

# OptionsHawk

## OPTIONS HAWK DAILY MARKET 1/22/2020

### Sector Leaders

#### Semiconductors

#### Software

#### Payments

### Stock Gainers

LX 15%

EVER 14%

XPEL 15%

PI 11.3%

CVM 12%

FSB 12%

TXG 9%

### Volatility Gainers

- CX
- SPCE
- JMIA
- GRPN
- TSLA
- LX

### High Call Volume

- CX
- DERM
- MIK
- ARMK
- LX
- MRNA

### Bullish Options

- CRM
- ELAN
- NKE
- BMY
- MIK
- LULU
- ARMK
- JD
- CRWD
- ON
- NEE

**Market Review:** Stocks were higher overnight as fears regarding the China virus subsided and the market focused on solid earnings out of Tech last night with Netflix and IBM and in the morning J&J, Abbott and others. Tech continued to lead with strength across Semiconductors and Software as well as Payments. Energy, Metals, and Transports continued to be lagging groups. Breadth held firmly positive most of the day though again was not a real trend day, choppy action as some nervousness remains over the severity of this China virus scare. Earnings should remain in focus the remainder of the week with limited influential economic data tomorrow, though PMI will bear watching on Friday to see if further signs emerge of the weakness cycle turning higher.

### S&P Chart:



Resistance	Support
3,305	3,187.5
3,390	3,178.5
3,440	3,167

**Options Action Trends:** There were not any specific new trends emerging in flows today, still seeing a strong bullish bias with positioning, a lack of bearish bets overall.

**What's On Tap:** Jobless Claims, Productivity & Labor Costs. Earnings from INTC, PG, CMCSA, UNP, ISRG, KMB, VFC, TRV, TEAM, LUV, DFS, STM, SWKS, KEY and FCX.

### Trade Tracker Portfolio Changes:

- 1) No Changes

### Sector Laggards

#### Metals

#### Energy

#### Transports

### Stock Losers

NVAX -18.5%

CMRE -12.9%

BLDP -10%

BPMC -9%

HUYA -8.6%

LAKE -8.5%

CUTR -5%

### Volatility Losers

- NVAX
- NFLX
- MIK
- IBM
- UAL
- ALLY

### High Put Volume

- CHNG
- CARS
- BTU
- SNV
- TM
- ESPR

### Bearish Options

- VOD
- MMM
- SPR
- CHNG
- MOMO
- HLF
- TM
- DD
- CVS
- X
- SKT



## MongoDB Explosive Growth Opportunity Attracts Call Buyers

**Ticker/Price:** MDB (\$148.65)

### Analysis:

**MongoDB (MDB)** has been attractive low contract but high dollar positioning recently with a longer-term view, the January 2021 \$130 calls with more than 300 bought yesterday for around \$1M which follows buys in the \$100 and \$120 calls. MDB has also seeing buyers in February and March calls and the May \$175 calls opened 400X back on 10/30. MDB shares made a strong trend move through June 2019 before pulling back and basing along its rising 55 week moving average, also the 61.8% Fibonacci retracement held firm and shares started 2020 breaking out of the pullback trend and weekly RSI showing a strong trend of higher lows. The \$8.45B provider of a cloud-hosted database trades at a premium valuation of 20X EV/Sales and has seen explosive topline growth of 44.6% in 2018, 60.8% in 2019, and 53% in 2020 with FY21/FY22 seen as 30% growth years as profitability is expected in FY23. FCF margins are expected to inflect positive in FY21. MDB announced a partnership in October with Alibaba Cloud and coming off a real strong report in December with Atlas now 40% of its business and continues to develop new relationships. The database market is one of the largest in Software, \$64B spent in 2019 expected to reach \$97B in 2023. Database is at the center of software application which is seeing growing spend/adoption across all industries. Analysts have an average target of \$165 and short interest does continue to rise to 20% of the float. On 1/8 Piper named MDB one of the top five SaaS stocks to own for this decade. Argus started coverage at Hold on 1/6 citing valuation concerns despite it being a disrupter in the large enterprise database software market. DA Davidson lowered its target to \$143 in December noting margins may face further headwinds as Atlas customers pay monthly instead of annual. Stifel added MDB to its Select List after all key financial metrics beat in December and sees it transitioning to a true cloud platform that can sustain 30%+ recurring revenue growth, a \$185 target. Hedge Fund ownership fell 15.3% in Q3 filings, Whale Rock a top holder did reduce its position.

