

OptionsHawk

OPTIONS HAWK DAILY MARKET 1/31/2020

Sector Leaders

Services

Utilities

Healthcare

Stock Gainers

AMZN 8%

XLRN 6.25%

CL 5.8%

CHTR 5%

AUY 4.59%

IBM 4.33%

Volatility Gainers

- NAV
- MNK
- LK
- CLVS
- EROS
- TTM
- RETA
- RDUS

High Call Volume

- FOLD
- TEL
- SNX
- WYND
- AAN
- KKR
- RDUS

Bullish Options

- QCOM
- CHGG
- EDIT
- MSFT
- VZ
- BA
- PTON
- WWE
- NXPI

Sector Laggards

Materials

Industrials

Financials

Stock Losers

WWE -22%

LK -14.4%

BR -9%

CHWY -8%

BERY -8%

W -7.5%

Volatility Losers

- HCHC
- AM
- DECK
- FLEX
- ADNT
- I
- LEVI
- BERY

High Put Volume

- HDB
- APTV
- CHKP
- AAN
- SNX
- NAV
- GMED

Bearish Options

- DB
- GILD
- CFX
- W
- ROKU
- DAL
- SHOO
- MAR
-

Market Review: Global markets finished the week in the red, although a quiet night of headline news as the coronavirus continues to weigh on sentiment. China manufacturing data came in OK while retail sales in Europe were a bit below the Street. Overall EU GDP was down slightly while CPI also light. Personal Income was light in December at 0.2% vs 0.3%. Chicago PMI with a weak print of 42.9 vs 48.7 consensus and put some fear that ISM next week will come in below the Street. The final U of M sentiment reading for January revised a bit lower. Selling was pretty broad-based today with not a single sector in the green around mid-day. Amazon (AMZN) was up around 8% on earnings and good volume day that helped keep things from being worse but overall breadth was negative. We saw more of the same with the coronavirus fears as airlines (DAL, UAL, AAL) fell but did hold above the Thursday lows in all cases. The SPX sold off right from the opening bell and down through the week's lows where it bounced a bit at the 23.6% Fib. The 50-day MA just below at 3,210 in focus for early next week. Internals continue to be in a sell-signal and cautious adding too much on the long-side is warranted.

S&P Chart (Daily):



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

Options Action Trends: We saw bearish positioning in **India's ETF (INDA)** as well as Indian banks **HDB** and **IBN**. Big telecoms **VZ** and **T** both saw upside call buys.

What's On Tap: The focus next week on the economic data side is ISM manufacturing and construction spending early and then the jobs report on Friday. Political events in focus like the Iowa Caucus on Monday and the President's State of the Union on Tuesday. Earnings start to wind down but plenty of big reports left including GOOGL, NXPI, CLX, COP, EMR, ETN, RCL, ZBH, AFL, CMG, DIS, GILD, MTCH, PRU, GM, MRK, SPOT, FOX, MET, QCOM, BMY, CI, EL, ATVI, BIDU, UBER, ABBV and more.

Trade Tracker Portfolio Changes:

1. None



PagSeguro Draws Upside Calls as PagBank Monetization Opportunity Emerges

Ticker/Price: PAGA \$33.39

Analysis:

