



Inside Today's Blitz

- Global shares hit highs on dovish Fed bets
- China Imports/Exports surge above forecast in August
- Goldman cuts US GDP forecast once again after soft jobs report
- **CXP** acquired by PIMCO; **STT** does strategic deal; **AVTR** makes key acquisition; **BA** loses MAX order; **MTCH** joins S&P 500
- **Bitcoin** becomes national currency in El Salvador

Market Outlook

Futures are indicating a quiet open for the day with the **S&P** flat to lower, the **Dow** modestly higher, and the **Nasdaq** showing some weakness. The **Russell** is also lower. Energy is weak with the USD higher with **WTI** down 110 bps and **Gasoline** down 73 bps. **Gold** and **Silver** are both down sharply this morning. **Copper** is also weak down 130 bps. The **USD** is rallying. **Bonds** are lower with yields rallying. **VIX** is flat near 18.30. **Bitcoin** is strong moving over \$51,000 while **Ethereum** has pulled back off recent highs. **Lumber** is surging up 10.9% higher.

US stocks start the shortened Holiday trading week near record highs following a soft jobs report that may delay any Fed action. Headwinds continue to mount for growth expectations but stimulus hopes in China/Japan along with strong corporate earnings are keeping markets bid.

European markets are steady awaiting the ECB decision that could begin the tapering phase.

Stocks slipped from highs in early trade with a flurry of Telecom deals in focus. A recent surge in euro zone inflation and improving economic data is driving bets of tighter monetary policy. Luxury stocks including **LVMH**, **Richemont**, and **Kering** rose more than 1% each. The world's largest inter-dealer broker **TP ICAP Group** fell 7% after reporting a lower half-year profit. Upmarket fashion retailer **Ted Baker** climbed 2% as sales surged during the second quarter as customers returned to shops.

Asian markets were mostly higher though modestly after the strength in China trade data. In Japan, the Nikkei touched a five-month high on hopes the new prime minister can spur a recovery in the economy. The Aussie Dollar fell with the RBA planning to taper its bond buying but extended the length of the program.

Calendar

Today... Employment Trends Index; **Earnings After the Close:** CASY, COUP, SMAR, PATH

Tomorrow... Mortgage Applications, Redbook, JOLTs, Fed's Williams Speaks, Beige Book, API Inventories; **Earnings Before the Open:** GENI, KFY, REVG, AFMD, CTK, WDH; **Earnings After the Close:** GME, RH, LULU, CDMO, AVAV, BBCP, ABM, HQY, LMNR, CVGW, DSGX, CPRT, S; **Analyst Days:** JCI, SCOR; **Conferences:** Barclays Consumer, Barclays Energy, Citi Biotech, Cowen Transports, MSCO Industrials, Wolfe TMT

Overnight Markets

| Description | Price | Change |
|-------------|--------|--------|
| Natural Gas | 4.607 | -2.23% |
| Copper | 4.277 | -1.32% |
| Oil (WTI) | 68.56 | -1.05% |
| Silver | 24.33 | -1.92% |
| Gold | 1813.1 | -1.12% |
| US Dollar | 92.25 | 0.29% |
| VIX | 18.3 | 0.00% |
| Bonds | 133.09 | -0.23% |
| Bitcoin | 51210 | 1.95% |
| Ethereum | 3776 | -4.00% |

Technical View



Key Levels to Watch

S&P futures (ES_F) are pulling back off highs this morning near 1-month VPOC and overall in a rising channel pattern this month. A move back above 4538 1-week VPOC needed for upside momentum with the volume profile thing above 4540 and below 4521 as key boundary parameters to start the week. VWAP from the late August sell-off sits near 4523.50, a key potential inflection level to watch while 4565 an upside target above 4540.