### Hawk Vision:



**Hawk's Perspective:** MDB is one of the most exciting growth names in Tech, but it does come at an extreme high valuation and the rising short float a concern potentially with concerns of competition slowing growth. It is a name to own with stock and puts for protection, or await a better entry when it grows more into its valuation.

**Confidence Ranking:** \$\$



## Colgate Calls Accumulate for Q2 Upside

Ticker/Price: CL (\$70.85)

### Analysis:

**Colgate-Palmolive (CL)** continuing to draw bullish flows lately with buyers yesterday for more than 2,500 August \$72.50 calls as well as some \$75 calls which pushed open interest above 2,000. The May \$75 calls have seen accumulation as well with over 26,500 bought and many spread with the \$80 calls. Shares are working back above the 200-day MA and forming the right shoulder of a large nearly 3-year inverted head and shoulders pattern under \$75. A move higher would target \$90-\$100 longer-term and seeing an early weekly MACD crossover recently and strengthening RSI. The \$61.14B company trades 23.84X earnings and nearly 4X sales with a 2.4% yield. They are guiding to 5%+ EPS growth the next two years with 3-4% revenue growth. CL is undergoing a big mix shift towards more premiumization of their portfolio across both consumer brands and pet food and has positive catalysts into 2020 with the launch of more Naturals products and Optic White. One avenue this push could take in 2020 is looking for tack-on deals in skincare where they are looking to grow, one of the more resilient areas in cosmetics in 2019. CL bought Filorga for \$1.66B recently and could buy some of Coty's divested brands. They're also focusing on growth in pet food where they relaunched in 2019 under the Hill's Science Diet label. Analysts have an average target for shares of \$73. BAML downgrading to Neutral in December concerned with its struggles to reverse market share losses in toothpaste as well as the more challenging comps expected in 2020. The firm also thinks 2020 may become another year of "outsized investment." Short interest is 1.6%. Hedge fund ownership fell 5% in Q3 but Alkeon remains a top holder of call options while AQR adding another 2.38M shares.

### Hawk Vision:



**Hawk's Perspective:** CL shares have been in an annoying range for the past few years though a name I still think could draw a large M&A deal down the road. It trades rich for its lack of growth but Emerging Market upside could make it attractive, a name I like to own with downside protective puts that are cheap.

**Confidence Ranking:** \$\$





## Call Buyers Expect New Highs in Sea Ltd.

**Ticker/Price:** SE (\$41.30)

### Analysis:

**Sea Ltd (SE)** buyers active yesterday for 1,300 March OTM \$47 calls for \$1.25 and follows buyers last week of the February \$44 calls and 2,000 Jan. 2021 \$50/\$35 bull risk reversals. SE has seen size buyers of the Jan. 2021 \$45 calls as well. SE shares are coiled in a small flag above its rising 20-MA with a breakout targeting \$46. MACD is nearing a bull crossover and steady trend higher since earnings in November. The \$18.88B company trades 11.2X sales and 8X cash with estimates for 25% to 35% revenue growth the next two years. SE recently raising their outlook as they continue to monetize users well and expand their share in e-commerce. SE sees Latin America as a key driver of growth the next 2-3 years with more than 600M potential users. The company has seen success with their multiplayer battle royal title Free Fire which is driving user growth and engagement across all of their major markets, especially paying users. Analysts have an average target for shares of \$45. Piper with a \$54 PT on 11-12 and sees a rise in connectivity growth, along with a "secular rising tide" in the company's core verticals of online gaming, e-commerce and digital payments, driving strong near-term growth and long-term profitability. SE will gap higher this morning after Goldman upgraded shares to Conviction Buy, moving their PT to \$50 from \$42.50. The firm thinks 2020 is the year for Sea's e-commerce business to demonstrate its path to profitability alongside high gross merchandise volume growth. Although the stock has more than tripled last year, the firm sees further upside from the growing Southeast Asian/Taiwan internet space. Short interest is 5.9%. Hedge fund ownership rose 4% in Q3, Tiger Global with 13.5M shares while Lone Pine Capital, Kora Management, Coatue, Melvin Capital, and Sachem Head all notable holders.