PagSeguro (PAGA) with 2,000 March \$35 calls bought yesterday for \$2.15 to open in a stock replacement. PAGA has seen buyers in the February \$35 calls and Feb. \$37.50 calls and shares back around a level popular with put sales between the June \$35 strike and Jan. \$35 strike, the latter over \$900k. PAGA has pulled back from 52-week highs near \$55 and forming a multi-month base under \$38/\$39 which measures up to \$47.50 and a high-volume node from September. A run back above the 200-day at \$38 can also shift sentiment after hitting the 61.8% Fibonacci retracement. The \$11.51B company trades 24.29X earnings and 9X sales with 25%+ EPS growth and 26% revenue growth. PAGA was a hot name to start 2019 that has faded a bit as growth expectations got ahead of itself but remains positioned well in an explosive long-term micro-merchant payments market. A key development late in 2019 was the emergence of PagBank which launched in Q2 as a provider of consumer-focused financial tech solutions like digital bank transfers, high-yield savings accounts, online loans and prepaid and cash debit cards. The service has quickly gained momentum with active users topping 1.9M and the company sees the business generating 30% of revenues from it within 3-5 years. Engagement has been strong with an 70% growth in bill payments and 52% increase in TPV from prepaid cards. It also creates better retention and engagement between users and huge TAM with the low-income population largely underserved in Brazil by big banks. According to the company, nearly 68M people in Brazil are without a bank account and they believe they are less than 1% penetrated currently. PAGA has been investing heavily in the launch and product which has weighed on margins but gaining significant share and now nearly 40% of their sign-ups have evolved into using at least three products from the company. The higher engagement and stickier product will help monetization efforts in late 2020 and early 2021 and better revenue diversification. PAGA foresees monetization from wire transfers, bill payments, and mobile top-ups in the near-future. Analysts have an average target for shares of \$44 with 7 buy ratings and 2 hold. Cantor with a \$46 PT noting that while the company is going through some growing pains it has the right products in the right market at the right time. Keybank with a \$45 PT and the analyst saying he expects focus to shift to long-term seller growth, momentum with PagBank and the associated investment profile. Short interest is 5.4% and up from around 3.5% in October. Hedge fund ownership fell 17.85% in Q3, Winslow Capital a big seller of 3.5M shares. Polar Capital, Alta Park, Castle Hook and Compass Group notable buyers while Samlyn Capital a top holder.

Hawk Vision:



Hawk's Perspective: PAGA has been a laggard for a while not and forming a nice base. I have an alert set for \$36.50 to watch how it acts back around the 200-day. PagBank is a really interesting product with a bright long-term future given the market opportunity.

Confidence Ranking: \$\$



Size Call Buyers Step into New Oriental Amid Coronavirus-Driven Sale

Ticker/Price: EDU \$123.43

Analysis:

New Oriental Education (EDU) large afternoon buy yesterday of 3,000 July \$125 calls for \$12.70, a more than \$3.8M position, and later 1,000 March \$125 calls for \$6.10. EDU has seen small buys in the April \$120 and \$130 calls recently while the April \$120 and March \$115 puts with sales. Shares have been in a steady uptrend since early 2019 and dipping this week with the coronavirus worries in China. The rising 200-day MA is just below at \$110 and ideal level to trade against for a return to recent highs back around \$140. Shares held the low-end of cloud support and the 38.2% Fibonacci of the recent run this week. The \$19.24B company trades 26.5X earnings and 5.8X sales and screens better than peers in the space with 27.95% and 23.5% revenue growth and 30%+ EPS growth. EDU is the largest provider of private educational services in China with over 8M enrollments last year. They're the most recognized name in the space which has built brand loyalty to new products, low CAC, and growing cross-sell opportunities between programs. They've expanded their online offerings across both classroom and tutoring in all ages and seeing strong demand which could increase significantly if the spread of coronavirus drives more people to stay home. Analysts have an average target for shares of \$135 with 8 buy ratings. Nomura raising their PT to \$158 on 1-22 and optimistic on the margin outlook. TH Data raising their PT to \$160 on 1-16 noting that the Chinese government imposed several policies in the off-school tutoring sector that have caused "tons of smaller vendors" to be driven out of business and allowed vendors like New Oriental and TAL Education (TAL) to become market consolidators. Short interest is 1.2%. Hedge fund ownership fell 2%. Tiger Global, Alkeon Capital, Melvin Capital, and Kylin Capital notable holders.

Hawk Vision:



Hawk's Perspective: EDU is a quality name that has pulled back on fears over attendance at their physical facilities during the outbreak. I'd like to see it settle a bit more before re-evaluating and July calls give some time.

Confidence Ranking: \$\$



Large Call Buy in Fast Growing Brazilian Fin-Tech, Stone-Co.