Economic Data

- **China** Exports +25.6% in August, ahead of 17.1% forecast; Imports rose 33.1%, ahead of 26.8% forecast
- **UK** new car sales fell 22% in August
- **UK** Retail Sales +3% in August versus +3.9% consensus
- **Germany** Factory Orders unexpectedly jump 24.4% in July, +3.4% Month/Month versus consensus of a 1% decline
- **Eurozone** Sentix Investor Confidence weakens to 19.6 in September from 22.2 in August; expected to be 19.7

Macro News

- **Debt Limit** – Reuters reporting that Congress is back in focus as Democrats and Republicans will start what could become a monumental game of chicken this month over raising the limit on U.S. government borrowing, as Congress attempts to avert an historic debt default. Leaders of the Democratic-led Senate and House of Representatives are expected to force votes to lift the \$28.4 trillion debt limit in late September. The limit was technically breached on July 31 but is being circumvented by Treasury Department “extraordinary” steps.
- **BoE’s** Saunders says interest rates may rise next year if growth continues and inflation becomes stickier
- **Aluminum** prices hit decade high on Guinea coup
- **Bitcoin** trades to highest level since May

Movers

Gainers: IRNT 116%, MTCH 12.7%, MILE 9%, YI 9%, ABCL 6%, BILI 5%, PDD 4.3%, FUTU 4%, BEKE 3.5%, BIDU 3.5%, AA 3.2%, HUT 2.8%

Losers: AU -3%, BBL -2%, SLV -1.7%, RIO -1.2%, CARR -1.2%

Insider Buying

SXT, MYOV, CRCT, ETWO, DXC, RMBL

IPO Calendar

Nothing scheduled currently

Sentiment

- Record individual-investor inflows into US stocks and ETFs this summer, reported by the WSJ, a near record amount of inflows in July and August. Potential dangers abound for the market, including inflation, the virus and global strife. But for now, corporate earnings have been so encouraging that investors are comfortable with stocks.
- Tom Lee, market bull, predicts a record September could be followed by a 10% correction in October, writes CNBC. Lee attributes the vulnerability to growing fiscal and monetary policy risks — as well as uncertainty surrounding the pandemic and flu season.

Stock-Specific News

Barron's Recap

- **TMHC** a value play in homebuilding that can catch up to builder peers
- **XLRN, NVTA, SRPT, CMPS, ALVR** highlighted as Biotech revival candidates
- **Beiersdorf** working on turnaround and stock looks attractive

Index Changes

- **MTCH** to replace **PRGO** in S&P 500
- **BRO** to replace **UNM** in S&P 500
- **CDAY** to replace **NOV** in S&P 500
- **TNDM** to replace **HCSG** in S&P 400

Consumer/ Business Services

- **GNTX** announced the acquisition of Guardian Optical Technologies, an Israeli startup that pioneered a unique, multi-modal sensor technology designed to provide a comprehensive suite of driver- and cabin-monitoring solutions for the automotive industry
- **GENI** announced a new strategic relationship with **Caesars Entertainment (CZR)**
- **NLSN** featured negatively in WSJ noting company is losing its grip over TV ratings amid the streaming boom
- **SSTK** acquires PicMonkey for \$110M cash
- **ELY** raises Q3 and FY22 guidance well above Street estimates

Chart Watch

SSTK a favored small cap flagging after a big run higher, and can see continuation above \$116.50 on this strategic deal

Financials

- **CXP** to be acquired by **PIMCO** for \$19.30/share in \$3.9B deal
- **State Street (STT)** to acquire **Brown Brothers Harriman's** Investor Services for \$3.5B cash; The acquisition creates meaningful shareholder value by increasing State Street's earnings growth potential and its pre-tax margin medium-term target.
- US Insurers are joining new digital exchanges to sell not only their own policies but also those of rivals, a fresh twist in an industry known for fierce competition, writes Reuters. The powerful new platforms, including Semsee, bolttech, Bold Penguin and Uncharted, pull data from many carriers, allowing agents to see multiple quotes for policies, much the way travel agents see competing air fares. **Chubb Ltd (CB)**, **Travelers Companies Inc (TRV)** and Liberty Mutual have signed on recently as have agencies that also sell policies
- **ENSA**, Angola's largest insurer, has received interest for a 51% stake from both foreign and local consortia, reports Bloomberg.
- **PAX** to merge with **Moneda**, an asset manager headquartered in Chile. When completed, the transaction will create an unrivaled investment platform in Latin America, with \$25.9 billion in assets under management and a leader in Private Equity, Infrastructure and Credit investments in the region.
- **MKTX** August trading volumes of \$467.7B
- **Allianz** under investigation in Germany over investment funds
- **KE Holding (BEKE)** exploring Hong Kong listing