### Hawk Vision:



**Hawk's Perspective:** SE is an exciting growth name, a multi-year story, and a worthy investment though with news driving shares higher on the open, likely will be better entries in time.

**Confidence Ranking:** \$\$



## Large Call Buy in Nutanix as Transition Continues to Make Progress

**Ticker/Price:** NTNX (\$36.50)

### Analysis:

**Nutanix (NTNX)** buyers of 2,500 March \$37.50 calls up to \$3 to open today and earlier some small March \$35 call buys in the name. NTNX has seen buyers in the Feb. 7th (W) \$30 calls and Feb. \$27.50 ITM calls recently as some January positioning adjusts into strength. NTNX was a chart highlight a few weeks ago as it worked out of a bull wedge and now nearing a breakout above the November highs that targets \$45. Shares are out of a long downtrend so far in 2020 and back near the 50% retracement of the decline from \$65. The \$6.44B company trades 7.25X cash and 5.16X EV sales with 25% growth expected in both FY20 and FY21. NTNX is seeing better dollar-based net expansion (132% in Q1) while customer growth at the high-end and retention are also both improving. NTNX has been a model transition story with the older 2012-2017 platform gradually transitioning into a subscription-based model and expectation for 75% of their overall mix by Q4 2020 which is up from 51% in 2019. NTNX continues to be a leader in HyperConverged tech and long-term runway for disruption in storage. Analysts have an average target for shares of \$40.50 with 13 buy ratings and 7 hold with concerns around how long it could take to be FCF positive and profitable. OTR Global upgrading to Positive in November seeing greater adoption of their HCI solutions and market leadership helping to fill Q2 2020 pipelines. The firm also thinks NTNX win rates will continue to improve in 2020 driving multiple expansion. Short interest is 6.5% and down from around 8% in July. Hedge fund ownership rose 7.6% in Q3 with Eminence Capital a top holder with 5.39M shares while Altimeter also a notable owner.

### Hawk Vision:



**Hawk's Perspective:** NTNX extended near-term with strength today and after the recent base breakout trigger back at \$33, but continues to be a potential M&A target in the Software space and upside looks promising.

**Confidence Ranking:** \$\$



## Cisco Weekly Base Breakout Seen Sustaining Higher

**Ticker/Price:** CSCO (\$49.20)

### Analysis:

**Cisco (CSCO)** with 5000 April \$47.50 puts sold to open \$1.28 at the PHLX and follows recent put sales at July \$45 and September \$42.5 strikes as well as buyers active in February and March calls including 9500 February \$50 calls bought 1/17. CSCO shares carved out a base right at a 38.2% retracement of the 2016-2019 range as well as the 144 week rising moving average. The base breakout on the weekly targets a move up to \$54.50 and weekly RSI moving back above the 50 level. The \$207B Company could see positive tailwinds from the 5G cycle and is trading 14.35X Earnings and 23.6X FCF with a 2.87% dividend yield and plenty of balance sheet flexibility. CSCO will next report on 2/12. Forecasts see revenue growth lacking in 2020 and EPS growth of 4.5%. In November CSCO cut its outlook and continues to work on transforming its business with software subscriptions now 71% of its software revenues. Analysts have an average target of \$52 and short interest low at less than 1% of its float. Barclays upgraded to Overweight with a \$53 target in December more constructive on new products and valuation. BAML downgraded to Neutral on 1/8 citing a lack of catalysts in 2020 but does see positives in the upcoming WiFi 6 cycle. Piper with a note recently seeing Software moving to 24% of CSCO revenues from 20% Y/Y. Hedge Fund ownership rose 1.35% in Q3 filings.

