

# OptionsHawk

**OPTIONS HAWK DAILY MARKET 10/2/2019**

## Sector Leaders

Gold/Silver

Bonds

Biotech

## Stock Gainers

TSG 29%

AIMT 12.1%

ANAB 7.75%

APLS 7.5%

IOVA 7%

CHRS 6.7%

ITCI 6.5%

## Volatility Gainers

- PTON
- AMRN
- TNDM
- WW
- OPK
- WLL

## High Call Volume

- MIDD
- SAGE
- AMTD
- STNG
- IR
- COG

## Bullish Options

- WMT
- TGT
- MCD
- PCG
- MA
- V
- HD
- ADSK
- TDOC
- EIX
- FDX

**Market Review:** Stocks were sharply lower overnight on mounting fears of a US slowdown and makes Thursday's ISM Services report an important one. Stocks continued lower after the open as the market continued to de-risk with so many overhangs such as Brexit, Trade War, Impeachment, Middle East Conflict, and Weaken Global growth readings. European markets suffered the largest drop since January 2016. Biotech showed unusual strength rebounding from recent weakness. The Industrial groups remained among the weakest along with Energy, Retail, and Software. The S&P has now cut through its major moving averages with the 200 day MA down near where the August support zone. ISM Services in focus tomorrow along with Factory Orders, and the Jobs Report on Friday.

**S&P Chart:**



Resistance	Support
2,940	2,840
3,000	2,750
3,030	2,675

**Options Action Trends:** Early action saw large opening sales of puts in **TGT/WMT**, two Retail names that do well in weaker economic environments. Large cap Tech value names **CSCO/AMAT** saw January put sales as well. The theme also carried over to Home Improvement leaders **HD/LOW**. The same thing occurred then in payment leaders **V/MA** as well as **MCD** in consumer.

**What's On Tap:** Jobless Claims, ISM Services and Factory Orders.

**Trade Tracker Portfolio Changes:**

1. **Spotlight:** Long **GT** January \$14 Puts \$1.35 – No Fill

## Sector Laggards

Retail

Housing

Transports

## Stock Losers

UNFI -25.5%

LNTH -20%

AYI -12%

SFIX -11%

MIK -10.6%

HEAR -9.4%

TDOC -9.3%

## Volatility Losers

- SFIX
- UNFI
- CRON
- ARQL
- LEN
- AYI

## High Put Volume

- BTU
- ROK
- GDI
- SAGE
- ENR
- YUMC

## Bearish Options

- LYFT
- GILD
- JNJ
- DLR
- RIO
- TIF
- HIG
- ICPT
- LLY
- OMC
- SCU



## Large Call Buy in Iqvia as Nears 200 Day Moving Average

Ticker/Price: IQV (\$145)

### Analysis:

**Iqvia (IQV)** with a large opening trade yesterday for 2,000 November \$145 calls for \$6.20 to \$6.50, a more than \$1.34M buy. IQV has seen little notable trades recently but does have some small November \$165 calls in OI from June buys. Shares have traded lower since late June and back near the rising 200- EMA at \$142.85 with yesterday's low. RSI and MACD both back near oversold levels and potential for a snap-back bounce to the August VPOC around \$155. On the weekly, IQV has been in a steady trend higher since 2016 with the prior range breakout and now support right around \$143.50 as well. The \$29.1B company trades 20X earnings, 2.72X sales, and 29.2X cash with mid-teens EPS growth and revenues accelerating to 7.5% and 8.5% growth through FY21. IQV continues to see their backlog growth in R&D solutions with a healthier CRO market and new products helping drive momentum. They won an additional \$800M in trial placements last quarter as well. Their OCE commercial ecosystem continues to be a big opportunity for IQV with an attractive longer-term license SaaS model. They expect to win more contracts in coming quarters as their analytics offering continues to gain traction. Analysts have an average target for shares of \$165 with 17 buy ratings. Credit Suisse with a \$170 PT in July citing strength from their Next Gen/Core offering and strong TAS organic growth. They continue to see upside from continuing momentum in outsourcing demand, its unique ability to leverage global data assets, and cost structure management. Sun Trust has a \$175 PT for shares citing bookings and backlog growth in the R&D segment and new product offerings and market share gains in Technology and Analytics. Short interest is 1.7% and near its lowest levels since 2015. Hedge Fund ownership fell 2.8% in Q2. TPG, Lone Pine Capital, and Jackson Square notable holders.

