and so we're driving more prospects and customers from our Advanced and Professional versions of our platform into the Elite version of our platform, where they get Intent and Streaming Intent within that platform. And that asset, from a data perspective, is feeding our intent offering, which we think is one of the offerings that we'll be here for years and years to come. On the EverString side, we fully integrated the EverString data asset into our Data as a Service offering, and that's a key offering within our enterprise customers. And in the large -- in the very large deal that I talked about in the prepared remarks, that customer is also taking advantage of enrichment that's being fed through the combination of the EverString and ZoomInfo data assets.”

Shoals (SHLS) on solar installations... “The chart on the right of this slide is a reflection of how much things change. These bars show what IHS estimates were for solar installations in June of last year versus where they were in January of this year. The total forecast for the U.S. installations from 2021 to 2023 has increased by over 30%. That's a huge increase in the size of the market and aligns with what we've been seeing in the marketplace and hearing from customers. It's also important to highlight that the acceleration of the solar market does more than just increase our addressable market. It also pushes customers to adopt our solution versus conventional EBOS. The reason for that is as activity levels grow, labor rates rise and labor availability falls.”

Chegg (CHGG) on the skills market... “And when we see something like the skills market, which we believe over time will be larger than the academic support market, which you can see how fast the academic support market is growing and how we continue to capture market share and expand, expand our TAM and grow internationally. So for us, we prefer and we focus on direct model. And in the direct model, I think flow as a direct model, we do have a partner with ASU and we might have other partners. But overwhelmingly, we like to go directly to the person who needs to pay because they value it the most. They complete it the highest. They're the most employable. We are investing in both and I think international will come faster than skills and be more profitable, significantly more profitable sooner than skills. But I think over time, when you look at how many people need to be upskilled or reskilled or skilled, and you look at the cost of that versus on \$14.95 or \$19.95 a month, I think you see revenue opportunities that will be bigger. But I think if you rank them all, you would say domestic, international and skills with skills over time potentially having the largest dollar TAM and international being international's support being as large, if not larger than the U.S. Andy has pointed that out before he just through the physical number of people. And then -- but the U.S. still has a lot of growth ahead of it. I mean, we

OptionsHawk Market Blitz

were very specific about saying that the U.S. growth has not at all moderated yet. And I think people just underestimate how large this market is and the growth that you don't see because most people focus on the 4-year schools and all that kind of stuff, is the growth of online not-for-profit schools is going through the roof. So those schools more than made up the losses of students that were unable to afford or attain community colleges, which I think was like \$0.5 million. So I mean this is -- the future of online learning is just such a big opportunity for Chegg, regardless of where it is in the world.”

