



Sector Leaders

Solar

Gold Miners

REITS

Stock Gainers

TTM 12%

HUBS 10.75%

PAGS 8%

INMD 8.2%

TSP 7.65%

SEDG 7.3%

Volatility Gainers

- GWH
- RDWR
- IRNT
- LBTYA
- SEE
- LICY

High Call Volume

- DEN
- COOP
- FICO
- KBH
- CWEB
- AMLP

Bullish Options

- LSI
- APPS
- UBER
- BP
- X
- AMD
- NVDA
- BROS
- OPEN
- BHVN
- Z
- EXC

Market Review: Stocks reversed overnight weakness and were higher heading into the open as a number of Macro headwinds are starting to be overlooked in favor of the upcoming earnings reporting season. Stocks were choppy early with a modest bullish bias but a lot of Fed speak regarding tapering. It was an unusual tape with strong moves in Solar, REITS and Gold Miners while Software was notably strong. Semi weakness weighed on Tech. Stocks rolled over a bit early afternoon but then recovered in a choppy session as markets await real catalysts. We start to see some early earnings reports tomorrow and also have the FOMC Minutes as a catalyst as the market remains concerned about tapering timing.

S&P Chart:



Resistance	Support
4435	4350
4470	4280
4480	4230

Options Action Trends: Action was rather slow overall without any major sector-based trends notable with markets in a downtrend and traders awaiting earnings season before gaining directional exposure.

What's On Tap: MBA Mortgage Applications, OPEC Monthly Report, CPI, Fed Minutes, API Inventories. Earnings from **BLK**, **DAL**, and **JPM**. Product Day/Investor event from **OKTA**.

Trade Tracker Portfolio Changes:

- 1) No Changes

Sector Laggards

Semi's

Telecom

Communications

Stock Losers

COLB -13.5%

AMKR -8.85%

TREX -8.4%

CVAC -8%

GSHD -7.75%

AVTR -6.25%

Volatility Losers

- ADSK
- BOX
- BTI
- LOW
- CCXI
- VEEV

High Put Volume

- DNB
- INDA
- VMEQ
- VEEV
- ORGO

Bearish Options

- QCOM
- APO
- CVAC
- MOS
- DNB
- ACN
- FRPT
- EL
- VMEQ
- ORGO
- W
- CC



FEATURED OPTIONS RADAR REPORT



Sporting Goods Retailer to Benefit from Return to School, Top Partnerships into Holidays

Ticker/Price: DKS (\$113.25)

Analysis:

Dicks Sporting Goods (DKS) buyer on 10/11 for 5,000 November \$120 calls for \$3 to open in a stock replacement and follows buyers in the November 5th (W) \$120 and \$121 calls on 10/7. DKS has seen buyers in the November \$125 calls and March \$145 calls since late September while a bullish spread from 9/21 remains in OI with the December \$115 puts sold to buy the \$140/\$155 call spread 1,750X. DKS jumped higher in August on earnings and ran up to \$145 before pulling back and has now filled the gap. Shares are just above trend support from the January lows as well at \$110 which aligns with September VPOC. The \$10.37B company trades 12X earnings, 0.88X sales, and 6.23X FCF with a 1.55% yield. DKS is coming off a blowout quarter with growth in sales and gross margins as they execute well on their omnichannel strategy. They also continue to see strong cash flows and announced a new capital allocation plan that included a special dividend. DKS has further drivers into the Fall and Winter holidays from a return to school and more team sports while they also expect to keep promotions limited in the 2H. DKS also continues to expand their premium footwear decks and the company has added new partnerships to drive higher-margin demand including getting the new Yeezy launch in late August. They have seen some concerns around supply chain issues but noted in August that they've seen customers doing more substitution on products that they have seen constraints around apparel. Analysts have an average target for shares of \$125 with a Street High \$173. Goldman positive on 9/9 noting that they are bullish on consumer demand for sporting goods, as customers discovered new sports and categories over the past year. The firm also notes that Dick's should see continued upside in its golf category as consumers look sticky and a more experiential shopping experience drives higher AURs and traffic. Short interest is 14% and down from its recent peak near 24.5%. Hedge fund ownership rose less than 1%. Atreides Management a top holder of stock.