### Hawk Vision:



**Hawk's Perspective:** IQV is a favorite fundamental name and back near attractive entry at the 200 day MA, though overall want to see the market stabilize before adding long exposure.

Confidence Ranking: \$\$



## Risk Reversal Likes Pullback in Tradewebs

**Ticker/Price:** TW (\$37.80)

### Analysis:

**TradeWeb Markets (TW)** with a large trade on 10/1 that opened 3000 January 2020 \$40/\$35 bull risk reversals at a \$0.45 debit, willing to be long the stock at \$35 while owning upside exposure via calls. The trade becomes the only major notable position in open interest. TW shares range to \$50 from its IPO and since has given back nearly all of the gains, shares putting in a reversal hammer this week on YTD VPOC support. The \$8.6B operator of marketplaces trades 35X Earnings, 29.6X EV/EBITDA and yields 0.85%. TW forecasts call for 9% topline growth in FY20 that follows 14.8% in FY19 and double digit EPS growth. TW notes it has 2500+ client firms and 95% of the top 100 global asset managers use its platform with its focus on Rates, Credit, Equities and Money Markets. TW's FCF grew 27% in 2017 and 28% in 2018. It generates 55% of revenues from Rates, 20% from Credit, 5% from Money Market, and 6% of Equity. The company notes "Electronic trading continues to increase across the markets in which we operate as a result of market demand for greater transparency, higher execution quality, operational efficiency and lower costs, as well as regulatory changes. As market participants seek to trade across multiple asset classes, reduce their costs of trading and increase the effectiveness of their trading, including through the use of data and analytics, we believe the demand for our platforms and electronic trading solutions will continue to grow." "Trading volumes are influenced by, among other things, the amount of notional securities outstanding, new issuances, market volatility, regulation and economic factors such as growth and monetary policy. We believe we are well positioned to benefit from secular and cyclical trends impacting many of the markets in which we operate." Analysts have an average target of \$45.50 and short interest is muted at 2.5% of the float. BAML raised shares to Buy on 9-13 noting recent weakness due to rotations and the lock-up but volumes continue to outperform expectations and seeing the biggest margin gains relative to peers. It sees TW continuing to benefit from structural and cyclical industry drivers such as a shift to electronic trading and regulatory changes. Barclays upgraded shares to Overweight on 10/1 with a \$45 target.

### Hawk Vision:



**Hawk's Perspective:** TW fundamentals remain healthy despite the price weakness recently and overall the Exchange group is well positioned for a longer term shift to electronic trading, a name I like at this level.

**Confidence Ranking:** \$\$





## Call Buyers See Scorpio Tanker Relative Strength Continuing

**Ticker/Price:** STNG (\$29.70)

### Analysis:

**Scorpio Tankers (STNG)** buyer of 2,000 January \$30 calls for \$4.10 as the October calls are sold and follows buyers of the January \$33 calls yesterday and activity out into January 2021 recently as well. It also follows an unusual transaction last week in which the CEO bought 1,500 January \$28 calls options for \$492K on the open market. Shares are showing relative strength the last week and holding up well above the 8- and 20-MA with a weekly bull flag forming under \$32.50. A move higher would clear a range stretching back to mid-2018 and target \$45-\$50 longer-term. The \$1.5B company trades 7.95X earnings, 2.37X sales, and 13.95X FCF with a 1.36% yield. They're guiding to 35% EPS growth in FY21 with revenues up mid-single digits. STNG announced an \$800M deal for Trafigura last week which expands their fleet in the water and reduces their overall vessel age at a time when demand and order-book levels are expected to jump from historical lows. STNG now boasts one of the most 'modern' fleets in operation and continues to expect benefits from growing demand among light & middle distillate as well as sea borne ton mile demand which is outpacing global GDP growth. Analysts have an average target for shares of \$35.50 with 6 buy ratings. BTIG raising their PT to \$38 in July noting that STNG remains well positioned in the early stages of a cyclical up-cycle in the product tanker market with potential upside from IMO 2020 driven by expected fuel service disruptions, evolving trade routes, and vessel discrimination. Short interest is 3.6% and falling since October 2018, now hitting its lowest level since 2014. Hedge fund ownership fell 9% in Q2. 683 Capital, Maplelane Capital, and Rubric Capital notable holders.