Ticker/Price: STNE (\$44.30)

Analysis:

Stone-Co (STNE) with a size trade on 1/30 as 7000 June \$45 calls opened at \$5.39 for more than \$3.7M. STNE did also seeing buys of 860 June \$39 puts that may be protective and previously a buyer of 2000 April \$42 puts back on 1/2 remains in open interest. There have been small buyers in February \$43 and \$44 calls as well as March \$40 calls. STNE shares are putting in an impressive weekly candle bouncing at the rising 13 week EMA and continuing an upward trend since July 2019. Shares still have unfinished business with a measured move target up to \$47 that would align with its rising channel resistance a few months out. The \$12.3B Company is a provider of technology solutions to digital merchants. Despite Brazil's large size, its online payments market remains less penetrated and has greater growth upside than more mature economies. Retail e-commerce sales in Brazil are expected to grow from R\$61.8B in 2017 to R\$104.8B by 2022. Brazil is the fourth largest market in the world for non-cash transaction volumes. Shares currently trade 44.2X Earnings and 17.5X FY20 EV/Sales with revenues growing 80% in 2018, 54.5% in 2019, and forecasted to grow 34% in FY20 while also seeing a strong rise in profitability. In its latest quarter it posted record net adds of almost 69,000 clients in the quarter, reaching a total active client base of 429,000 merchants, and take rate improved by 11 basis points to 1.87% in the last 12 months. Analysts have an average target of \$41.50 while short interest is subdued at 8.3% of the float. On 1/9 Guggenheim raised its target to \$47 citing tracking checks on the Stone Portal traffic. Citi raised shares to Buy in late October and UBS started at Buy with a \$42 target. Hedge Fund ownership fell 8.5% in Q3 filings, notable exits from Lone Pine Capital and Discovery Capital while Steadfast Capital decreased its position. Berkshire Hathaway maintained its position as the 5th largest holder and Whale Rock added to its position with STNE now its 23rd largest position.

Hawk Vision:



Hawk's Perspective: STNE is an exciting growth stock and continues to show a positive trend, and despite the valuation think the opportunity is vast and it has a long runway of strong growth.

Confidence Ranking: \$\$



Epizyme Calls Buy into Pullback Ahead of Commercial Launch

Ticker/Price: EPZM \$20.85

Analysis:

Epizyme (EPZM) with 2,500 August \$25 calls bought to open \$3.50 to \$3.60 and follows 1,800 May \$22.50 calls bought back on 12-6 that remain in OI. EPZM shares are back at the rising 50-day MA as well as 38.2% Fibonacci of the recent rally from the October lows around \$10, a hot name in the biotech space. A move out of this downtrend back above \$23 has room back to recent highs at \$27 and then \$35 extension. The \$1.99B company trades 6.8X cash with limited debt and focuses on epigenetic medicines for patients with cancer. Their primary product is tazemetostat, an EZH2 inhibitor, that is being explored in non-Hodgkin's Lymphoma, follicular lymphoma, and others. EPZM believes their treatment is more selective and focused than the prior inhibitors like DZNep and has use cases across a number of blood disorders and solid tumors. They received approval on 1-23 for the treatment in epitheloid sarcoma with peak sales potential between \$500M and \$600M. Analysts have an average target for shares of \$27. Cowen with a \$36 PT recently noting that a clean label was a positive for the company and puts to bed prior secondary malignancy concerns. They also note that EPZM is well capitalized for a quick commercial launch. Citi has a \$35 PT and thinks the approval was the first of several good news catalysts for the company including potential acceptance and potential priority review for follicular lymphoma filing by February 18 and potential approval with a broad label by year end 2020. The firm thinks EPZM is a prime takeover candidate and a deal could value them between \$54-\$64. Short interest is 9.8% and rising since June. Hedge fund ownership fell 3.85% in Q3.

Hawk Vision:



Hawk's Perspective: EPZM is an interesting name that is giving a nice risk/reward entry with the 50-day MA. I'd like to see it set up better but a couple clear near-term catalysts and like the M&A potential.