Hawk Vision:



Hawk's Perspective: DKS near-term trend has been weak and would like to see it find support at this \$110 level and push back above the 8-EMA but the overall story remains attractive and they're in the early stages of a significant mix shift that should be beneficial for years to come

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Collaborative Software Leader Remains Attractive as Digital Transformation Continues

Ticker/Price: DOCU (\$261.50)

Analysis:

DocuSign (DOCU) big vote of confidence on 10/11 with 1,000 December \$260 puts sold to open for \$16.95 and follows a buyer of 1000 December \$250 calls for \$2.25M on 10/5. DOCU had 1000 January 2023 \$250 puts sold to open on 9/28 for nearly \$4M as well. Shares are back at the 200-MA and YTD VWAP after hitting recent highs near \$310. The recent pullback has shares below yearly value-high at \$272 and a breakout move higher has room to run to \$300 and then a measured target of \$350. The \$52.4B company trades 21.8X EV/sales with mid-20% growth. DOCU is coming off a strong quarter as billings and net revenue retention were solid while guidance was conservative. DOCU has had concerns recently over a slowdown in user growth versus the pandemic in 2020 but the company continues to see a massive opportunity with Signature a \$25B TAM and Agreement Cloud nearly doubling that figure. They noted in September that they see a lot of verticals that remain untapped while there are 25M businesses in the US which gives them room to add new customers for years to come. DOCU should continue to be an integral part of the enterprise strategy in a post-COVID world even as we return to the office as hybrid environments and a great reliance on the cloud will support usage. Analysts have an average target for shares of \$315 with a Street High \$389. Baird with a \$330 PT and continues to view them as a best in class way to play digital transformation trends with strong growth, cash flow and profitability, and a strong competitive position. JMP positive in September seeing the company is the clear leader in electronic signature and the broader system of agreement having crossed over 1M customers with a \$2B run rate this quarter. The analyst sees lots of room for growth as DocuSign targets a \$50B total addressable market. OpCo positive on the long-term trends as DocuSign is being viewed as mission-critical to keep business operations flowing during disruptions and as employees return to work. Short interest is 3.5%. Hedge fund ownership rose 6.5% last quarter.

Hawk Vision:



Hawk's Perspective: DOCU is a high-quality name with tons of new opportunities to grow over the next 2-3 years and the current pullback gives a nice risk/reward on a return to new highs

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Bulls Position for Upside in Up and Coming Aesthetics Tech Co

Ticker/Price: SKIN (\$25.25)

Beauty Health Co (SKIN) held the rising 55-MA and range low support yesterday and today trending higher with 1075 January \$25 calls bought \$3.30 offer as well as 1000 of the \$22.50 ITM calls bought \$4.60 to \$4.90. SKIN can take another leg higher to record highs on a flag breakout above \$27.75 and next reports in mid-November. SKIN has not seen a ton of options action but has some notable open interest in February \$25 and \$30 calls. HydraFacial is a category-creating beauty health company. Its offerings in skin care and scalp health occupy a position at the intersection of medical aesthetics and traditional skin and personal care products. HydraFacial uses a unique, Vortex-Fusion Delivery System to cleanse, extract, and hydrate with proprietary serums that are made with nourishing ingredients, offering consumers a gratifying glow in just three steps and 30 minutes. SKIN has a \$3.45B market cap and trades 13.8X EV/Sales with revenues seen rising 25%+ the next three years and the company is EBITDA profitable. SKIN is a leader in the US medical spa category seen growing at an 11.1% CAGR through 2021 and is at a favorable intersection of consumer spending, demographics and embracing natural. SKIN's three growth initiatives are raising consumer awareness, delivering innovation and expanding our international infrastructure. Analysts have an average target of \$30 and short interest is elevated at 17% of the float. Stifel started shares at Buy with a \$33 target last week seeing upside to 2022 and 2023 estimates on channel checks and international growth upside. Cowen started Outperform on 10/4 as a category leader with proprietary tech and low global awareness with upside to its connected device innovations and platform. Piper has a \$33 target and expects a robust 2022 citing the recent convert opening \$1B in dry powder for M&A and a top sales growth name across hybrid consumer/medtech.

Hawk Vision:



Hawk's Perspective: SKIN is a newer name I wanted to look into and like what I see, impressive growth, profitability with low penetration and plenty of room for upside.