### Hawk Vision:



**Hawk's Perspective:** CSCO is attractively valued and would love to see a splashy M&A deal to expedite the move into Software as a positive catalyst. The put sales put a floor near-by, and upside \$50 calls are a cheap option to bet on a move to \$53.

**Confidence Ranking:** \$\$





## Capri Bullish Positions as Shares Consolidate

Ticker/Price: CPRI (\$36.75)

### Analysis:

**Capri (CPRI)** with 3,000 May \$35 puts sold to open for \$2.25 today and also earlier 500 February 7<sup>th</sup> (W) \$36.50 calls bought ahead of earnings on 2-5. CPRI has seen the August \$30 puts, February \$37.50 puts, and May \$32.50 puts sold to open since mid-December while the May \$47.50 calls with buyers. CPRI shares up nearly 50% from the September lows and pulling back so far in 2020 back to rising cloud support. A move above \$38 and out of this small flag has room up to \$45. The longer-term basing pattern that stretches back to May targets a run up to \$55. The \$5.34B company trades 7X earnings and 0.96X sales with strong FCF and expecting high-single digit EPS growth. CPRI sees revenue growth accelerating in FY21 and FY22 as they continue inventory rationalization and put new strategies for Jimmy Choo into practice. The core MK brand has seen improvement in recent quarters and a lot of opportunity to expand the Versace brand into a \$2B+ unit through standalone stores, growth in accessories, and footwear. Analysts have an average target for shares of \$54 with 9 buy ratings and 4 hold. Wells Fargo upgrading to Buy on 1-2 noting that a number of headwinds in 2019 are starting to abate including tariffs and tough comps. Short interest is 7.3%. CPRI's CFO bought near \$400k in stock last year around \$34.40 while the CEO bought \$20M in stock at \$32.50. Hedge fund ownership jumped in Q3 by 18% with Eminence Capital a notable 13.5M share position and adding 4.5M.

### Hawk Vision:



**Hawk's Perspective:** CPRI has a nice consolidation and have an alert set at \$38.20 to evaluate for a potential trade.

**Confidence Ranking:** \$\$

# ***Additional Options Flow***

## **Market/ETFs**

**S&P (SPY)** some large trades this morning with 2000 December \$320 puts bought \$13.85 to open, the April \$338 synthetic short opening 5000X, the Feb. 7th (W) \$329 puts sold to open 10,000X, and 10,000 June \$310 calls bought for \$28.43 where have to confirm OI change

**QQQ** trade opens 3000 December 2020 \$250/\$207 bull risk reversals for a credit of \$4.03

**China (FXI)** with 8500 September \$44 calls bought today \$2.41 to \$2.50 in stock replacements

**Energy (XLE)** opening buy this afternoon for 3000 January \$55 calls at \$5.35 offer

## **Consumer Discretionary/Services**

**Dollar Tree (DLTR)** with 575 March \$90 puts sold to open \$4.30 to \$3.90

**Nike (NKE)** with 10,000 February \$110 calls bought up to \$0.60. **NKE** 1500 Feb 14th (W) \$107 calls also bought to open. **NKE** now with 2450 February 7th (W) \$106 calls bought up to \$1.42 to open

**Michaels (MIK)** with 13,850 June \$10 calls bought \$0.45 to \$0.50 into weakness

**Televisa (TV)** buyers of 1000 March \$13/\$15 call spreads with reports that Liberty is preparing a bid for Univision, a company which they own a large stake