Earnings Grid

| Stock | Open Interest | Historical Moves | Avg. 6 Q Max Move | Implied Move | Short Float | SI Change (3mo) | IV30 Skew |
|-------|--|-----------------------------|-------------------|--------------|-------------|-----------------|-----------|
| TMUS | 14,000 May \$120 Calls Bought in OI / 25,000 May \$135 Calls / 4600 July \$135 Calls Bought | Higher 4 of 5 | 6.53% | 3.58% | 1.77% | 2.0% | 1.21% |
| ATVI | 5K Nov \$105 Calls Remain / 21,000 May \$95 Calls Bought / 15K June \$100 Calls | Higher 3 of 5 | 6.20% | 4.77% | 1.24% | 25.8% | 0.58% |
| EMR | 2500 June \$82.5 Puts Bought / 2500 June \$85 Short Calls | Higher 5 of 7 | 3.26% | 3.01% | 1.37% | 21.8% | 1.50% |
| MTCH | Weekly \$160/\$177.5 Call Spreads 1500X / Size May Call Spreads / Short Dec 195, 200 Calls | Higher 3 of 4 | 9.87% | 6.31% | 17.17% | 0.3% | -1.81% |
| CTVA | June \$45 Short Calls, June \$49 Buy-Write Calls | Higher 4 of 5 | 7.20% | 5.13% | 1.91% | -33.0% | 2.91% |
| HLT | 2500 May \$125 Short Puts / 25K Oct \$110 Calls Bought / 2500 Jan \$125 Calls Bought / Buy-Writes July & Jan \$140 | Higher 8 of 9 | 4.69% | 5.07% | 3.73% | -0.2% | 1.36% |
| PXD | 1K Dec \$140 Call Buy / 2K May \$150 Short Puts / 3K May \$160 Short Puts / 1200 Jan 2023 \$165 Call Buy / 6K Jan \$150/\$190 Call Spreads | Higher 4 of 5 | 5.73% | 4.02% | 2.16% | 46.4% | -1.84% |
| RNG | 2500 Oct \$270 Calls Bought | Higher 5 of 7 | 7.35% | 5.33% | 8.70% | 10.0% | -0.08% |
| ANET | No Notable OI | Lower 6 of 8, Higher Last 2 | 13.90% | 7.10% | 5.14% | 29.3% | 2.09% |
| PAYC | Small May \$350 and Aug \$400 Calls Bought | Lower 3 of 5 | 8.66% | 7.73% | 3.30% | 42.4% | -0.35% |
| CERN | 4250 Sep. \$82.5 Calls Bought, 850 Sep \$80 Calls | Lower 5 of 6 | 4.88% | 4.10% | 4.29% | -2.2% | 0.00% |
| EXAS | 1K Oct \$100 Short Puts, 2K Jan 2023 \$115 Put Buy / 2500 Oct \$130 Call Buy / 1K Jan 2023 \$120 Call Buy | Higher 3 of 5 | 6.45% | 6.69% | 10.58% | 13.7% | 1.23% |
| HZNP | 4K Nov \$130 Short Calls / 3K May \$85 Short Puts / May \$100 and Aug \$120 Call Buys | Higher 4 of 5 | 12.83% | 8.54% | 2.43% | -11.8% | 2.32% |
| CNHI | 7500 June \$17.5 and 8200 Jan \$15 Calls Bought in OI | Lower 5 of 6 | 5.05% | 6.63% | 0.47% | 16.2% | 1.63% |
| CZR | June \$120 Short Calls / May \$115 Short Calls / 4K June \$70 Long Calls | Higher 4 of 6 | 5.18% | 6.45% | 1.67% | -2.8% | 1.28% |
| LYFT | Oct \$60, \$55 Short Puts / Jan 2023 \$62.5, \$57.5 Short Puts / 7500 Jan \$40 Call Buys / | Higher 3 of 4 | 11.66% | 7.70% | 8.70% | 0.8% | 0.89% |
| AKAM | 1K Weekly \$125 Call Buy / 2K June \$115 Calls Bought / 2500 June \$95 Short Puts | Lower 5 of 6 | 7.89% | 4.62% | 6.27% | 8.0% | 1.64% |
| DVN | 1K Weekly \$22.5 Calls, 2K June \$24 Calls Bought / 6K July \$18 Calls Bought in OI | Higher Last 5 | 6.10% | 5.91% | 3.39% | -11.3% | 5.36% |
| BWA | No Notable OI | Higher 4 of 6, Lower Last 2 | 5.85% | 6.03% | 6.75% | -4.1% | 2.28% |
| MCFE | 12K May \$22.5, 11K Sep \$22.5, and 16K June \$22.5 Short Puts in OI | Higher 1 Report | 9.50% | 7.01% | 4.70% | 20.1% | -6.44% |
| WU | 2K Nov \$30, 1K June \$27 Calls Bought / 10K May \$24 and \$26 Calls Bought in Spreads | Lower 3 of 5 | 6.70% | 4.46% | 10.45% | -1.2% | 0.57% |
| JAZZ | 1850 June \$160 Calls, 6500 Sep \$155 Calls Bought | Higher Last 4 | 8.60% | 5.71% | 8.40% | 14.1% | -10.41% |
| UTHR | 750 May \$190 Short Puts / 1400 May \$180 Calls Bought in OI, 385 Aug \$150 Calls | Lower 3 of 5, Higher Last 2 | 6.97% | 6.10% | 4.65% | 34.5% | -3.06% |
| UPWK | 4K June \$55 Calls Bought in OI | Higher 4 of 5 | 22.88% | 14.42% | 3.58% | 22.9% | -4.49% |
| CVBR | 500 Jan \$125 Calls Bought in OI | Lower 4 of 5 | 10.68% | 6.77% | 4.48% | 22.3% | 1.29% |
| AYX | 1K Nov \$80 Short Puts / 3K Aug \$125, \$130 Calls / May \$150/\$90 Bull R/R 1500X/ 2500 June \$100 Calls | Lower 4 Straight | 16.45% | 11.41% | 17.90% | -0.6% | 0.26% |
| HLF | 2K Jan \$60 Short Calls / 4K Jan \$20 Puts Bought / 3K Aug \$60 Calls, 3500 Jan \$70/\$35 Bull R/R | Lower 8 of 10 | 11.85% | 5.87% | 4.39% | 26.1% | 2.29% |
| SPR | Mixed Flows with Downside Put Sales, Upside Call Sales | Lower 3 of 5 | 6.60% | 8.30% | 10.30% | 7.1% | 2.27% |
| ALRM | No Notable OI | Higher 3 of 5 | 8.10% | 8.59% | 11.05% | 4.4% | 0.35% |