Healthcare

- **Avantor (AVTR)** to acquire **Masterflex** bioprocessing business and assets of Antylia Scientific for \$2.9B; Masterflex is a leading global manufacturer of peristaltic pumps and aseptic single-use fluid transfer technologies with estimated 2022 revenues of approximately \$300 million. The acquisition strengthens Avantor's offering across all bioproduction platforms including monoclonal antibodies (mAbs), cell and gene therapy and mRNA, and supports both therapy and vaccine manufacturing including COVID-19
- **AMGN** new data from the pivotal NAVIGATOR Phase 3 trial demonstrating that tezepelumab reduced exacerbations and improved lung function and nasal symptoms in patients with severe, uncontrolled asthma and comorbid nasal polyps
- **BMRN** announces FDA placed a clinical hold on the BMN 307 Phearless Phase 1/2 study. The Phearless study is evaluating BMN 307, an

investigational AAV5-phenylalanine hydroxylase (PAH) gene therapy, in adults with phenylketonuria (PKU)

- **ABC, MCK, CAH** announce that, under the previously announced proposed settlement agreement and process designed to resolve the opioid claims of state and local governmental entities, they have determined that enough states have agreed to settle to proceed to the next phase
- **UTHR** presents Tyvaso DPI BREEZE clinical data; FDA action on New Drug Application for Tyvaso DPI expected in October 2021
- **NVTA** entered into a definitive agreement to acquire Ciitizen, a patient-centric consumer health tech company. The deal will be cash and stock valued at \$325M.

Hawk Database

UTHR consolidating just under new highs has seen September \$200 put sales and smaller November \$180 and \$220 call buys

Industrials

- **Boeing (BA)** customer Ryanair is walking away from new MAX order in a pricing dispute, reports the WSJ
- **Toyota (TM)** to spend \$13.5B to develop EV battery tech and supply by 2030, reports Reuters. Toyota said it aims to slash the cost of its batteries by 30% or more by working on the materials used and the way the cells are structured. The company is also the front runner to mass produce solid-state batteries - a potential game changer for automakers because they are more energy dense, charge faster and are less prone to catching fire. If developed successfully, they could replace liquid lithium-ion batteries.
- **Lotus**, British sportscar maker, plans China sales expansion to take on **Porsche**, writes Reuters. Lotus plans to open up to 70 showrooms in China by 2024 and start production at its new Wuhan factory next year to ramp up competition with rival Porsche
- **NOC** awarded \$420M Missile Defense Agency contract
- **RTX** awarded \$740M Navy contract
- **KSU** Board determines proposal from **CP** can reasonably be expected to lead to a company superior proposal

Energy & Materials

- Solid State Batteries featured in a Reuters write-up as a potential game-changer in Electric Vehicles

Tech/Telecom

- **NVDA** to face opposition from EU officials in \$54B Arm Holdings acquisition, FT reports
- **UMC** August sales +26.6% Y/Y
- **QCOM** to supply chip in new **renault** electric vehicle, Reuters reports
- **HUYA** CFO to step down for personal reasons

On the Chart

QCOM has consolidated nicely since the earnings jump, above \$147.50 and \$149.35 two key levels for continuation higher out of this large base

OptionsHawk Market Blitz

- **ROKU** to launch players in Germany, Reuters reports. Will launch its streaming players in Germany later this year, its second big European rollout, seeking to capitalize on a pandemic-driven shift towards watching more video on demand.
- **Deutsche Telecom** nears \$5.9B sale of Dutch unit; Bloomberg reports the deal to sell T-Mobile Netherlands could come in days with a consortium backed by Warburg Pincus and Apax Partners seen as leading contenders.
- **Deutsche Telecom** to raise **TMUS** stake by 5.3% to 48.4% in \$7B share-swap deal with **SoftBank**
- **Instacart** is expanding into digital consumer-products advertising, going up against supermarkets and tech giants, the WSJ writes. Instacart is building out a platform to tap a multibillion-dollar digital advertising business
- **ACN** to acquire King James Group, no terms disclosed
- **Forgerock**, backed by KKR, targets \$1.9B valuation in US IPO. ForgeRock provides identity and access management solutions for consumers, workforce and internet of things devices to more than 1,300 customers