**Marriott (MAR)** with 1,350 April \$160 calls sold for \$1.45 in a buy-write

**China Lodging (HTHT)** more put buys with 1300 March \$30 here \$0.90 to \$0.95

**Lumber Liquidators (LL)** opening buyers of 2,300 January 2022 \$7 calls for \$3.30 to \$3.40 into weakness

**Domino's Pizza (DPZ)** opening sale 300 January 2021 \$240 puts for \$11

**Wynn Resorts (WYNN)** onto the lows with 1950 January 31st (W) \$140 puts bought up to \$3.60

**Tapestry (TPR)** opening sale 1500 January 2021 \$25 puts into weakness at \$2.80

## **Consumer Goods**

**Aramark (ARMK)** with 1,225 February \$48 calls bought \$1.20 to \$1.25 today, earnings on 2-4 and activist involved. **ARMK** also with 900 July \$50 calls bought around \$2

**P&G (PG)** into earnings with 4000 next week \$127 calls bought to open \$1.41 to \$1.49 in sweeps, also Feb. \$127 calls with 1000X opening

**Coca Cola (KO)** calls hot into strength with the breakout back on 1/13, the Jan. 31st (W) \$57 calls with 9000X bought \$1 to \$1.19 into earnings 1-30

**Pepsi (PEP)** buyer of 1000 February 14th (W) \$145/\$139 put spreads for \$2.15 into 2-13 earnings

## **Energy**

**Comstock (CRK)** buyers of 3000 June \$9 calls early \$0.45 to \$0.50

**USA Compression (USAC)** coiled back to support and unusual 1000 September \$17.50 calls are bought \$0.55 offer in a sweep, a name that screens well in a tough industry

**First Solar (FSLR)** with 500 January 2021 \$45 calls opening for \$11.50



**Baker Hughes (BKR)** sellers of 5,000 March \$20 puts with shares down around 2% on earnings today

**MPLX (MPLX)** with 1,500 June \$25 calls bought \$1.30 today into weakness

**Cabot Oil & Gas (COG)** with 3000 February \$15.50 puts sold to open for \$0.60

**Total SA (TOT)** with 1000 August \$55/\$60 call spreads bought for \$1.05

### Financials

**Credit Suisse (CS)** with 1,370 March \$12 ITM calls bought \$1.75

**Tanger Factory (SKT)** with 4,000 February \$17 puts opening \$1.45 into strength following the S&P 600 add

**Fidelity Info (FIS)** buyers of 4,768 April \$155 calls as the \$140 calls close 2,340X and roll up into strength

**Charles Schwab (SCHW)** buyers of 1,375 March \$48 calls up to \$2.25 to open today, coiled name above its 50-MA with the recent all-stock deal for TD Ameritrade (AMTD)

**Life Storage (LSI)** buyer of 1000 September \$100 OTM puts for \$1.70 at the CBOE

**Carlyle Group (CG)** strong with Alternative Managers group and 2000 June \$38 calls sold \$0.50 in a buy-write today

**Simon Property (SPG)** sweep buys 900 March \$145 puts \$4.65 offer, mall exposed REIT and a weak chart that could break hard under \$145

**Grupo Financiero (GGAL)** with 1,400 January 2021 \$12.50 puts bought for \$1.80

**Square (SQ)** with 1000 September \$55 puts sold to open for \$2.44 in a stock replacement

### Healthcare

**Elanco (ELAN)** buyers active early for nearly 1500 February \$31 calls \$1.50 to \$1.65. **ELAN** strong on highs and after morning call activity also seeing February \$35 calls with more than 10,000 bought \$0.30 to \$0.55 and 1275 April \$35 calls

**Bristol Myers (BMY)** size opening buys 4000 Feb. 7th (W) \$65 calls \$3.25 to \$3.30, earnings 2-6

**Sarepta (SRPT)** with 500 June 2021 \$130 calls bought today up to \$31, more than \$1.5M

**Herbalife (HLF)** aggressive buy of 2000 May \$45 puts to open \$3.50 to \$3.60

**Change Healthcare (CHNG)** strong move lately and protective spread buys the March \$17.50/\$15 put spread 2,000X4,000 for \$0.66