Earnings Review

| Ticker | Stock | EPS Actual | EPS Est. | Revs Actual | Revs Est. | Y/Y Change | Notes |
|--------|-----------------------|------------|----------|-------------|------------|------------|----------|
| AWR | American States Water | \$0.52 | \$0.46 | \$117.06 | \$114.00 | 7.30% | |
| AWK | American Water Works | \$0.73 | \$0.79 | \$888.00 | \$923.90 | 5.20% | |
| ATCO | Atlas Corp | \$0.60 | \$0.34 | \$372.60 | \$381.22 | 20.80% | |
| AGR | AVANGRID | \$1.14 | \$0.74 | \$1,966.00 | \$1,821.69 | 9.90% | FY Above |
| CAR | Avis Budget | -\$0.46 | -\$2.49 | \$1,372.00 | \$1,235.10 | -21.70% | |
| BRX | Brixmor Property | \$0.44 | \$0.40 | \$279.75 | \$265.51 | -0.90% | |
| CBT | Cabot | \$1.38 | \$0.96 | \$842.0 | \$771.05 | 18.6% | FY Above |
| CHGG | Chegg | \$0.28 | \$0.30 | \$198.40 | \$184.59 | 50.80% | |

OptionsHawk Market Blitz

| | | | | | | | |
|------|------------------------|---------|---------|------------|------------|---------|------------|
| CC | Chemours | \$0.71 | \$0.65 | \$1,436.00 | \$1,398.29 | 10.00% | |
| CR | Crane | \$1.66 | \$1.27 | \$833.50 | \$771.33 | 4.50% | FY Above |
| FANG | Diamondback Energy | | \$1.26 | | \$864.18 | | |
| PLOW | Douglas Dynamics | \$0.04 | -\$0.18 | \$103.34 | \$77.10 | 51.60% | |
| EVER | EverQuote | -\$0.13 | -\$0.12 | \$103.80 | \$101.42 | 27.50% | FY In Line |
| FN | Fabrinet | \$1.21 | \$1.14 | \$479.32 | \$467.24 | 16.60% | FY In Line |
| FLS | Flowserve | \$0.28 | \$0.19 | \$857.31 | \$813.29 | -4.10% | FY In Line |
| FRPT | Freshpet | -\$0.26 | \$0.02 | \$93.41 | \$94.89 | 33.30% | |
| HLIT | Harmonic | \$0.04 | \$0.03 | \$111.60 | \$103.11 | 42.30% | |
| NSP | Insperty | \$1.82 | \$1.56 | \$1,286.84 | \$1,199.86 | 4.70% | |
| IRBT | iRobot | \$0.41 | \$0.09 | \$303.26 | \$268.04 | 57.50% | |
| JKHY | Jack Henry | \$0.95 | \$0.86 | \$433.78 | \$439.61 | 1% | |
| KMT | Kennametal | \$0.32 | \$0.21 | \$484.66 | \$471.43 | 0.30% | |
| LEG | Leggett & Platt | \$0.64 | \$0.42 | \$1,150.90 | \$1,128.26 | 10.10% | FY Above |
| LTHM | Livent | \$0.02 | \$0.01 | \$91.70 | \$79.78 | 33.90% | FY Above |
| MAXR | Maxar Technologies Ltd | -\$1.30 | -\$0.15 | \$392.00 | \$435.81 | 2.90% | |
| MOS | Mosaic | \$0.57 | \$0.48 | \$2,297.10 | \$2,202.76 | 27.80% | |
| MWA | Mueller Water | \$0.14 | \$0.13 | \$267.50 | \$249.20 | 3.80% | FY Above |
| MYGN | Myriad Genetics | -\$0.06 | -\$0.15 | \$173.10 | \$155.36 | 5.50% | |
| NTR | Nutrien | \$0.29 | \$0.09 | \$4,658.0 | \$4,367.27 | 11% | |
| OHI | Omega Health | \$0.85 | \$0.81 | \$234.83 | \$225.64 | 7.70% | |
| RMBS | Rambus | -\$0.02 | \$0.28 | \$105.00 | \$103.01 | -5.70% | FY Above |
| O | Realty Income | \$0.86 | \$0.77 | \$442.80 | \$413.59 | 6.90% | FY Above |
| RBC | Regal-Beloit | \$1.98 | \$1.68 | \$814.10 | \$782.03 | 10.90% | |
| RHP | Ryman Hospitality | -\$0.91 | -\$0.68 | \$84.20 | \$110.31 | -73.10% | |
| SANM | Sanmina | \$1.01 | \$0.82 | \$1,700.00 | \$1,713.69 | -34.40% | |
| SCI | Service Corp | \$1.32 | \$1.00 | \$1,077.98 | \$955.77 | 34.30% | FY In Line |
| SEDG | SolarEdge Technologies | \$0.98 | \$1.02 | \$405.50 | \$395.73 | -6.00% | FY In Line |
| SHO | Sunstone Hotel | -\$0.13 | -\$0.15 | \$50.63 | \$46.16 | -73.50% | |
| RIG | Transocean | -\$0.19 | -\$0.17 | \$653.00 | \$653.71 | -14.00% | |
| VRNS | Varonis Systems | -\$0.08 | -\$0.13 | \$74.79 | \$69.02 | 38.00% | FY In Line |
| VNO | Vornado Rlty Trust | \$0.65 | \$0.67 | \$379.98 | \$377.79 | -14.50% | |
| WMB | Williams Cos | \$0.35 | \$0.28 | \$2,612.00 | \$1,894.76 | 36.50% | |
| WWD | Woodward | \$1.04 | \$0.75 | \$581.32 | \$573.50 | -19.30% | |