Utilities

- -----

Analyst Notes

Upgrades

- **SPOT** raised to Overweight at KeyBanc
- **VTR** raised to Buy at Deutsche Bank
- **DOOO** raised to Outperform at BMO
- **TD** raised to Overweight at Barclays
- **SO** raised to Buy at Guggenheim
- **MEOH** raised to Overweight at Barclays
- **CRUS** raised to Overweight at Barclays
- **TMX** raised to Buy from Underperform at BAML; While we believe the company's turnaround will take time to fully deliver, we see a far more positive risk-reward today with valuation and investor expectations having reset lower. We believe key strategic priorities are credible, see M&A/buybacks likely to drive positive estimate revisions, and believe that moderate organic revenue improvement in 2022 is likely. TMX should be a double-digit profit compounder in the next few years, which

Hawk Database

VTR recently with 5000 October \$52.5 short puts opened and 4000 September \$55 short puts

along with its recurring and defensive nature, looks reasonably priced at 25x/21x CY22E EPS/FCF

Downgrades

- **VRTX, GMAB** cut to Underweight at MSCO
- **JNJ, ARGX, AMGN, MRK** cut to Hold at MSCO
- **CARR** cut to Perform at Wolfe
- **MCFE** cut to Neutral at UBS
- **FTCH** cut to Sell at Arete
- **JOAN** cut to Neutral at Barclays
- **AMCR** cut to Underperform at Jefferies
- **LNT** cut to Neutral at Guggenheim

Initiations

- **TNGX** started Buy at Goldman with \$17 target; Tango Therapeutics is strongly positioned to continue emerging as one of the leading next-generation precision oncology companies. TNGX's proprietary drug discovery platform utilizes a synthetic lethality (SL) based approach, going beyond the DNA damage response (DDR) pathway kinases that have been predominant in the SL space, to identify novel targets and develop drugs addressing the vast and largely untapped realm of cancers driven by tumor suppressor gene loss
- **NABL** started Outperform at Blair
- **OSH** started Outperform at Blair
- **DOMA** started Buy at Citi
- **GOEV** started Buy at HCW
- **EVA** started Overweight at JPM
- **CELC** started Buy at Jefferies
- **ELYM, SRZN** started Buy at Stifel

On the Chart

NABL a recent IPO can see upside on a break over \$14.25 out of its post-IPO value zone

Other Notes

- **OSTK** reinstated Buy at BAML; should benefit from an ongoing structural to more goods being sold online. Under new management, OSTK has exited unprofitable categories, deconsolidated a resource intensive blockchain business and turned the company's focus on profitably growing the core furnishings segment. Through initiatives to improve merchandising, logistics and marketing efficiency and early stage int'l and government contract ventures, we believe OSTK can grow revenues 13%/yr and adj. EBTIDA at a 28% rate from 2021-23
- **ZS** target raised to \$300 from \$225 at RBC into earnings
- **SPT** target to \$135 from \$105 at Stifel

- **SPSC** target to \$160 from \$130 at Stifel
- **HUBS** target to \$750 from \$650 at Stifel
- **LOVE** pullback a Buy into results says BTIG

Trade Ideas

Monster Beverage (MNST) consolidating nicely above the rising 8-week moving average and hit the Ready to Run screen, a weekly pattern poised for a breakout higher above the April/May highs. MNST is also seeing MACD on the weekly back to positive territory and RSI has held firm above the 50 line. MNST is within a larger rising channel and above \$98.50 can target a run to \$107.50.



Technical Scans

RSI Bull Divergences: VZ, GNTX, AVA, GNL, INGN

Ready to Run (Weekly): MNST, MCHP, WY, NVAX, LYV, XLRN, FLEX, BLD, SON, COLM, LSTR, PACW, DOOR, IBP, PAR

Breakout Ready: KO, ORCL, PEP, AEP, RACE, KKR, DPZ, LH, UNIT, IPG, CGNT

Credit Spread Trade Idea

Nike (NKE) has been pulling back to support near the 55-day MA after a strong run this summer following a big earnings gap higher in June. On Friday, shares retested the top edge of value area for the prior month and VPOC support near 160. Nike appears to be a fairly good candidate for a bull put spread setup with the uptrend intact and short-term RSI reading oversold. Earnings are due at the end of September so we could see a bounce back into the 170s before then. Option flows have seen recent buyer of October 175 calls for \$1M.