Confidence Ranking: \$\$

Additional Options Flow

Market/ETFs

India (INDA) also with 5,400 March \$34 puts bought today for \$0.87, follows the IBN and HDB March puts which are both India-based companies

Healthcare (XLV) with 10,000 March \$98 puts opening as the \$100 puts adjust down

Semi Index (SOXX) buyer 1000 March \$235 puts to open \$5.50 offer

Consumer Goods/Services

Wayfair (W) the March \$100/\$80 put spread bought 1000X for \$7.95 into earnings on 2-28

World Wrestling (WWE) down 21.65% and 500 March \$45 ITM calls are bought \$6.50 to open, as well as the 1000 March \$40 puts being sold to open down to \$1. **WWE** also with 2,000 April \$50 puts sold to open for \$5.30 to \$5.20 this afternoon

Steve Madden (SHOO) buyer 1390 February \$40 puts to open \$1.35

Marriott (MAR) with early buyers of 1,000 February \$137 puts for \$2.15 to \$2.25 into earnings on 2-26, may have cautious guidance on the virus

Wyndham (WYND) with 1,125 March \$47.50 calls sold to open this morning \$3.10 down to \$2.90 as shares start to roll under the 50-day

I Robot (IRBT) earnings on 2-5 and strategist opens the February 7th (W) \$45/\$40 put spread 1,000X2,000

Activision (ATVI) with 4,000 February \$59/\$56 put spreads bought to open into earnings on 2-6, some adjustments from the \$60/\$55 put spread with shares down 3% on **EA** today

Five Below (FIVE) with 500 August \$110 puts opening for \$10.15 today with shares rolling over following a bounce back to the 200-day

Capri (CPRI) with 1,750 August \$25 puts sold to open for \$1.45 into weakness today, earnings 2-5. **CPRI** also seeing the March \$35/\$40 call spread bought 2000X.

L Brands (LB) with 1,285 January \$30 calls bought for \$1.25 to \$1.30 to open today, reports that Wexner will step aside as they look at options for the VS Brand

Hilton Grand (HGV) down 4% today with a report that Hilton is getting cold feet about a prospective deal and a buyer steps in for 1,000 April \$33/\$38 call spreads for \$1.50. **HGV** also with 1,000 February \$32 calls bought for \$1.05, adjusting back some \$34 calls

Macys (M) fading with over 12,750 March \$16 puts bought up to \$1.58

Canada Goose (GOOS) with buyers of 2,950 February 14th (W) \$29.50 puts bought for \$2.50 to \$2.60, apparel name with notable China exposure. **GOOS** also with 2,000 February \$29.50 puts bought \$2.70, earnings on 2-7

Hanes (HBI) buyers of 15,000 OTM February \$12 puts for \$0.25 into earnings

Stamps.com (STMP) with 400 February \$75 calls bought today up to \$7.80, started \$6.90 earlier today

Estee Lauder (EL) weak with their exposure to China but today 500 April \$180 puts sold to open for \$3.90 in a stock replacement. **EL** also seeing 1,500 March \$210 calls opening for \$2.45, spread with the \$230 calls that may be adjusting back

Under Armour (UAA) buyers of 1,150 February 14th (W) \$20 puts up to \$1.13, earnings on 2-11

Skechers (SKX) with 4450 February \$42 calls bought up to \$0.95 to open into afternoon weakness , earnings 2-6

Starbucks (SBUX) with 1,000 August \$85 puts sold to open for \$5.40, stock replacement

Fresh Pet (FRPT) fading with 1,000 March \$55 puts bought up to \$1.30, strong name lately

Consumer Staples

Kellogg (K) buyer 1000 January \$65 puts for \$4.22

Luckin' (LK) with 7,500 September \$35 calls bought from \$8.30 to \$9.20 into weakness today

Edgewell Personal Care (EPC) buyers of 1600 May \$30 calls for \$1.05 to \$1.10 into the lows today, still has over 4800 March \$30 calls in OI for earnings on 2-10