OptionsHawk Market Blitz

| | | | | | | | |
|-----|---------------|--------|--------|------------|------------|--------|------------|
| XPO | XPO Logistics | \$1.46 | \$0.99 | \$4,774.00 | \$4,325.79 | 23.60% | |
| ZI | ZoomInfo | \$0.13 | \$0.11 | \$153.30 | \$145.49 | 50.30% | FY In Line |

Earnings Before the Open

| Ticker | Stock | EPS Actual | EPS Est. | Revs Actual | Revs Est. | Y/Y Change | Notes |
|--------|--------------------------|------------|----------|-------------|-------------|------------|----------|
| AME | Ametek | \$1.07 | \$1.01 | \$1,215.00 | \$1,170.73 | 1.10% | FY Above |
| APO | Apollo Global Management | \$0.65 | \$0.54 | | \$502.99 | | |
| ARCB | ArcBest | \$1.01 | \$0.61 | \$829.21 | \$801.09 | 18.20% | |
| ARNC | Arconic | \$0.46 | \$0.32 | \$1,675.00 | \$1,583.71 | 4.00% | FY Above |
| ATC | Atotech | -\$0.55 | \$0.09 | \$353.10 | \$331.61 | 24.90% | |
| BHC | Bausch Health | \$1.04 | \$0.95 | \$2,027.00 | \$2,075.22 | 0.70% | |
| BERY | Berry Global | \$1.59 | \$1.31 | \$3,370.00 | \$3,218.50 | 13.30% | |
| BR | Broadridge Financial | \$1.76 | \$1.67 | \$1,390.00 | \$1,282.88 | 11.20% | |
| BG | Bunge | \$3.13 | \$1.48 | \$12,961.00 | \$9,885.25 | 41.30% | FY Above |
| CWH | Camping World | | \$0.61 | | \$1,258.48 | | |
| CTLT | Catalent | \$0.82 | \$0.75 | \$1,053.30 | \$994.28 | 38.50% | FY Above |
| CRL | Charles River | \$2.53 | \$2.19 | \$824.60 | \$798.52 | 16.60% | FY Above |
| LNG | Cheniere Energy | | \$0.87 | | \$2,847.37 | | |
| CVLT | Commvault Systems | | \$0.48 | | \$182.37 | | |
| COP | ConocoPhillips | \$0.69 | \$0.48 | | \$7,733.77 | | |
| CRSR | Corsair Gaming | \$0.58 | \$0.33 | \$529.40 | \$453.27 | 201.00% | FY Above |
| CMI | Cummins | | \$3.51 | | \$5,380.79 | | |
| CVS | CVS Health | \$2.04 | \$1.71 | \$69,097.00 | \$68,334.18 | 3.50% | FY Above |
| D | Dominion Energy | | \$1.05 | | \$3,675.01 | | |
| DD | DuPont | \$0.91 | \$0.76 | \$3,976.00 | \$3,820.57 | -23.80% | FY Above |
| DEA | Easterly Government | \$0.31 | \$0.32 | \$65.00 | \$66.70 | 11.70% | |
| ETN | Eaton | \$1.44 | \$1.22 | \$4,700.00 | \$4,530.32 | -1.90% | FY Above |
| EXPD | Expeditors Intl | | \$1.02 | | \$2,667.76 | | |
| RACE | Ferrari | | \$0.99 | | \$1,039.01 | | |
| FI | Frank's International | -\$0.07 | -\$0.05 | \$94.81 | \$96.28 | -23.20% | |
| BEN | Franklin Resources | | \$0.75 | | \$2,028.75 | | |
| IT | Gartner | \$2.00 | \$1.05 | \$1,104.00 | \$1,050.01 | 8.30% | |
| GCP | GCP Applied Tech. | \$0.12 | \$0.11 | \$222.80 | \$202.70 | 2.80% | |