Trade to consider: Sell October \$160/\$155 put spreads for \$1.70 or better



Earnings Preview

Affirm (AFRM) will report earnings on 9/9 after the close with the Street expecting (\$0.29) EPS and \$226.5M in Revenues (+60%) to close 2021 with Q1/FY22 seen at (\$0.21)/\$234M and (\$0.77)/\$1.17B. AFRM shares have closed lower its first two earnings report with an average max move of 15%. AFRM operates as a provider of point-of-sale loans – sometimes called ‘Buy Now, Pay Later’ -- which allows consumers to finance purchases and pay in installments over time without late fees or compounding interest. The company was founded by PayPal co-founder Max Levchin and has quickly grown into one of the leading BNPL firms in the US. They have 6.2M customers, 6500 merchants, and did nearly \$11B in GMV since 2017. Their model is sticky with 64% repeat customers. AFRM has formed several partnerships with leading retailers like Purple (PRPL), Casper (CSPR), Mirror (LULU), Adidas, and more. Their biggest client is Peloton (PTON) which contributed around 30% of their overall revenue in 2020. ‘Buy Now, Pay Later’ has surged in popularity over the last twelve months. S&P Global noted last year that they expect the market to grow 400% by 2025 with major banks being displaced by easier, tech-driven firms like AFRM, AfterPay, QuadPay and Klarna. A BAML survey in December predicted that tech-driven apps like AFRM were poised to grow 10-15X by 2025 and potentially process up to \$1T in transactions. They think store card issuers like ADS and SYF are most at-risk and categories like electronics and home furnishings are big areas where AFRM could grow. Square recently bought Afterpay and there has been a surge of consolidation moves in the space while AFRM recently soared after partnering with Amazon (AMZN). AFRM currently has a market cap of \$26.25B and trades 21X FY22 EV/Sales with revenues seen rising 40% in 2022 and 32% in 2023 after jumping 80% and 75% the last two fiscal years. Analysts have an average target of \$90 and short interest is around 9% of the float. RBC raised its target to \$124 on 8/30 citing its partnerships with Amazon and Shopify key to the bull narrative. MSCO raised its target to \$120 from \$73 seeing 150M Amazon Prime members accelerating AFRM growth with potential to grow to 18M active customers by the end of 2023. CSFB noted the AMZN deal can bolster AFRM’s network effects and add incremental 35-40% to AFRM’s contribution profit. Hedge Fund ownership jumped nearly 12% last quarter with Durable Capital a top holder adding to its position and Abdiel taking a new position. On the chart AFRM gapped out of a long basing pattern and now flagging under \$100.50 resistance and now firmly above \$80.50, VWAP from the IPO. Shares are currently trapped between a 50% and 61.8% retracement level of the lifetime range at \$90.25 and \$99.50 respectively with \$111 the next retracement level. AFRM options are pricing in a 12% move on earnings with 30-day IV Skew sharply inverted (bullish) at -7.7 compared to the -4.4 52-week average. AFRM has seen a surge in bullish flows since the Amazon news with September \$100, \$110 and \$115 calls bought over 10,000X each in size lots. With the momentum and focus likely on future results, not the past quarter, due to the new partnership, the skew makes upside call spreads a favorable trade on a risk/reward basis, the September \$100/\$110 call spread for \$2.20 seems underpriced.

Extras

Dicks Sporting Goods (DKS) buyer of 1500 September \$145/\$135 put spreads for \$3.13

Alcoa (AA) now also with 2,500 January 2023 \$42 puts sold to open for \$8.20

Hyzon Motors (HYZN) large late day sales of 3,000 October \$10 put for \$1.25/\$1.30

Occidental (OXY) with 3,000 January 2023 \$22/\$15 bull risk reversals bought for \$6.30

Visa (V) buyers of 2000 March \$200 puts for \$6.75 to \$6.80, tied to stock

Microsoft (MSFT) opening sale of 1000 December \$290 puts for \$9.15, stock replacement

Alphabet (GOOGL) the October 8th (W) \$2850/\$2950/3050 call butterfly bought 1000X2000 for \$26