Hormel (HRL) with buyers of the March \$47.50 puts for \$1.70 to \$1.74, over 3,500X, tied to stock

Altria (MO) with 900 January 2022 \$45 calls being bought \$6.00 to \$6.10. **MO** also with 3,500 February \$48 calls bought for \$0.84 to \$0.85

Colgate (CL) with 1,500 ITM February 28th (W) \$72.50 calls bought today up to \$2.39, adjusting some Feb. calls with shares higher by 6% on earnings

Energy

Marathon (MPC) buyer of 1,000 June \$57.50/\$67.50 call spreads with the \$47.50 puts sold to open for a net debit of \$0.70 with the Speedway sale talk

Valero (VLO) with 1,500 February \$87.50 calls sold for \$1.50 in a buy-write

EQT Corp (EQT) with 500 January \$5 calls bought today \$1.85 to \$1.90, some recent put sales in the name and notable March/June call OI. **EQT** also with 12,500 March \$7 calls bought today for \$0.30

FMC Tech (FTI) with 1600 January \$15 puts bought \$1.75 offer

Enphase Energy (ENPH) buyers of 600 March \$35 calls today \$2.40 to \$2.50, strong trend

Golar LNG (GLNG) with 500 January \$7.50 calls bought today for \$3.60

Suncor (SU) buyer of 3,000 January \$33 calls for \$1.48 this afternoon to open into weakness

Cenovous (CVE) with 9,000 February \$9 calls bought for \$0.30

Conoco (COP) with 2,000 June \$55 puts sold to open \$2.35 today, some Feb. \$55 short puts adjusting

Louisiana Pacific (LPX) buyers of 1,370 February \$31 calls for \$0.85 to \$1.05, strong chart that has pulled back to the 50-MA and prior breakout level

Financials

Deutsche Bank (DB) fading all morning with 10,000 February \$9 puts bought up to \$0.25 to open

Wells Fargo (WFC) opening sale 2000 July \$42.5 puts \$1.14

HDFC Bank (HDB) opening sale 1000 January \$50 puts \$2.15; **HDB** now with 4500 March \$55 puts bought \$1.15 to open

ICICI Bank (IBN) similarly with 3,400 March \$15 puts bought for \$0.71 to open

Schwab (SCHW) with 1,150 March \$46 calls bought today for \$1.82, follows the size \$47 calls buys recently

Blackstone (BX) with 2,900 February \$58 puts bought to open today

Macerich (MAC) with 4,300 March \$22.50 puts bought for \$1.60, tied to stock

Healthcare

Editas Medicine (EDIT) with 2,316 May \$40 calls opening \$1.55, adjusting February \$40 calls

Pfizer (PFE) with 10,000 February \$38.50 calls bought to open up to \$0.32

Gilead (GILD) with 2000 next week \$64 puts bought \$1.46 to \$1.50, earnings 2-4

Amicus (FOLD) with 10,000 January \$12 calls being bought \$1.30 to \$1.40. The \$2.31B biotech has lagged since mid-2018 after a strong run and trying to base above the 2016/2017 base around \$8. FOLD has an approved drug in Galafold (migalastat) for the treatment of Fabry disease and pipeline programs in Batten and a Phase 3 study ongoing in Pompe. They also have preclinical gene therapy programs underway with their partners at U Penn. They expect to make near \$350M in revenue in 2021, up from around \$175M in 2019, and Galafold outperformed expectations in 2019. Analysts have an average target for shares of \$21 with 5 buy ratings. HCW positive on 10-14 with a \$18 PT noting that FOLD has an "established and growing" commercial franchise around Galafold, which can be leveraged upon for the future launch of AT-GAA. Short interest is 14% and rising. A director bought stock in August 2019 around \$10 while Perceptive a buyer of stock around \$11.75 to \$12 back in September 2018. FOLD has some smart holders in Perceptive Advisors, Redmile, Boxer Capital, Point72, Ghost Tree Capital and Minneapolis-based Peregrine Capital.