**Zymeworks (ZYME)** with 750 June \$35 puts sold to open for \$3.55

**Teva Pharma (TEVA)** buyers of 8,000 February \$11/\$13 call spreads for \$0.28 into 2-12 earnings and potential settlement news. **TEVA** 20,000 February \$11.50 puts opening as March \$12 adjust. **TEVA** the Feb. \$11.50 puts now over 90,000X as the big March \$12 puts adjust, captures 2-12 earnings

**Amarin (AMRN)** with 1600 April \$20 puts sold to open for \$3.10

**Esperion (ESPR)** buyers of 1,300 March OTM \$45 puts for \$2.65 to \$2.95 as shares roll over from recent highs

**BioHaven (BHVN)** more bullish spreads today with 2,000 February \$70/\$80 call spreads bought for \$1.38 ahead of key Phase 3 data that is expected any day. **BHVN** will have Phase 3 data for their drug rimegepant soon in preventative migraine. The drug has already had positive data as an acute treatment but they're looking to become the first oral CGRP inhibitor for prevention which is a class where SQ/IV is the standard of care. Approval in another indication would greatly expand their potential peak sales which Wedbush models at around \$1.8B by FY27 currently. Short interest is 11.9% and some concern that the treatment will have a very high bar to clear in terms of efficacy in the upcoming trial, so data may be messy. A March 2019 article in The Lancet last year also outlined how trials in the UK have shown that oral preventatives have had mixed histories in reducing migraines for many patients, so if BHVN proves safety and efficacy it would be a major step forward. BHVN has seen mostly bullish flow lately with the February \$65 calls bought yesterday spread with the March \$75 calls 1000X as well as the February \$55 calls bought over 5,000X since 1/6. **BHVN** also with 2000 February \$65/\$75 call spreads bought into data, up almost 5% now

**Insmed (INSM)** with 1000 February \$21/\$26 call spreads bought for \$1.25 into weakness

**J&J (JNJ)** with 20,000 March \$150 calls bought \$2.20 as 10,000 February \$145 calls adjust

**Tandem Diabetes (TNDM)** into strength with the March \$70/\$60 put spread bought 2,875X5,750 for \$2.15, fairly common hedging strategy

**TelaDoc (TDOC)** strong again and 600 April \$105 calls opening today

**Smile Direct (SDC)** IV rising with 2,000 ITM February \$12 calls bought up to \$2.35 to open

**Intra-Cellular (ITCI)** with 1000 March \$23 calls bought to open ITM \$4.30 to \$4.60 earlier today

**Natus Medical (NTUS)** with 1,500 April \$30 puts bought up to \$1 to open into 2-6 earnings

**Illumina (ILMN)** with 5000 September \$300 calls opening \$53.30 as March \$310 calls adjust

**Arrowhead (ARWR)** which has sold off sharply this week with 900 June \$65 calls bought for \$3.60 offer

**Adaptimmune (ADAP)** with 1,200 February \$2.50 calls bought \$1.85 to \$1.90 with shares up 2% after their offering

**I-Rhythm (ITRC)** with 300 August \$90 ITM puts sold to open \$13.75, strong trending growth med-tech name

### Industrials

**3M (MMM)** with 1200 February \$172.50 puts opening \$2.80 into earnings next week. **MMM** now also with 5000 April \$190 calls sold to open \$2.63 to \$2.55

**Spirit Aero (SPR)** buyer 2500 July \$55 puts for \$2.60 as Boeing (BA) issues weigh heavily. **SPR** jumped with the Boeing move this afternoon and 2500 June \$70 calls opened \$3.40 to \$3.50

**Toyota (TM)** with 1000 February \$140 puts bought \$1.39

**Intel-Sat (I)** with 10,000 February 7th (W) \$7.50/\$6.50 collars opening

**American Air (AAL)** buyers of 13,000 March \$34 OTM calls for \$0.13. **AAL** May \$28 calls bought 3000X, look to be rolling back \$30 strike