BioNTech (BNTX) with 500 November \$330 calls bought for \$38

Quest Diagnostics (DGX) opening sales of 700 November \$155 puts from \$6.40 to \$6.10

Jacobs (J) buyers of 500 April \$140 calls for \$9.20

MongoDb (MDB) with 500 February \$470 calls bought for \$77.30 in a stock replacement, \$3.85M

Yeti (YETI) buyers of the November \$100 puts for \$7.80, over 450X, and follows the size adds to the November \$105 puts on Thursday

DexCom (DXCM) buyers of the June \$780 OTM calls for \$15.30 to \$15.40, over 285X

RH strong chart and \$3M of the January 2023 \$680 and \$700 calls bought mid-morning

Lightspeed (LSPD) also with 1,300 December \$90 ITM calls bought up to \$32.60

Open Interest Checks

| Ticker | Contract | Prior OI | New OI | OI Change |
|--------|---------------------|----------|--------|-----------|
| CVS | 21 JAN 22 87.5 CALL | 1,758 | 4,422 | 151.54% |
| NVDA | 17 DEC 21 220 CALL | 1,248 | 2,796 | 124.04% |
| PATH | 17 SEP 21 65 CALL | 3,199 | 6,685 | 108.97% |
| NVDA | 19 NOV 21 240 CALL | 1,424 | 2,951 | 107.23% |
| KSS | 21 JAN 22 55 PUT | 1,002 | 1,953 | 94.91% |
| GPS | 20 JAN 23 22 PUT | 2,114 | 4,114 | 94.61% |
| ORCL | 17 JUN 22 100 CALL | 1,233 | 2,392 | 94.00% |
| DELL | 15 OCT 21 97.5 CALL | 975 | 1,891 | 93.95% |
| BMO | 18 MAR 22 105 CALL | 1,585 | 3,070 | 93.69% |
| OXY | 20 JAN 23 15 PUT | 2,533 | 4,838 | 91.00% |
| ACVA | 19 NOV 21 20 CALL | 2,369 | 4,437 | 87.29% |
| CRM | 15 OCT 21 270 CALL | 5,338 | 9,678 | 81.30% |
| NFLX | 15 OCT 21 590 CALL | 1,387 | 2,411 | 73.83% |
| ROKU | 17 SEP 21 350 CALL | 1,303 | 2,227 | 70.91% |
| WLTW | 15 OCT 21 230 CALL | 1,222 | 1,774 | 45.17% |
| MRNA | 17 SEP 21 390 CALL | 1,575 | 2,263 | 43.68% |
| SBUX | 15 OCT 21 115 CALL | 4,448 | 6,150 | 38.26% |
| SNOW | 15 OCT 21 310 CALL | 1,697 | 1,825 | 7.54% |
| APPS | 17 SEP 21 55 CALL | 2,077 | 2,193 | 5.58% |
| SPY | 15 DEC 23 500 CALL | 11,701 | 8,679 | -25.83% |
| NET | 21 JAN 22 145 CALL | 1,799 | 880 | -51.08% |
| TTC | 17 SEP 21 110 PUT | 1,247 | 210 | -83.16% |

What They're Saying

Toro (TTC) earnings call on technological innovations... "We continue to make investments as we have internally for the last number of years, very much focused on the key technology areas of which autonomous smart and connected products and the alternative power. And the acquisitions that we made early this year have met actually, say, far exceeded our expectations and helping us accelerate those initiatives. And I think you had a chance to see at the golf show, the last in-person golf show, we had in '19, our vision of what technology looks like going forward. for golf. And that was not -- those are not just concepts, products for the future that reflects the direction that we're going. And we are on track with our plans, and you'll see a steady introduction of products in those categories over the next several years, that's the really the fruit of our labors and working in those areas. And that is one of the most exciting things actually that's going on right now."