Anthem (ANTM) with opening buyers of 1,875 February \$235 puts up to \$1 into the Iowa caucus

United Health (UNH) with 3000 next week \$280 calls bought \$3.55 to \$3.80 to open into weakness

Alexion (ALXN) with 1,000 May \$105/\$120 call spreads bought for \$4.30 with the \$90 puts sold for \$3

Reata Pharma (RETA) buyer of 500 February \$240 calls for \$4.40 with the **Amgen (AMGN)** comment yesterday driving some M&A speculation. RETA still has a size OTM May call spread in OI

Centene (CNC) also with 2,000 February \$61 puts bought \$2.70 today

Neoleukin Therapeutics (NLTX) unusual volume today with 1,000 February \$15 calls bought for \$0.65 to \$0.75, name with less than 175 options trading per day. The small-cap biotech was recently started at Overweight at Piper with a \$20 PT. The firm likes NLTX's broad platform to build protein therapeutics from scratch for serious cancer and autoimmune indications

Aurinia (AUPH) spread today buys 3,000 April \$25 calls for \$1 and sells the \$18/\$16 bull put spread for \$0.75

Abbott Labs (ABT) with 1,000 August \$85 puts bought for \$4.20 today, tied to stock

Danaher (DHR) opening sale of 1,500 March \$170 puts for \$9.30 in a stock replacement today

Biogen (BIIB) buyer of 1,000 February 7th (W) \$255/\$240 put spread for \$3.50 into the Tecfidera patent decision, CSFB laying out scenarios earlier this week and noting a negative risk/reward bias

Radius Health (RDUS) with 1,000 March \$20 calls bought up to \$1.15 to open this morning into weakness

Elanco (ELAN) with 2,500 March \$33/\$35 call spreads bought for \$0.50

Avadel Pharma (AVDL) with 1,000 December \$5 calls opening for \$3.60 today, shares pulling back to the rising 50-day this week. The small-cap bio has Phase 3 data due in Q2 in excessive sleepiness and cataplexy in narcoleptic patients

Globus Medical (GMED) with 580 June \$60/\$42.50 bull risk reversals opening today as some March spreads adjust

McKesson (MCK) with 1,000 March \$160 calls opening for \$1.77 as the \$165 calls adjust back into 2-4 earning

ACADIA (ACAD) with 1,500 June \$47 OTM calls bought \$3.40 to \$3.50 to open this afternoon

Zogenix (ZGNX) spread buys the February \$57.50 calls for \$5.15, 1,292X and spread with a sale of the \$70 calls 1,938X for \$1.04 and the \$30 puts for \$1.29

Industrials

Delta (DAL) consolidating below the 50- and 200-day MA with the virus fears this week and buyers of 2,490 February \$54 puts up to \$0.67 this morning

Boeing (BA) spreads in September 840X selling the \$250 puts to buy \$360/\$390 call spreads

Colfax (CFX) another 1,000 February \$35 puts bought today \$1.40 to \$1.45 into 2-13 earnings

Aptiv (APTV) with 6,500 March \$75 puts sold to open this morning for \$0.65 with shares down 2.5%

AerCap (AER) with 975 February \$57.50 puts bought \$1.35 to \$1.40 into earnings on 2-13, potential 737 overhang

United Air (UAL) with 7000 March \$67.5 puts being sold to open down to \$1.25 into weakness

Aecom (ACM) buyer of 2,000 February \$47.50 puts for \$1.20, adjusting down 1,000 of the \$50 puts into 2-3 earnings

Tesla (TSLA) with 1400 January 2022 \$1280 calls bought to open \$33.50 to \$36 for around \$5M

United Air (UAL) with 7000 March \$67.5 puts being sold to open down to \$1.25 into weakness

Caterpillar (CAT) with 5,000 March \$120 puts sold to open for \$1.50 this afternoon

DHT Holdings (DHT) buyers of 1,600 July \$5 calls for \$1.15 to \$1.20 into the lows, earnings on 2-5