Confidence Ranking: \$\$

Additional Options Flow

Market/ETFs

S&P (SPY) in early flows seeing 10,000 November 1st (W) \$425/\$410 put spreads open, also 1500 Oct. 27th (W) \$435 puts bought for \$975K and 1100 June \$419 puts bought for \$2.6M. **SPY** large buy this afternoon of 6900 September 2022 \$400 puts for \$23.85, a \$16.5M trade

Treasury (TBT) into weakness seeing Jan. 2023 spreads sell 5000 of the \$15 puts to buy 5000 of the \$23/\$30 call spreads

Consumer Discretionary (XLY) with 9000 December \$180/\$165 put spreads bought to open for \$3.05

China Internet (KWEB) with 10,000 January \$56 calls bought \$2.24 as the Oct. 29th (W) \$56 calls are sold to open in a spread, potential beaten up group that could rally on earnings

Consumer Goods

FreshPet (FRPT) with 420 November \$120 puts bought \$5.60 offer

Estee Lauder (EL) buyers 485 January \$290 puts at \$9 offer

Tempur Pedic (TPX) spreads sell 3000 November \$42.5/\$37.5 bull put spreads and buy 2000 of the \$45/\$50 call spreads

Target (TGT) stock replacement sells 3000 November \$200 puts for \$1.35 this morning

Skechers (SKX) with 3250 Oct. 29th (W) \$42/\$48 call spreads bought for \$1.40

Walmart (WMT) buyers of 6,850 October 22nd (W) \$144 calls here for \$0.30 to \$0.35

Beyond Meat (BYND) with 750 May \$95 puts sold to open for \$10.75 to \$10.50 today, stock replacements

Signet Jewelers (SIG) recovering from the earlier lows after their acquisition this morning and seeing 450 November 26th (W) \$78 calls bought \$7.80

Herbalife (HLF) buyer of 2,500 January 2023 \$22.50 puts for \$1.10, bear flag forming after recently cutting guidance

Sonos (SONO) with 5000 January \$35 calls bought for \$1.84 in a stock replacement into recent weakness.

Dollar General (DG) opening sale 500 May \$210 puts for \$14.90

Gildan (GIL) with 1000 November \$35 calls bought for \$2.09 in stock replacements

Capri (CPRI) strong today with the earnings from LVMH and seeing 3000 weekly calls roll out to open the October 29th (W) \$53 calls for \$1.24

Activision (ATVI) with 3100 January 2024 \$67.50 puts sold to open here for \$10

Consumer/Business Services

Uber (UBER) with 2,500 March \$47.50/\$57.50 call spreads bought to open early for \$3.11, continues to flag well. **UBER** 1000 lot of Feb 47.5 calls bought \$4.45 here

TJX Co (TJX) buyer 3500 near-term Oct. \$64 calls 3500X

Dutch Bros (BROS) with 600 ITM January \$35 calls bought this morning \$16 to \$16.80

MGM nice breakout move today and seeing 750 January \$47 puts sold to open today between \$4 and \$3.90. **MGM** trading 15,000 Oct. 29th (W) \$47/\$53 call spreads

CarMax (KMX) with 275 April \$135 calls bought this morning from \$10.70 to \$11 to open

Las Vegas Sands (LVS) with 3000 March \$57.50 calls sold to open into strength for \$0.78

PVH Corp (PVH) with 1250 November \$110/\$125 call spreads bought for \$3.30 as some October calls roll out

Carnival (CCL) with 5000 June \$30/\$40 call spreads bought looking to add to large open interest

Kohls (KSS) IV climbing here with 4200 October 29th (W) \$47 calls bought \$0.80 to \$0.85, may be targeting Amazon earnings with their partnership

VF Corp (VFC) seeing buyers in the November \$75 calls for \$2.30 to \$2.35, over 4250X, as it works out of a base and downtrend

Porch (PRCH) with 1000 January 2023 \$10 puts bought for \$1.80 with shares at multi-week support. **PRCH** December \$20 calls now jump with a block of 5,500 bought for \$0.80

Vimeo (VMEO) buyer of November \$25/\$20 put spreads 1500X2500

Wayfair (W) IV rising mid-day with 1150 December \$230 puts bought between \$19.10 and \$19.80

Tegna (TGNA) with 1000 November \$21/\$19 bull risk reversals bought this afternoon for a \$0.05 credit, recent M&A interest

RR Donnelley (RRD) with 5000 October/December \$7 calendar call spreads opening with Bloomberg reporting on the buyout offer this morning

Comcast (CMCSA) seeing March \$55 calls and \$42.50 puts trade 2500X in a strangle sale, also sales of 2000 Dec. \$52.50 calls

Home Depot (HD) with more than 2500 December \$320/\$315 bull put spreads opening

Stitch Fix (SFIX) with 850 March \$30 puts sold to open today for \$3.95

Draft Kings (DKNG) IV rising this afternoon with 11,500 October 29th (W) \$55 calls bought up to \$0.45

Energy

ESS Tech (GWH) a recent Bill Gates backed renewable energy SPAC seeing November \$17.50 calls active 2300X