### Hawk Vision:



**Hawk's Perspective:** STNG appears to be an attractive stock-specific story flying under the radar of most in a turbulent market, and one to keep an eye on for continued strength.

**Confidence Ranking:** \$\$



## Avis Put Buyers Active as Downtrend Continues

**Ticker/Price:** CAR (\$25.80)

### Analysis:

**Avis Budget (CAR)** buyers of 4,000 November \$28 puts today for \$3.20 to \$3.30 and later 1,000 January \$26 puts bought for \$3.10. CAR has seen a lot of bearish accumulation recently including 2000 November \$25 puts last week while some far OTM January 2021 puts sit in open interest. Shares are stretched a bit lower today, down 5.5%, but longer-term setting up for an extended leg lower after failing at the declining 20- and 50-MA on the recent bounce. A move under \$25 has room under \$15 but the bigger range breakdown under \$20 which stretches back to 2016 targets single-digits. The \$2.09B company trades 6.27X earnings, 0.23X sales, and 0.94X FCF with estimates calling for a 13% decline in FY21 EPS and flat to no growth in revenue. CAR continues to suffer from weak pricing, especially Internationally, as they face headwinds from growing competition from ride-hailing services which is reducing airport volume growth (especially among Brexit and EU travel lower in Q2). They're also seeing low-single digit growth domestically in a positive pricing environment which has risk as more cars come off lease. Analysts have an average target for shares of \$38 with limited coverage. Goldman upgraded to Buy earlier this year with a \$35 PT citing strength in their cost optimization strategies. Short interest is 10.1% and ticking higher in the last two months for the first time all year. Hedge fund ownership fell 1.6% in Q2. Lyrical Asset Management, PAR Investment, and SRS notable holders.

### Hawk Vision:



**Hawk's Perspective:** CAR is a name I have been negative on for a long time seeing little upside for the car-rental industry in the sharing economy, though tough to chase the big move lower today, remains a favorite short.

**Confidence Ranking:** \$\$

# ***Additional Options Flow***

## **Market/ETFs**

**Biotech (XBI)** buyer of 10,600 November \$72/\$67 put spreads for \$1.55, some October puts adjusting out into weakness. **XBI** also with 11,000 November \$73/\$63 put spreads bought for \$2.14

**Semiconductor (SMH)** buyer 2000 December \$119/\$117 strangles for \$11.55

**Financials (XLF)** with 16,000 December \$28 puts bought \$1.51, the October \$28 sold for \$1.01 adjusting

**Russell (IWM)** with 7000 Oct. 25th (W) \$144/\$135 put spreads opening. **IWM** interesting trade today with 3050 December/March \$149 calendar call spreads opening for \$2.52

**NASDAQ (QQQ)** with 4750 Nov. 1st (W) \$181 puts opening \$3.40 as October positions adjust

**Energy (XLE)** buyer of 11,475 October \$56/\$53 put spreads for \$0.49 to open with the group nearing a breakdown

**Germany (EWG)** roll of 15,000 October \$26 puts to November \$25 puts

**Silver (SLV)** with 5000 April \$19 puts sold to open \$2.97 bid this morning, also seeing **Ultra Silver (AGQ)** March \$29 calls open 2,275X \$5.30 to \$5.50

## **Consumer Discretionary/Services**

**McDonalds (MCD)** with the put sale theme continuing as 7500 January \$190 are sold to open down to \$2.75

**Wal-Mart (WMT)** early action with nearly 15,000 January \$105 puts sold to open \$1.38 to \$1.34

**Target (TGT)** opening seller of 3700 January \$95 puts \$3.20 to \$3.15

**Home Depot (HD)** seeing another 2000 January \$210 short puts trade \$4.80 after size opening late yesterday

**Lowe's (LOW)** similar strategy with 8200 January \$97.50 short puts opening \$2.95

**Tiffany (TIF)** IV rising with 2500 November \$85 puts bought up to \$2.86 this morning, weak Hong Kong tourism numbers may weigh on luxury names

**Stitch Fix (SFIX)** now also seeing 5,000 December \$18 puts sold from \$2.75 to \$2.60 to open into weakness today

**Omnicom (OMC)** with 1585 November \$75 puts opening for \$1.90 to \$1.92 as some October \$77.50 puts adjust out

**Luckin Coffee (LK)** with 1,340 January 2021 \$12.50 calls sold to open for \$6.80 and also seeing 425 November 8th (W) \$19.50 puts bought \$2.90