OptionsHawk Market Blitz

| | | | | | | | |
|------|--------------------|---------|---------|-------------|-------------|---------|------------|
| GPN | Global Payments | \$1.82 | \$1.79 | \$1,990.01 | \$1,771.22 | 4.50% | FY In Line |
| HSC | Harsco | \$0.15 | \$0.04 | \$528.86 | \$514.94 | 32.60% | |
| HSIC | Henry Schein | \$1.24 | \$0.85 | \$2,924.96 | \$2,808.25 | 20.40% | FY Below |
| IAA | IAA | \$0.58 | \$0.48 | \$423.50 | \$391.61 | 15.50% | |
| IDXX | IDEXX Labs | \$2.35 | \$1.72 | \$777.71 | \$738.43 | 24.20% | |
| INGR | Ingredion | \$1.85 | \$1.61 | \$1,614.00 | \$1,580.87 | 4.60% | FY Above |
| KKR | KKR | \$0.75 | \$0.59 | | \$609.55 | | |
| LAMR | Lamar Advertising | \$0.38 | \$0.26 | \$370.90 | \$358.00 | -8.80% | FY In Line |
| LNTH | Lantheus Holdings | \$0.05 | -\$0.01 | \$92.51 | \$87.24 | 2.00% | FY In Line |
| LCII | LCI Industries | \$2.93 | \$2.16 | \$1,000.20 | \$880.29 | 51.60% | |
| LDOS | Leidos | \$1.73 | \$1.47 | \$3,320.00 | \$3,251.43 | 14.90% | FY In Line |
| LGIH | LGI Homes | \$3.95 | \$2.25 | \$705.90 | \$543.93 | 55.20% | |
| LPX | Louisiana-Pacific | \$3.01 | \$2.60 | \$1,017.00 | \$915.98 | 73.80% | |
| MBUU | Malibu Boats | \$1.82 | \$1.65 | \$273.16 | \$255.13 | 49.80% | FY Above |
| MPC | Marathon Petroleum | -\$0.20 | -\$0.56 | \$22,882.00 | \$19,796.03 | -5.00% | |
| MLM | Martin Marietta | \$1.04 | \$0.55 | \$982.40 | \$968.53 | 2.50% | |
| MTOR | Meritor | \$0.59 | \$0.60 | \$983.00 | \$944.57 | 12.90% | |
| MPLX | MPLX LP | \$0.68 | \$0.61 | \$2,339.00 | \$2,120.39 | 135.80% | |
| NXST | Nexstar | \$4.42 | \$3.25 | \$1,131.90 | \$1,127.68 | 3.70% | |
| NS | NuStar Energy | \$0.39 | \$0.38 | \$361.60 | \$374.71 | -7.90% | |
| PFE | Pfizer | \$0.93 | \$0.78 | \$14,582.00 | \$13,407.89 | 44.60% | FY Above |
| PINC | Premier | \$0.64 | \$0.55 | \$469.92 | \$448.08 | 40.30% | FY Above |
| RCM | R1 RCM | -\$2.37 | \$0.08 | \$342.60 | \$338.74 | 6.90% | |
| SABR | Sabre | | -\$0.57 | | \$397.94 | | |
| SAGE | SAGE Therapeutics | -\$1.64 | -\$1.63 | \$1.58 | \$2.03 | -30.80% | |
| SEE | Sealed Air | \$0.78 | \$0.72 | \$1,267.10 | \$1,223.39 | 7.90% | FY Above |
| SYX | Sysco | | \$0.21 | | \$12,015.96 | | |
| TRI | Thomson Reuters | \$0.58 | \$0.42 | \$1,580.00 | \$1,557.28 | 3.90% | FY In Line |
| UAA | Under Armour | \$0.16 | \$0.04 | \$1,300.00 | \$1,123.56 | 39.80% | FY Above |
| VIRT | Virtu Financial | \$2.04 | \$1.15 | \$728.03 | \$482.85 | -7.20% | |
| VSH | Vishay | \$0.46 | \$0.38 | \$764.63 | \$727.61 | 24.80% | FY Above |
| VMC | Vulcan Materials | \$0.69 | \$0.45 | \$1,068.30 | \$1,022.73 | 1.80% | |
| WMG | Warner Music Group | | \$0.14 | | \$1,176.26 | | |
| WLK | Westlake Chemical | \$1.87 | \$1.37 | \$2,357.00 | \$2,051.64 | 22.00% | |