Parker Hannifin (PH) buyer of 500 February \$190/\$175 put spreads for \$2.35, some \$200/\$180 spreads moving down

Nio (NIO) with 4,000 August \$4 puts bought for \$1.53 to \$1.54 today into weakness

UPS now also with 1,500 June \$120 calls sold to buy the \$87.50 puts for \$0.78 with stock

Copa (CPA) with 500 August \$85 puts bought today for \$4.40

Scorpio Bulkers (STNG) with 1,150 December \$3 calls bought \$1.15 to \$1.20 today into weakness

Ford Motor (F) buyer of 22,750 February 7th (W) \$8.50 calls for \$0.46 to \$0.49 with earnings on 2-4

Materials

Mosaic (MOS) with buyers of 5,800 February \$22 calls for \$0.31 to \$0.34 with earnings 2-19

CF Industries (CF) buyer 1250 August \$35 puts for \$1.95

Teck Resources (TECK) with buyers today of 1500 February 28th (W) \$14 calls as bullish flow continues into weakness

PolyOne (POL) second straight day with buyers of the February \$35 calls, today over 1900X up to \$0.65, and also seeing 340 March \$35 calls bought \$1.10

Vulcan Materials (VMC) with earnings in mid-February and today 500 August \$130 puts bought for \$6.10, tied to stock

Axalta (AXTA) with a buyer of 10,000 March \$29 calls for \$0.90 with their ongoing strategic review

Freeport (FCX) with 2,600 April \$9 calls bought up to \$2.40

DuPont (DD) with 6,000 February \$55 calls bought up to \$0.47

Tech and Telecom

NXP Semi (NXPI) with 630 Mar. 6th (W) \$130 puts sold to open ITM \$5.30 bid

Roku (ROKU) with 1,200 February 7th (W) \$123 puts bought up to \$4.50 to open with talk today they're losing the FOX Apps

Peloton (PTON) consolidating under breakout level with 1600 Feb. 7th (W) \$36 calls bought \$0.95 to \$1

Verizon (VZ) sweep buyers 5000 February \$59 calls \$1.20 to \$1.25 offers as shares are on day two of a 200 MA bounce. **VZ** also 1300 February \$58 calls bought to open here \$1.98 to \$2

Microsoft (MSFT) buyer 1000 January 2022 \$175 calls for \$24

Chegg (CHGG) early buyers of 400 March \$40 calls for \$4.10 to \$4.20, small pullback in the high-growth name

Qualcomm (QCOM) aggressive buy 1000 April \$90 calls \$3.55 offer

ViacomCBS (VIAC) with 1,195 January \$27.50 calls bought \$8.10 to \$8.40 today with the CEO announcement

DXC Tech (DXC) early action buying 1100 February \$34 calls \$1.50 to \$1.55

Verint (VRNT) spread today is selling 500 December \$50 puts to buy the \$60/\$70 call spread, narrow flag forming the last couple weeks after a strong run

CheckPoint (CHKP) with 2050 February \$110 puts sold to open \$1.70 to \$1.60 into earnings Monday morning

IBM Corp (IBM) strong on the CEO news with 1350 April \$145 calls bought \$3.65 offer

Grub Hub (GRUB) buyer opening 1,275 February 7th (W) \$52 puts for \$2.40 to \$2.75 today ahead of 2-5 earnings

Carvana (CVNA) spread selling January 2022 \$60 puts and buying the \$145 calls 800X1200

Alibaba (BABA) with buyers of 2,850 April \$225 calls for \$4.60 to \$4.65 to open today into 2-13 earnings

IntelSat (I) buyer 15,000 Feb. 28th (W) \$3/\$2 put spreads, adjust some March \$5 puts

SYNNEX (SNX) with 1000 March \$135/\$130 bull put spreads opening. **SNX** also seeing 1,350 March \$145/\$150 call spreads open today

Qorvo (QRVO) buyer of 1,900 March \$110 calls for \$3.70, stock replacement; shares gapping up on earnings this week but have faded