**Tractor Supply (TSCO)** buyer of the November 1st (W) \$89/\$75 put spread 400X800 ahead of earnings later this month for \$2.60

**Children Place (PLCE)** with 4900 October \$75 puts opening as 2500 of the \$80 adjust. **PLCE** now seeing 1200 of next week's \$74.50 puts open \$3.20 to \$3.30

**Yum China (YUMC)** buyer 2000 November \$40/\$35 put spreads at \$0.85

**Macys (M)** buyer of 1,400 May \$13 puts for \$1.55 with shares nearing a multi-week breakdown, laggard all year

**Nielsen (NLSN)** buyer of 4,000 January \$20 puts for \$1.45 to open, weak trend which is back under its 8- and 20-MA

**Hilton Grand (HGV)** buyer of the December \$33/\$36 call spread 3,500X7,000 for \$0.75 debit with the company recently approached by Apollo

**Disney (DIS)** opening seller 850 September 2020 \$120 puts for \$8

**Nexstar (NXST)** with 650 June 2020 \$120 calls sold to open for \$5.80 to \$5.50

**Starbucks (SBUX)** the April \$85/\$75 put spread bought 1000X2000 today for \$0.75

**Take Two (TTWO)** large buyer steps in for 4000 November \$120 calls \$6.80 offer up to \$7.10

**CBS Corp (CBS)** buyers of 2,250 November \$40 calls for \$1.46 to \$1.52

**Nordstrom (JWN)** with 1500 October 11th (W) \$33.50 puts bought up to \$1.85, some weekly \$34 puts adjusting out

**Darden (DRI)** with 700 April \$125 calls opening as January positions seem to be adjusting

**Floor and Decor (FND)** with 850 November \$52.5 calls opening \$2.10 offer

### **Consumer Goods**

**Pepsi (PEP)** into earnings seeing early buys of Nov. 8th (W) \$137 puts 580X at \$3.35 to \$3.45

**Cronos (CRON)** seeing 2500 January \$9/\$7.50 bull risk reversals open for \$0.30 debits

**Cal-Maine (CALM)** with 1000 May \$45 calls bought \$1.20 to \$1.30 to open

**Mattel (MAT)** with 2,000 January 2022 \$8 puts opening for \$1.79, tied to stock

**Clorox (CLX)** with 1335 November \$140 puts opening \$2.50 to \$2.55 with earnings 10-31

**AB In Bev (BUD)** buyers of 920 March \$95 calls for \$4.50 to \$4.60 into weakness, their HK spinoff recently starting to trade

### **Energy**

**Continental (CLR)** buyer 600 January \$30 calls \$3.20 to \$3.40 to open

**Cabot Oil (COG)** buyer of 10,000 April \$21 calls for \$0.62

**Ximarex Energy XEC)** with the January 2021 \$50/\$75 call ratio spreads opening 2500X5000 at \$3.50 debit

### **Financials**

**Morgan Stanley (MS)** opening sale of 1,000 April \$38 puts for \$2.47. **MS** now also seeing 3000 December \$38 puts sold for \$1.34 to open. **Morgan Stanley (MS)** with 15,000 October \$38 puts sold to open down to \$0.31. **MS** December \$38 puts noted earlier trading with a buyer of 3,000 of the \$42 calls as well for \$1.38 in a bull risk reversal

**MasterCard (MA)** opening sales 1900 January \$245 puts down to \$7.05

**Visa (V)** similar with 3800 January \$155 puts being sold down to \$3.25. **V** also with 1000 September \$140 puts sold to open \$5.80

**Hartford Group (HIG)** with 3,000 October \$57/\$54.50 put spreads bought to open

**Sculptor Capital (SCU)** unusual buy of 2,150 November \$17.50 puts for \$1.55 to \$1.60 to open today, trading more than 100X average for the \$944M asset manager

**Fidelity Info (FIS)** with another 4000 November \$130 calls bought up to \$5.50 to open

**Square (SQ)** with 1500 March \$75 ITM puts opening \$17.50 and also 1000 June 2020 \$45 puts bought for \$2.84

**Macerich (MAC)** with 5000 November \$27.50 puts sold to open \$0.70 today

**E-Trade (ETFC)** with 1,000 January \$33 puts sold around \$1.40 to open with 2,000 of the \$40 calls bought around \$1.35 into weakness