OptionsHawk Market Blitz

Broadcom (AVGO) earnings call on the recovery in storage server markets and enterprise driving future growth... “As you know, our products here supply mission-critical applications largely to enterprise, which, as I said earlier, was in a state of recovery. That being said, we have seen a very strong booking trajectory from traditional enterprise customers within this segment. We expect such enterprise recovery in server storage. And the same is happening in networking to be one of the [engines] of growth in Q4 and into 2022. In this particular segment, customer transition to our next-generation SaaS and nVME connectivity at the server, exemplifying this growth. The aggressive migration in cloud to 18-terabyte hard disk drives will also provide a strong tailwind to demand for external storage connectivity products in this segment. In sharp contrast to the 9% decline in Q3, we forecast in Q4, server storage connectivity revenue to be up low double-digit percentage year-on-year. What we are seeing now -- or what we expect to see in 2022 in terms of broad direction is, we see in telcos, service providers are running well, quite hot, and it looks like they are sustaining as opposed to perhaps rolling over. They seem to be sustaining where we are right now. And regarding enterprise, it's pretty much what we had indicated before and continue to see, which is a continuing trajectory of improving demand -- spending and demand. And we see that continuing to improve and grow next -- this coming quarter, Q4 and beyond. In fact, I would say that the engine for growth for our semiconductor business in 2022 will likely be enterprise spending, whether it's coming from networking, one sector for us, and/or from server storage, which is largely enterprise, we see both this showing strong growth as we go into 2022. While, just to repeat myself, we see telcos and service providers not rolling over, just hanging up there at a very elevated level.”