Conoco (COP) buyers 1000 November \$77.50 OTM calls \$1.73 offer sweeps

Devon Energy (DVN) with 500 January 2023 \$42 calls bought for \$6.50 today

Diamondback Energy (FANG) large stock replacement buys 6,727 January \$115 calls for \$9.80 to open and spread with the \$140 calls sold for \$3.30. **FANG** also seeing 200 January 2023 \$90 puts sold to buy the \$100/\$170 call spread 200X400

Baker Hughes (BKR) with 2000 April \$30/\$22 bull risk reversals opening for \$0.70

Transocean (RIG) with 2000 May \$3.50 puts sold to open for \$0.75

Financials

Apollo (APO) with the December \$65/\$55 put spread bought 1750X3500 this morning for \$1.90

Life Storage (LSI) early unusual action with 1200 December \$120 calls opening \$3.30 to \$3.40

OpenDoor (OPEN) with 1500 January 2024 \$35 calls bought for \$5.35 to open today with shares working back above the 200-day MA this week. **OPEN** also with 1500 November 5th (W) \$22 calls bought for \$2.50 as some October calls adjust higher and out, targeting earnings which should be around 11-4. **OPEN** now with 7500 November \$25/\$32 call spreads bought for \$1.34

KE Holdings (BEKE) highs of the day and 5000 November \$17.50 puts sold to open for \$1.05 in a stock replacement, follows call buyers yesterday

US Bancorp (USB) with 2000 January 2023 \$90 OTM calls bought for \$0.65

JP Morgan (JPM) with 10,000 Dec. \$180 calls sold \$1.90 to open

Zillow (Z) large bull spread with 1600 January 2024 \$70 puts sold for \$13 and 800 of the \$130 calls bought for \$15

Fair Isaac (FICO) buyer of 1000 November \$410/\$440 call spreads for \$8.80

NCR Corp (NCR) with bullish spreads today selling the \$40/\$35 put spread and buying the \$44 calls for a net \$0.40, 2300X, and follows the 5700 November \$45 calls bought recently

Bank of America (BAC) with 6100 May \$39 puts sold to open for \$2.03

Pag Seguro (PAGS) now up 11% after January 2023 \$50 calls bought 3000X earlier and now seeing 5000 January \$37.50 calls bought \$4 spread versus \$47.5 calls and adjusting other spreads. **PAGS** January 2023 \$50 calls jump to 30,000X as the \$62.5 adjust

Digital Realty (DLR) with 1000 January \$130 puts bought for \$3.40, tied to stock

Global Payments (GPN) with 250 May \$150 puts bought for \$13.25, tied to stock

Alliance Data (ADS) with 400 November \$95/\$85 put spreads bought for \$3.15 with the \$110 calls sold into 10-28 earnings,

UpStart Financial (UPST) with 1,350 November \$270 puts opening for \$9.90 as the \$250 puts adjust back again

Healthcare

Vir Bio (VIR) with 600 November \$45 calls bought \$3 as October adjust

J&J (JNJ) the April \$170 calls opening 1000X today for \$3.45 to \$3.50, adjusting back the \$175 short calls from 9/9

CureVac (CVAC) weak today after stopping work on their COVID vaccine and seeing 2000 January \$60 calls sold to open for \$1.45

McKesson (MCK) with 700 January 2023 \$190/\$160 bull risk reversals bought today for \$24.50 as it flags near recent highs

Deciphera (DCPH) buyer 1000 January \$40 calls \$6.90 offer sending shares higher, will confirm OI tomorrow but a name approaching a large volume pocket

United Therapeutics (UTHR) heading lower with 1000 November \$180 puts bought \$7 to \$7.30

Industrials

AerCap (AER) with 800 November \$57.5 calls opening \$3.80 as the \$52.5 adjust up

XPO Logistics (XPO) off the day's lows with 1000 January \$82.50 calls bought for \$3.20 to \$3.30

KB Homes (KBH) with 4,000 April \$42 calls bought for \$2.35 as the January \$42 calls adjust from 7/12 buyers

Fluor (FLR) with 10,000 January 2023 \$25 calls bought for \$1.50, narrow range forming since July around the 50% retracement of the rally from the March lows

Caterpillar (CAT) with 1200 January 2023 \$165 puts sold to open for \$14.30

United (UAL) buyers active in December \$50 calls today 7500X and will need to confirm the OI change tomorrow

Materials

US Steel (X) with 1000 June \$18 ITM calls bought for \$5.30 to \$5.70 today

Anderson (ANDE) unusual buyer 1000 March \$40 calls for \$1.25 offer, aggressive on wide bid-ask. **ANDE** also 1000 Dec. \$40 calls bought \$0.45