OptionsHawk Market Blitz

| | | | | | | | |
|------|---------------|--------|--------|------------|------------|--------|------------|
| XYL | Xylem | \$0.56 | \$0.37 | \$1,256.00 | \$1,172.92 | 11.80% | FY In Line |
| ZBRA | Zebra Tech | \$4.79 | \$4.39 | \$1,347.00 | \$1,332.95 | 28.00% | FY Above |
| ZBH | Zimmer Biomet | \$1.71 | \$1.52 | \$1,847.00 | \$1,751.39 | 3.50% | FY In Line |

CAR – Beat on EPS and Revs – As demand started to recover in the Americas in the back half of the quarter, we optimized our fleet, resulting in higher utilization, and took advantage of pricing opportunities. We finished the quarter with Revenue per Day increasing 12% from prior year in the Americas. A strengthening Revenue per Day environment combined with our continued cost mitigating actions resulted in the Americas achieving a record first quarter Adjusted EBITDA margin. Our liquidity position at the end of the quarter was approximately \$1.2 billion with an additional \$4.8 billion of fleet funding capacity. We have well-laddered corporate debt maturities with no meaningful maturities until 2023. "Our first quarter results show our continued recovery through cost discipline and fleet optimization driving higher utilization, while reducing global per unit fleet costs," said Joe Ferraro, Avis Budget Group Chief Executive Officer. "The Americas achieved its best first quarter Adjusted EBITDA margin on one of its lowest first quarter revenue bases and continues to prove that our cost saving initiatives are expected to continue to deliver strong results. These accomplishments are a great way to kick off the 75th anniversary of our Avis brand.

CHGG – Beat on EPS and Revs – Reports 4.8 M Chegg Services subscribers, an increase of 64% year-over-year. Reports 356M total Chegg Study content views. "We are in a unique position to impact the future of the higher education ecosystem. Our strong brand and momentum will allow us to continue to grow and take advantage of the ever-expanding opportunities in the learner economy," said Dan Rosensweig, CEO and President of Chegg

IRBT – Beat on EPS and Revs, FY In Line – Colin Angle, chairman and CEO, stated, "Our Q1 results demonstrate that we are off to a very good start to 2021. Consumer demand for our products has remained resilient and our value proposition to provide customers with a highly differentiated, personalized cleaning experience has continued to resonate around the world. Just as important, we have continued to make tangible progress executing on our strategy as we enhanced our iRobot Genius platform, expanded our connected customer base, introduced a new complementary product and advanced our commercial activities for new services."