Twilio (TWLO) with nearly 1000 next week \$130 calls being bought this morning near \$4.25. **TWLO** now also with 2,000 March \$125 puts bought to open \$9.15 to \$9.20

Digi International (DGII) unusual action this morning with 1,700 June \$20 calls bought up to \$0.70 to open into weakness, a \$476M maker of IoT products and services solutions

AT&T (T) buyers active early for 4800 Feb. 14th (W) \$37.5 calls \$0.48 offer

CloudFlare (NET) with 3,000 August \$12.50 puts sold to open today for \$0.50

HP Enterprise (HPE) with 3600 February 7th (W) \$14.50 puts bought for \$0.57, adjusting down the weekly \$15.50 puts that have been rolling for some time

Twitter (TWTR) with 1,500 September \$28 puts sold to open for \$1.82

Far-Fetch (FTCH) with 5,000 July \$8 puts sold to open for \$0.40 today

Applied Materials (AMAT) buyers of 4,500 February 7th (W) \$60 calls from \$0.60 to \$0.63

Momo (MOMO) with 1500 July \$25 puts sold to open \$1.85

Fox (FOXA) with 1,000 July \$33 puts bought earlier for \$1.10 to open

Xilinx (XLNX) into weakness seeing sellers of 2,800 June \$75 puts today from \$2.85 to \$2.80, laggard in the space

Roku (ROKU) now with 5,000 April \$120 puts bought to open up to \$14.45 with the breakdown today, earnings on 2-13

Elastic (ESTC) with 1000 August \$50 puts sold to open \$2.50 to \$2.60, name saw large July upside call spreads bought earlier this week

Euronet (EFT) spreads are selling the February \$170 calls for \$1.60 to buy the \$155 puts for \$3.60 into 2-10 earnings, likely collaring stock

Service Now (NOW) with 1,500 August \$340 calls bought today up to \$34.10 to open, strong earnings

Teradata (TDC) weak today but seeing 2,000 February \$25 calls bought to open for \$1.10 with earnings on 2-6

Pinterest (PINS) buyers of 10,000 February \$24 calls for \$1.40 to \$1.55, stock replacement. **PINS** also with another 2,850 February \$22.50 calls bought for \$1.35 today

Expedia (EXPE) off the day's lows with 10,000 April \$120 calls bought to open from \$2.10 to \$2.65, name where Barry Diller is looking to take more control over direction

MongoDb (MDB) buyer this afternoon of 500 February \$172.50 calls for \$4.10 to \$4.30 into weakness,

Comtech (CMTL) unusual volume today with 400 March \$30 puts sold to open for \$2.55 to \$2.50, small-cap communications company

IAC Interactive (IAC) with 1,000 February \$230 puts bought for \$5.10 as the April \$240 puts look to be adjusting into 2-5 earnings

Marvell Tech (MRVL) into the lows with 2,400 February 7th (W) \$25 puts bought up to \$1.06. **MRVL** also with 4,000 March \$20 puts sold to open for \$0.21

Trade Desk (TTD) buyers of 1,000 February 7th (W) \$250 puts for \$1.75 to \$1.85 to open into strength

Sprint (S) buyer of 5,000 March \$5.50 calls for \$0.58, the \$6 calls adjusting back in strikes

Seagate (STX) buyer of 2,000 February 7th (W) \$59.50 calls bought up to \$1.05 into earnings

HubSpot (HUBS) with 450 February \$180/\$140 put spreads opening today for \$6.80 with 2-12 earnings

Snap (SNAP) with 7,500 February 7th (W) \$17.50 puts sold to open from \$0.72 to \$0.70 into earnings on 2-4, name that has seen upside call buys

Forescout (FSCT) spread today buys 1,500 March \$25 puts for \$1.70 and sells the February \$20 puts for \$0.45 into earnings

Dell Tech (DELL) opening sale of 1,000 January \$40 puts for \$2.71

Utility

Disclaimer:

Not Investment Advice or Recommendation

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