**Cars.com (CARS)** buyer of 4000 February \$12.50 puts for \$0.50 with stock

**General Electric (GE)** sale to open of 10,000 June \$12 puts \$1.14 in a stock replacement

**Boeing (BA)** with 1000 August \$300 puts sold to open early today at \$23.50, also seeing May \$350/\$380 call ratio spreads open 2000X5000

**Honeywell (HON)** buyer of 1,000 February \$177.50 puts for \$2.49 to \$2.63 into earnings on 1-31, pretty common protective strategy seen in a number of industrials

**Axon Enterprises (AAXN)** IV higher earlier with 450 September \$90 calls bought for \$6.70 to open with shares breaking out of a monthly bull flag

**Union Pacific (UNP)** with 1330 March \$185 calls bought today up to \$4.40, some Feb. \$180 calls adjusting. **UNP** also with 3000 February \$192.50 calls sold to open down to \$0.94

**Fluor (FLR)** with 500 July \$20 calls bought for \$2.60 and spread with the February \$20 calls that are sold at \$1.25 in calendar spreads

**Waste Management (WM)** buyers of 500 July \$115 puts for \$2.80 to \$2.85 today, follows buyers in the \$110 puts recently

**3M (MMM)** IV rising with 5000 Jan. 31st (W) \$182.50 calls bought near \$2.80, though smaller lot sizes and may be a newsletter play

**XPO Logistics (XPO)** with the January 2021 \$120/\$135 call spread bought 1,250X2,500 for \$0.55 as they explore strategic alternatives. **XPO** also with the January 2021 \$125/\$140 call spread bought 1,250X2,500

**Mercury Systems (MRCY)** unusual volume today with 500 February \$75 calls bought for \$3.70 to \$4.10 and also 500 of the March \$80 calls bought for \$2.85, shares in a wide base under \$77 since October. **MRCY** 900 Mar \$75 calls now open \$5.20 in stock replacement

### Materials

**US Steel (X)** buyers of 4000 July \$9 puts for \$1.02 to \$1.03

**Teck Resources (TECK)** buyers of 5,750 March \$16 calls bought up to \$0.78 into weakness, TD mining conference today

**Arconic (ARNC)** with 5,000 OTM February 28th (W) \$31 calls bought today around \$0.45 into weakness from the Longbow downgrade

**Cemex (CX)** with 15,000 January 2021 \$5 calls bought for \$0.41 as 12,500 of the \$4 calls close

**Carlisle (CSL)** into weakness unusual 380 February \$160 at-the-money calls opening up to \$7, earnings 2-5, and a favorite fundamental name

**Dow (DOW)** into weakness today with 750 January 2022 \$40 puts sold to open for \$4 as a stock replacement

**Axalta (AXTA)** April \$30/\$33 call spreads active into weakness today, 3000X, and looking to add to OI

**Berry (BERY)** with 8950 Sep. \$60 calls sold to open down to \$1

### Tech and Telecom

**Momo (MOMO)** opening sale 1200 April \$32 puts \$1.60 on the open

**Salesforce (CRM)** seeing size flows into March \$185 and \$190 calls this morning trading 2800X and 2600X respectively. **CRM** with 1000 June \$160 puts sold to open for \$3.10

**JD.com (JD)** buyers for 2400 April \$46 OTM calls. **JD** with 1600 April \$38 puts sold to open \$1.20

**DocuSign (DOCU)** tightly coiled and IV rising with another 2500 March \$75 calls bought \$4.40 to \$4.55

**Facebook (FB)** with 4500 March \$225 calls trading \$8.50 as stock replacements

**Skyworks (SWKS)** another 1000 March \$125 calls bought \$7.64 as February calls roll up and out

**Momo (MOMO)** with 3,850 April \$32 puts bought \$1.95 to \$2.50 and also seeing over 5,700 of the \$30 puts open up to \$1.65

**CrowdStrike (CRWD)** with 1250 April \$67.50 calls opening \$5.05 as March \$65 adjust. **CRWD** also 1500 Feb 7th (W) \$60 puts bought \$1.30 to \$1.40