LTHM – Beat on EPS and Revs – "The positive lithium market conditions that began in the fourth quarter of last year have continued in 2021 and electric vehicle sales remain strong despite ongoing supply chain disruptions," said Paul Graves, president and CEO. "We are becoming increasingly confident in the trajectory of lithium demand growth over the coming years behind the increasing support for electrification from OEMs, governments and consumers alike. At Livent, we are focused on executing on our expansion plans as we continue to build upon our low cost and sustainable operations, and our position as a partner of choice to leading auto OEM and battery producers."

MOS – Beat on EPS and Revs – "Mosaic delivered excellent earnings for the first quarter of 2021, and our outlook for the year remains favorable," said Joc O'Rourke, President and CEO. "We are demonstrating the earnings power resulting from the combination of our long-term cost structure improvements and strong global fertilizer markets."

SEDG – Missed on EPS and Beat on Revs – We are happy to report our first quarter results, representing continued growth in our solar business across geographies and segments. We are particularly pleased with our operational performance this quarter, which will enable us to meet the continued increase in demand for our residential and commercial products worldwide. This quarter, we also began delivering full powertrain kits for the e-Mobility sector in Europe in line with our growth strategy beyond solar.

XPO – Beat on EPS and Revs – In the first quarter, we reported the highest revenue of any quarter in our history, appreciably outpacing a macro that's recovering faster than expected. Our net income and adjusted EBITDA were both first quarter records, and we grew adjusted EPS by 112% year-over-year. We now expect to grow our 2021

OptionsHawk Market Blitz

adjusted EBITDA by 31% to 35% year-over-year to a range of \$1.825 billion to \$1.875 billion, with strong contributions from both of our business segments.

NTR – EPS In Line and Revs Beat, Raising FY - "Our earnings and free cash flow¹ results highlight the strength of our integrated business model, execution of strategic initiatives and the recovery in global agricultural markets. Nutrien delivered a record first quarter for Retail and strong fertilizer volumes and margins," commented Mayo Schmidt, Nutrien's President and CEO. "Crop prices and cash margins are at multi-year highs and growers are responding accordingly with increased seeded acreage and a focus on maximizing yields and our team at Nutrien is supporting them at every level. We are delivering the end-to-end services and products they need including our full suite of crop inputs, digital tools and innovative and sustainable solutions that help achieve higher yields. This is a very exciting time for Nutrien, and the team is focused on executing Nutrien's strategy and achieving operational excellence across our business."

DD – Beats EPS and Revenues (-23.8%), Raises Outlook – As we emerge from the COVID-19 pandemic, the leading positions we hold in semiconductor, smartphones, automotive, water filtration, and residential construction end-markets enabled us to deliver strong first quarter results ahead of expectations with organic sales growth in all three reporting segments. We delivered these results despite headwinds associated with escalating raw material and logistics costs and global supply constraints of key raw materials. Our teams have worked closely with our suppliers and customers to help mitigate the impact incurred as a result of these industry challenges. Sales were up on an as reported and organic basis in all three segments led by double-digit growth in Electronics & Industrial on continued strength in both semiconductors and smartphone technologies, high single-digit organic growth in Mobility & Materials on further recovery in automotive and industrial markets, and strong demand in Water & Protection for water filtration technologies. On a regional basis, organic sales growth was led by Asia Pacific more than offsetting declines in US & Canada and EMEA.

CVS – Beats EPS and Revenues (+3.5%), Raises Outlook – The increase in both operating income and adjusted operating income was primarily due to growth in the Pharmacy Services and Health Care Benefits segments, partially offset by declines in the Retail/LTC segment. PBM Services Total revenues increased 3.8% for the three months ended March 31, 2021 compared to the prior year primarily driven by net new business, growth in specialty pharmacy, product mix and brand inflation, partially offset by continued price compression and a weak cough, cold and flu season. Retail revenues increased 2.3% for the three months ended March 31, 2021 compared to the prior year primarily driven by increased COVID-19 diagnostic testing and vaccinations and brand inflation. These increases were partially offset by lower front store revenues, primarily due to the acceleration of demand in March 2020 as consumers prepared for the COVID-19 pandemic and a weak cough, cold and flu season; continued reimbursement pressure and the impact of recent generic introductions.