**UBS AG (UBS)** with 1000 May \$12.50 puts opening today \$2.30

**Bank of America (BAC)** with 7450 February \$28 puts bought to open today

**KKR (KKR)** weak with 3000 December \$25 puts bought and 1800 November \$24 puts

**Credit Suisse (CS)** buyer of 5,000 November \$11 puts for \$0.25, rolling out of the October \$12 puts which close 2400X

**Wex (WEX)** with 400 February \$200/\$220 call spreads trading today for \$7 against open interest, looks to be adding where buyers were active in August

**Marsh & McLennan (MMC)** with 450 November \$95 puts sold for \$2.70 to \$2.65 into weakness, willing buyers back near the 200-MA

**Discover (DFS)** buyer of 1,100 April \$70 puts for \$3.80, tied to stock

**S&P Global (SPGI)** with 500 October \$240 calls opening for \$4.20 today

**Essex Property (ESS)** unusual 500 November \$310 puts bought \$4.90

**Fleetcor (FLT)** the November \$290 calls bought recently rolling back to the \$280 calls which open for \$13.80, 2500X

**Franklin Resources (BEN)** buyer of 1000 April \$25 puts for \$1.45 to \$1.50

### Healthcare

**Gilead (GILD)** with 1400 Oct. 25th (W) \$62 puts bought \$2.10 to open

**J&J (JNJ)** with early strength seeing 4500 November \$130 puts open \$2.50 to \$2.60

**TelaDoc (TDCO)** back down to YTD VPOC today with shares down 7.5% seeing January \$70 / April \$75 call spreads bought 1250X. **TDOC** also with 590 January 2021 \$50 puts bought \$8.50 to open

**Intercept Pharma (ICPT)** buyer 1500 March \$55 puts for \$7 and sells the January \$45 puts for \$1.30

**Medpace (MEDP)** with 450 October \$80 calls sold to open for \$4 down to \$2.95

**Eli Lilly (LLY)** buyer 1500 November \$105/\$95 put spreads for \$2.22

**CVS Health (CVS)** with 1000 March \$62.50 calls opening \$4.45 in a stock replacement

**ACADIA Pharma (ACAD)** buyer of 1000 March \$45 calls \$3.70 to \$3.90 as shares work on a red to green reversal this morning

**Teva Pharma (TEVA)** with 15,000 November \$7 puts bought for \$0.87 to \$0.90 into early morning strength

**Sage Therapeutics (SAGE)** earlier with 400 December \$135 straddles being bought now seeing 400 January \$140 puts bought \$24.25 versus stock, while a 1500 contract spread looks to be buying 1500 December \$150/\$120 strangles to sell the January \$160/\$110, positioning around data

**Exact Sciences (EXAS)** buyer of 500 November \$85 puts for \$5.70 to \$5.90

**Mylan (MYL)** block of 20,000 November \$20 calls opened \$1.12 in a stock replacement

**Weight Watchers (WW)** down over 11% today and 500 April \$40 puts bought to open for \$10.10 to \$10.30 while the \$35 puts bought for \$7.10. **WW** also trading 1700 January 2021 \$50 puts \$21.30 looking to add to OI

**United Health (UNH)** opening sale 750 January 2021 \$170 puts \$12.95

**Biogen (BIIB)** with 400 October 25th (W) \$240/\$210 strangles sold for \$7.66

**Cerner (CERN)** buyer of 5,000 November \$70 calls for \$1.00 to \$1.05 today as the December \$72.50 calls bought on 5-30 look to roll back

**Biogen (BIIB)** with 5000 October \$235 calls bought here \$2.20, look to be adjusting the \$245 calls

**Amarin (AMRN)** spread buys 5,000 November \$15 calls for \$2.04 and sells the October \$13 puts for \$0.33 and the January \$20 calls for \$1.06 to open

**Livongo Health (LVGO)** recent IPO trying to reverse off new lows today seeing 500 November \$12.50 calls open ITM up to \$5.50