**PagerDuty (PD)** with 1,000 March \$25 puts sold to open today \$2.25 to \$2.20, very coiled name since November

**ON Semi (ON)** aggressive buyer 2800 April \$28 OTM calls \$0.85 offer, name with sizable call OI

**Vodafone (VOD)** with 3050 Feb. 7th (W) \$20 puts bought to open \$0.42 to \$0.47

**Century Link (CTL)** stock and IV higher with 10,000 January 31st (W) \$15 calls bought up to \$0.34

**Micron (MU)** moving to highs with 10,000 Feb. 7th (W) \$62 calls bought to open this morning and 4000 of the \$61 calls bought. **MU** also with 2000 February 14th (W) \$62 calls bought \$1.30 to \$1.32. **MU** 1500 January \$80 calls bought to open today as well \$3.70 to \$3.80

**Spotify (SPOT)** with 1000 January 31st (W) \$149 calls opening near \$4.20, earnings not until 2-5

**MagnaChip Semi (MX)** with 800 September \$17.50 calls bought to open up to \$2.75 offer, recent strength after raising its outlook

**Mercado-Libre (MELI)** with 500 Feb. 14th (W) / Feb. 28th (W) \$685 calendar call spreads opening for \$6.40 debit



**Snap (SNAP)** with 13,500 February 14th (W) \$20.50 calls bought \$0.89 as the January 31st (W) \$18.50 calls are rolling up into 2-4 earnings

**Impinj (PI)** strong move today up over 12.5% and seeing 1500 April \$30 puts sold to open for \$1.55 to \$1.50

**Trip Advisor (TRIP)** with 1000 February \$31 calls bought to open \$1.65 to \$1.70. **TRIP** 2000 June \$25 puts sold to open for \$0.90

**Adobe Systems (ADBE)** with 5,600 January 2021 \$210 far OTM puts bought for \$2.73 to \$2.75

**Talend (TLND)** unusual 225 May \$45 ITM puts sold to open for \$8

**Twilio (TWLO)** shares popped a bit with 700 Feb. 14th (W) \$124 OTM calls bought to open near \$5.25, earnings 2-5

**Palo Alto (PANW)** stock buyer sells 300 January \$280 calls and buys the \$190/\$140 put spreads for protection

**Twitter (TWTR)** buyers of near 5,000 of next week's \$34.50 calls

**Intel (INTC)** opening sale 2500 May \$60 puts for \$2.62. **INTC** also an opening seller 1500 January \$62.5 puts for \$6.45. **INTC** late day buy of 11,000 April \$62.50 calls \$2.72 as Feb. \$60 adjust into earnings. **INTC** block of 5000 May \$65 calls bought \$2.28 now

**Baidu (BIDU)** buyers of 1000 February 7th (W) \$137 puts for \$6.25 to \$6.30 ahead of 2-6 earnings. **BIDU** also with 600 February 7th (W) \$134 puts bought

**Forescout Tech (FSCT)** with 2,000 March \$35 calls bought up to \$1.57 as some Feb. calls adjust out

**Uber (UBER)** 3500 February \$36.50 calls open \$2.83 in stock replacement, also seeing 7000 Feb. 7th (W) \$41 calls sold to open today

**Sierra Wireless (SWIR)** small pop with unusual 800 June \$10 calls bought \$1.35 offer to open, earnings 2-13

**Citrix (CTXS)** reports tonight and 800 February \$117 puts opening \$2.35 offer in sweeps midday

**Applied Materials (AMAT)** buyer of 2000 June \$55 puts for \$1.80 offer

**Z-Scaler (ZS)** coiled under its 200 MA but seeing size bearish bets here with 2000 March \$62.5 ITM puts opening \$5.70 to \$6.05

### Utility

**Next Era (NEE)** with 1,000 February \$260 calls bought \$4.20 today as the \$250 calls close 500X and roll up into earnings this week 1-24

**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.*

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