ZBRA – Beats EPS and Revenues (+28%), Raises Outlook – We achieved record quarterly sales and earnings which exceeded our expectations, despite industry supply chain challenges. We enter Q2 with a strong order backlog as we see global business demand recover and customers prioritizing spending on our solutions. This momentum drives our exceptionally strong Q2 sales growth expectation, and coupled with our encouraging pipeline of business, enables us to raise our full year 2021 outlook for both sales and profitability. We continue to be excited about our growing portfolio of solutions that digitize and automate our customers' workflows in an increasingly on-demand economy.

ETN – Beats EPS and Revenues (-1.9%), Raises Outlook – The divestiture of the Lighting business reduced sales by 5½ percent, which was partially offset by positive currency translation of 2 percent, 1 percent growth from acquisitions, and organic growth of ½ percent. Our first quarter was stronger than expected, with organic sales well above the high end of our guidance range, segment margin at record levels, and strong cash flow. We are pleased with how rapidly our businesses are recovering towards pre-pandemic levels. Sales for the Electrical Americas segment were \$1.6 billion, down 9 percent from the first quarter of 2020, driven by a 14 percent reduction from the divestiture of the Lighting business. The twelve-month rolling average of orders in the first quarter was up 1 percent, with particular strength in data center and residential markets. Sales for the Electrical Global segment were \$1.3 billion, up 10 percent over the

OptionsHawk Market Blitz

first quarter of 2020. Organic sales were up 5 percent and positive currency translation added 5 percent. The twelve-month rolling average of orders in the first quarter was down 5 percent, driven by declines in oil and gas markets partially offset by strength in data center, residential and utility markets. Aerospace segment sales were \$519 million, down 24 percent from the first quarter of 2020, driven by the continued downturn in commercial aviation. The Vehicle segment posted sales of \$654 million, up 9 percent over the first quarter of 2020, driven entirely by organic sales.

UAA – Beats EPS and Revenues (+39.8%), Raises Outlook – Our first-quarter results demonstrate that our improved operating model and investments we're making to amplify our connection with consumers are enabling us to deliver against strong demand for our brand. Additionally, with a solid balance sheet and well-managed inventory, we're confident in our ability to drive well through 2021 as we get back on offense and make measured progress to returning to sustainable, profitable growth over the long-term. Wholesale revenue increased 35 percent to \$800 million and direct-to-consumer revenue increased 54 percent to \$437 million, driven by 69 percent growth in eCommerce. Apparel revenue increased 35 percent to \$810 million. Footwear revenue increased 47 percent to \$309 million. Accessories revenue increased 73 percent to \$117 million. Gross margin increased 370 basis points to 50.0 percent compared to the prior year, driven primarily by benefits from pricing, supply chain initiatives, and channel mix.

CMI – Beats EPS and Revenues (+21.6%) – Sales in North America increased 7 percent while international revenues increased 45 percent driven by strong demand across all global markets as well as new product sales in China and India. Demand accelerated in the first quarter, as the global economy continued to improve, driving strong sales growth across most businesses and regions and resulting in solid profitability. The strength and breadth of the rebound in demand has surpassed our original expectations and we have raised our full year outlook. While we are encouraged by the rising demand, the pace of recovery has placed a strain on global supply chains leading to increased costs and challenges in fulfilling end-user demand. The shortage of key components such as semiconductor chips has been the primary challenge, with adverse weather conditions impacting the US, and bottlenecks in global logistics further adding to order backlogs.

Disclosures

Not Investment Advice or Recommendation

Any descriptions "to buy", "to sell", "long", "short" or any other trade related terminology should not be seen as a recommendation. The Author may or may not take positions in any of the names mentioned, and is not obligated to disclose positions, nor position sizes.

Content is for informational and educational purposes only. You alone will need to evaluate the merits and risks associated with the use of this content. Decisions based on information provided are your sole responsibility, and before making any decision on the basis of this information, you should consider (with or without the assistance of a financial and/or securities adviser) whether the information is appropriate in light of your particular investment needs, objectives and financial circumstances. Investors should seek financial advice regarding the suitability of investing in any securities or following any investment strategies.

No reference to any specific security constitutes a recommendation to buy, sell or hold that security or any other security. Nothing constitutes investment advice or offers any opinion with respect to the suitability of any security, and the views expressed on this website should not be taken as advice to buy, sell or hold any security. In preparing the information contained in this website, we have not taken into account the investment needs, objectives and financial circumstances of any particular investor. This information has no regard to the specific investment objectives, financial situation and particular needs of any specific recipient of this information and investments discussed may not be suitable for all investors.