**ABIOMED (ABMD)** IV rising this afternoon with October \$165/\$150 put spreads trading 400X

**PRA Health (PRAH)** buyer of the November \$90/\$110 call spread 300X600 for \$6.17 and shares hammering off of the August lows. The \$6.55B company trades 16.7X earnings and 2.2X sales with mid-teens growth and Goldman out starting coverage at Buy with a \$126 PT recently. The firm thinks revenue growth is set to re-accelerate as burn rates stabilize, strategic partnerships ramp, and comps ease

**Amicus (FOLD)** with 850 April \$8 calls opening \$1.35 to \$1.45

**Wave Life Sciences (WVE)** with a buyer of 1600 January \$20/\$35 call spreads for \$3.50, possibly adjusting back some of the calls bought in April

### Industrials

**Rockwell (ROK)** with 1500 November \$150/\$145 bull put spreads opening into early weakness. **ROK** now also seeing 1800 November \$135 puts sold for \$1.40 to \$1.35 to open

**Borg Warner (BWA)** opening seller 3000 December \$27.50 puts \$0.50 to \$0.45

**Kornit Digital (KRNT)** buyer of 500 November \$30 puts for \$2.60 to open

**Fed-Ex (FDX)** buyers of 900 November \$135 calls \$9.50 to \$9.80 this morning

**General Motors (GM)** buyer of the October \$35/\$37 call ratio spread 2,500X5,000 today for \$0.53 after the deliveries data

**Ford Motor (F)** with 5000 June \$7 puts being bought to open today for \$0.37 to \$0.39

**Middleby (MIDD)** with 2000 October \$115 calls opening \$1.50 to \$1.60 into weakness

**Ingersoll Rand (IR)** buyer 1500 November \$125/\$130 call spreads into weakness

**TransDigm (TDG)** spreads selling 300 October \$530 calls to buy the \$500/\$470 put spreads

**Norfolk Southern (NSC)** with 1,000 November 1st (W) \$167.50/\$145 put spreads opening for \$4.80 today as 500 October \$180 puts close and adjust, earnings on 10-23

**Kirby (KEX)** with 2500 October \$80 calls being sold to open \$1.25. **KEX** also with 2500 October \$75/\$70 put spreads bought for \$0.87

**ZTO Express (ZTO)** holding up well with 4700 November \$22 calls bought \$0.45 today

**Toll Brothers (TOL)** with 5000 Oct. 4th (W) / Oct \$40 put calendar spreads opening

**WABTEC (WAB)** trade opens 2000 November \$60 puts as October \$65 puts adjust

**3M (MMM)** with 1500 December \$145 puts bought to open \$4.45

**Tesla (TSLA)** seeing the January \$220 puts adjust back and buy 20,000 of the November \$220 puts

**General Dynamics (GD)** with 675 November \$180/\$175 strangles sold for \$10.50

**Caterpillar (CAT)** opening sale 3,625 November \$105 puts for \$1.34

### Materials

**Sherwin Williams (SHW)** with 2,300 December \$490 puts sold to open for \$9.50 to \$9.10

**Huntsman (HUN)** opening buyer of the November \$23/\$25 call spread 1,250X2,500 for \$0.27, shares rebounding off the prior range breakout today

**Caesarstone (CSTE)** with 1450 October \$15 puts bought for \$0.35/\$0.45 today, IV jumpy with shares a bit off the early highs

**Cleveland Cliffs (CLF)** with 10,000 November \$6 calls sold to open \$1.02 to \$0.97

**Owens Corning (OC)** with 560 May \$52.50 puts sold to open for \$3.20

**Air Products (APD)** off morning lows with 345 Oct. \$210 calls bought \$4.60 offer in a sweep

**DuPont (DD)** buyer of 1550 November \$65/\$60 put spreads for \$1.50

**Axalta Coatings (AXTA)** buyer of 5,000 November \$30 calls for \$1.50 as the October calls adjust out, recent M&A talks

**Int'l Paper (IP)** with 2,200 October \$40 puts adjusting down to open the November 8th (W) \$39 puts for \$1.48, positioning for 10-31 earnings

### **Tech and Telecom**

**PluralSight (PS)** buyer 1000 November \$17.50 calls for \$0.99

**Twitter (TWTR)** buyer 500 November \$37 calls \$4.39 to \$4.40. **TWTR** also seeing another 2,500 January 2021 \$32 puts sold for \$3.85 in a stock replacement