Mosaic (MOS) buyers of 2000 November \$41 puts to open here near \$2.35. **MOS** now also with 2000 October 29th (W) \$40/\$35 put spreads and follows the Dec. put buys late yesterday

Sealed Air (SEE) with 1272 November \$55 calls sold to open this morning \$3.20

Cliffs (CLF) recent nice 200-MA base and bounce seeing 1000 April \$20 puts sell to open near \$2.69

Freeport (FCX) the December \$38/\$45 call spreads opening 37,000X as the \$33/\$40 call spreads adjust higher

Chemours (CC) buyer 2470 January \$30 puts \$2.60 as October \$33 adjust

Coeur (CDE) unusual 3000 November \$6 calls bought for \$0.60 here

Huntsman (HUN) with 5000 January \$35 calls sold \$0.89 to open

Bunge (BG) buyer of 500 April \$85 calls today for \$6.20

Dow Chemical (DOW) opening sale of 400 March \$57.50 puts for \$4.90, stock replacement

Tech

Digital Turbine (APPS) another 1,000 December \$90 calls bought this morning for \$6.70 to \$6.90

Qualcomm (QCOM) with 700 March \$120 puts bought \$7.90. **QCOM** now also with 1,950 December \$115 calls bought for \$10.95 to \$11.50

Alibaba (BABA) buy-write sells 3500 March \$180 calls at \$13.30. **BABA** also with 3950 February \$190 calls sold today in buy-writes

Nvidia (NVDA) with 4000 Oct. 29th (W) \$225 calls bought with 1/2 at \$1.20 and 1/2 at \$1.40 in two large lots

Advanced Micro (AMD) with buyers in March \$95 ITM calls 3450X at \$16.50

Five-9 (FIVN) with 1000 November \$160/\$170 call spreads bought for \$1.75. **FIVN** now with 5000 April \$160/\$130 bull risk reversals opening for \$2. **FIVN** spread now sells 2500 November \$135 puts to buy \$155/\$175 call spreads

Pinduoduo (PDD) with 1000 November \$105 puts sold to open for \$13.70 as October adjust out a month

Accenture (ACN) with 200 February \$305 puts bought for \$10.40 offer

Veeva (VEEV) with 5000 Oct. \$280 puts sold to open \$1 to \$0.95 seeing limited downside this week

Snap (SNAP) with 2,500 November 5th (W) \$77/\$85 call spreads bought with the \$68 puts sold for a net \$0.05 debit ahead of earnings on 10-21. **SNAP** now also with 1000 December \$60 puts sold to open for \$1.69

Facebook (FB) with 1850 January 2024 \$255 puts sold to open for \$30.49, adjusting some January 2023 short puts

Western Digital (WDC) with 1000 January 2024 \$50 puts sold to open today for \$10.25

Seagate (STX) opening sale of 900 December \$80 puts for \$5.26, stock replacement

Asana (ASAN) with 2000 December \$105 puts bought today for \$10.05, tied to stock

Analog Devices (ADI) seeing 2000 January \$170/\$155 bear risk reversals open with Semi's very weak in Tech

Bill.com (BILL) highs of the day and more bullish flow today as 465 November \$290 calls bought for \$21.40

Micron (MU) opening sale 1250 Jan. 2024 \$50 puts for \$6.15, also seeing size October short puts adjust to November \$77.5 and \$72.5 strikes

Broadcom (AVGO) stock replacement bought 300 March \$490 calls for \$32.55

Palantir (PLTR) block of 3000 May \$24 puts sold to open \$3.85 bid into weakness

Telecom/Utilities

AT&T (T) with 3,000 November \$25 ITM calls sold to open for \$1.25 to \$1.21. **T** now with buyers of 5000 April \$27 calls \$0.78 to \$0.80. **AT&T (T)** with 18,500 April \$20 puts sold to open \$0.38, also the April \$27 calls active up to 13,000X. **T** also seeing large sweep buys in December \$26 puts here 32,500X and climbing

Altice (ATUS) with 1500 January \$21/\$15 bull risk reversals opening

Exelon (EXC) with 10,000 April \$55 OTM calls bought \$0.65 to \$0.70 in offer sweeps. **EXC** also 500 April \$49 calls bought for \$2.55

Crown Castle (CCI) with 2900 November \$160 puts opening \$1.90 below fair value

T-Mobile (TMUS) with 2000 May \$110 puts sold to open for \$6.25 into weakness

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