Earnings Grid

| Stock | Next Earn Date | Time | Open Interest | Historical Moves (8 Q) | Implied Move | Avg. 8 Q Max Move | Med. 8 Q Close Move | Sum. 8 Q Close Move | IV30 Skew | IV30 Avg Crush | Hist Put/Call OI %-tile | Short Float | SI Change (3mo) |
|-------|----------------|------|---|------------------------------|--------------|-------------------|---------------------|---------------------|-----------|----------------|-------------------------|-------------|-----------------|
| PATH | 9/7/2021 | AMC | Bull: \$4.89M (67%), Bear: \$2.43M (33%) | Lower 1 of 1 | 9.49% | 9.70% | -9.59% | -9.59% | -1.77 | -23.49% | 5.06% | | |
| COUP | 9/7/2021 | AMC | Bull: \$14.61M (49%), Bear: \$7.72M (26%), Stock: \$7.29M (25%) | Even of 8, Lower last 4 | 6.90% | 11.86% | -1.12% | 14.52% | 4.51 | -18.30% | 85.02% | 9.61% | -7.05% |
| SMAR | 9/7/2021 | AMC | Bear: \$0.84M (58%), Bull: \$0.6M (42%) | Lower 5 of 8 | 9.69% | 13.28% | -2.13% | -34.68% | 4.40 | -19.42% | 43.11% | 3.64% | -22.00% |
| CASY | 9/7/2021 | AMC | No Trades Since Last Report | Lower 6 of 8, Lower last 5 | 4.27% | 5.04% | -2.88% | -23.60% | 2.71 | -24.93% | 96.49% | 1.42% | -8.68% |
| DADA | 9/7/2021 | AMC | No Trades Since Last Report | Higher 2 of 2, Higher last 2 | 11.03% | 15.82% | 12.49% | 24.99% | -0.08 | -19.46% | 89.51% | 1.30% | 24.69% |
| KEY | 9/8/2021 | BMO | No Trades Since Last Report | Lower 5 of 8, Higher last 3 | 5.90% | 9.37% | -1.20% | -5.94% | -0.22 | -24.60% | 47.15% | 1.28% | -5.16% |
| REVG | 9/8/2021 | BMO | No Trades Since Last Report | Even of 8 | 10.24% | 15.59% | -0.44% | -3.55% | 3.48 | -23.80% | 37.17% | 2.77% | -8.23% |
| LULU | 9/8/2021 | AMC | Bull: \$6.93M (54%), Bear: \$5.95M (46%) | Lower 6 of 8 | 5.14% | 6.98% | -3.78% | -19.24% | 3.73 | -24.78% | 88.56% | 1.60% | -14.55% |
| CPRT | 9/8/2021 | AMC | Bull: \$1.59M (75%), Bear: \$0.52M (25%) | Lower 5 of 8 | 4.08% | 6.09% | -0.88% | 0.28% | 3.58 | -25.76% | 70.91% | 0.99% | -6.70% |
| GME | 9/8/2021 | AMC | Bear: \$11.04M (53%), Bull: \$9.85M (47%) | Lower 7 of 8, Lower last 4 | 13.33% | 21.50% | -15.15% | -122.51% | -28.46 | -21.66% | 71.20% | 11.98% | -36.76% |
| BH | 9/8/2021 | AMC | Stock: \$17.47M (61%), Bull: \$10.54M (37%), Bear: \$0.57M (2%) | Higher 5 of 8, Higher last 2 | 8.44% | 13.69% | 7.07% | 44.32% | 1.86 | -26.80% | 99.47% | 13.29% | 30.99% |
| HQY | 9/8/2021 | AMC | Bull: \$0.25M (100%) | Lower 5 of 8, Lower last 3 | 5.54% | 10.37% | -1.06% | -3.61% | 5.19 | -13.77% | 65.03% | 4.84% | -1.74% |
| ABM | 9/8/2021 | AMC | No Trades Since Last Report | Higher 5 of 8 | 5.48% | 8.76% | 2.13% | 30.12% | 6.10 | -29.59% | 72.08% | 2.58% | 23.91% |
| ASO | 9/9/2021 | BMO | Bull: \$22.87M (75%), Bear: \$6.37M (21%), Stock: \$1.12M (4%) | Higher 2 of 2, Higher last 2 | 8.35% | 10.02% | 7.85% | 15.70% | 0.25 | -18.53% | 6.78% | 19.44% | -0.72% |
| LOVE | 9/9/2021 | BMO | No Trades Since Last Report | Higher 5 of 8 | 12.28% | 24.94% | 7.77% | 38.74% | 4.30 | -19.72% | 39.20% | 15.91% | 10.73% |
| ZS | 9/9/2021 | AMC | Bull: \$29.02M (80%), Bear: \$6.18M (17%), Stock: \$0.9M (3%) | Even of 8, Higher last 3 | 8.31% | 19.19% | 1.77% | 30.49% | 1.61 | -22.81% | 91.15% | 8.29% | 11.74% |
| AFRM | 9/9/2021 | AMC | r: \$39.43M (51%), Bull: \$35.76M (46%), Vol: \$2.22M (3%), Stock: \$0.36M (1%) | Lower 2 of 2, Lower last 2 | 13.01% | 15.28% | -6.40% | -12.79% | -8.54 | -20.34% | 25.17% | 8.35% | 0.00% |
| VRNT | 9/9/2021 | AMC | No Trades Since Last Report | Even of 8 | 5.40% | 11.34% | -0.63% | -19.67% | 2.41 | -26.51% | 35.07% | 7.97% | -17.94% |
| SUMO | 9/9/2021 | AMC | Bear: \$0.33M (55%), Bull: \$0.27M (45%) | Higher 2 of 3 | 10.92% | 15.56% | 6.91% | 11.44% | -0.04 | -13.58% | 2.11% | 9.09% | 60.22% |
| PLAY | 9/9/2021 | AMC | Bull: \$2.89M (96%), Bear: \$0.11M (4%) | Lower 6 of 8, Lower last 4 | 8.01% | 10.60% | -3.14% | -12.37% | 4.19 | -18.61% | 30.43% | 15.78% | -9.47% |
| KR | 9/10/2021 | BMO | Bull: \$3.25M (39%), Bear: \$2.81M (34%), Stock: \$2.23M (27%) | Even of 8, Higher last 2 | 4.05% | 5.70% | -0.49% | 3.53% | 2.33 | -17.72% | 85.05% | 7.95% | -5.79% |
| TIGR | 9/10/2021 | BMO | Bull: \$4.77M (54%), Bear: \$4.08M (46%) | Lower 3 of 4 | 15.52% | 18.04% | -7.59% | -12.17% | -3.74 | -16.36% | 67.91% | 3.51% | 13.86% |

Earnings Review

Disclosures

Disclaimer:

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, and is not to be construed as specific investment advice or recommendations. 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 qualified professional 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, OptionsHawk has not taken into account the investment needs, objectives and financial circumstances of any particular investor. This information does not consider 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

For example, and, as always, be aware that market timing and conditions may materially affect trades of this nature: The above is an example of a trade idea, but you must be aware of the risks of trading. As we have disclosed, we are not licensed, and we are not giving specific securities advice for your portfolio. We are merely providing examples and education of strategies. We always advise people to get professional advice, and we are not recommending any particular trade or security or soliciting any trade or security.