**Synaptics (SYNA)** with 500 January 2021 \$40 calls opening \$7.20 with opening sales

**Autodesk (ADSK)** with 2000 January \$130 puts sold to open \$5.65 to \$5.55

**IQIYI (IQ)** with 2,500 November \$17.50 calls bought \$0.57 to \$0.60 today in a stock replacement

**Lyft (LYFT)** with another 2300 April \$40/\$32.5 put spreads bought

**Ciena (CIEN)** session highs with another 1,000 November \$38 calls bought up to \$1.39. **Ciena (CIEN)** block of 8000 January \$39 ITM puts opens \$4.50 mid-market

**Mimecast (MIME)** with 500 November \$35 calls bought to open \$3.30 to \$3.40

**Avalara (AVLR)** with 200 June 2020 \$65 calls opening \$14.20 to \$14.60 this morning

**Western Digital (WDC)** with 1445 October 25th (W) \$60 calls bought \$1.53 to \$1.62 ahead of earnings later this month

**Micron (MU)** with 2,600 April \$30 puts sold to open into weakness for \$1.24

**Uber (UBER)** with more than 1,900 January 2022 \$23 puts bought today from \$5.50 to \$5.70. **UBER** also seeing the March \$30/\$33 call spread trading 1780X for \$1.20, may be adjusting back in strikes

**Go-Daddy (GDDY)** buyers of 685 May \$55 puts for \$3.40 with shares near the August lows and big weekly head and shoulders breakdown

**Twilio (TWLO)** another 635 November \$100 puts bought up to \$6.10 today, bear flag forming above recent lows

**Symantec (SYMC)** opening sale 5000 Oct. \$23 puts down to \$0.35

**Service Now (NOW)** buyer of 2,650 November \$240 calls for \$19.50 to \$19.70, some \$260 calls adjusting back from recent buys. **NOW** the November \$240 calls over 12,000X as more \$250 and \$260 calls adjust

**Adobe (ADBE)** roll of 2055 weekly 4275 short puts to Oct. 11th (W) \$260 short puts

**Alibaba (BABA)** with 11,000 December \$180 calls opening \$4.90 to \$4.95 as 17,000 October \$175 calls are sold

**Facebook (FB)** with 6500 Oct. 25th (W) \$185 calls opening today into weakness with buyers, earnings 10-30. **FB** also with 1500 March \$140 puts sold to open \$3.60

**Grub Hub (GRUB)** buyer of 715 January 2021 \$45 puts for \$7.70. **GRUB** also with 1000 March \$45 puts sold to open today \$3.80

**Slack (WORK)** with 1400 November \$25 puts bought \$3.20 offer to open ITM

**IPG Photonics (IPGP)** with 600 October \$130 puts opening \$6.30 to \$6.50

**Cisco (CSCO)** earlier with a lot of sales of January \$42 puts also seeing 5000 Oct. 11th (W) \$46 calls bought \$0.85 to \$0.89 and 1145 March \$42.5 ITM calls \$5.55

**DocuSign (DOCU)** stock replacement sells 1000 March \$55 puts to open for \$4.70, strong move recently on earnings and pulling back right to the 20-MA this week. **DOCU** also with some October \$57.50 calls rolling to November, 1250X for \$5.25 to \$5.30

**Sea (SE)** buyer 700 January 2021 \$27 puts \$4.90 offer

**Workday (WDAY)** with 750 January 2022 \$150 puts sold to open for \$26.70 at the PHLX

**Pinterest (PINS)** back to green on the day and 2,450 October 11th (W) \$27 calls are bought for \$0.80

**Teradata (TDC)** off the day's lows with 1000 November \$30 calls bought \$1.65 to open

**Xilinx (XLNX)** seeing 2000 March \$85 puts sold to open for \$7 into recent weakness

**Roku (ROKU)** with 1,600 ITM January \$160 puts opening \$60.00 to \$60.25

**Tyler Tech (TYL)** seeing 400 November \$250/\$230 put spreads bought for \$5.10, also seeing 200 of the \$280/\$210 bull risk reversals open for \$2.25

**Veeva Systems (VEEV)** with 465 January 2021 \$125 puts opening for \$14.60

#### Utility

**PG&E (PCG)** with 1645 June 2020 \$14 calls opening \$2.32 to \$2.44

**Edison (EIX)** buyers of 1,000 December \$77.50/\$85 call spreads this morning for \$1.50

**Disclaimer:****Not Investment Advice or Recommendation**

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