

# OptionsHawk

## OPTIONS HAWK DAILY MARKET 12/19/2019

### Sector Leaders

Internet

Oil & Gas

Solar

### Stock Gainers

RAD 46%

CAG 18.75%

AXSM 16%

GPRK 10.5%

PRNB 9.4%

TLRA 9%

AERI 8%

### Volatility Gainers

- SPPI
- I
- AM
- LE
- ABMD
- OUT

### High Call Volume

- SAVE
- SQM
- MELI
- LE
- CAG
- MOS

### Bullish Options

- MOS
- VIAC
- GM
- TWTR
- DBX
- CVS
- PDCE
- SAVE
- AMZN
- SWKS
- MELI

### Sector Laggards

Housing

Metals

Utilities

### Stock Losers

APOG -23.5%

NERV -20%

GDOT -13.3%

ASNA -12%

MLHR -11%

XPER -9.6%

RUBY -7.6%

### Volatility Losers

- CAG
- MU
- FLXN
- DRI
- WVE
- ACN

### High Put Volume

- THO
- DISCA
- EAF
- RL
- APTV
- AMC

### Bearish Options

- SHOP
- CCL
- SE
- THO
- KLAC
- GPRO
- DISCA
- SEDG
- IBM
- RL
- MAR

**Market Review:** Stocks were flat to lower into the open as the narrow trading range continues, news overnight with Trump being impeached by the House and BOJ and BOE commentary out. Once again Oil & Gas stocks led the upside movers while Tech also with strength from Internet and Semiconductor groups. Housing was the weakest group after the Existing Home Sales number disappointed and then Metals & Utility groups also with weakness. Stocks pushed to highs into the early afternoon as breadth remained strong for the third straight session despite the narrow trading range, and positioning continues to chase into year-end. We have a fairly active schedule tomorrow for economic data as markets continue to see seasonal strength with multiple headwinds removed the last few weeks.

### S&P Chart:



Resistance	Support
3,200	3,150
3,225	3,135
3,500	3,020

**Options Action Trends:** There was plenty of activity while put activity remains very low and seeing a lot of adjustment trades into December expiration with rolling call positions out and up.

**What's On Tap:** GDP Rate, Personal Income/Spending, KC Fed Index, and Consumer Sentiment.

### Trade Tracker Portfolio Changes:

- 1) **Spotlight:** Long BP April \$38 Calls \$1.25



## Large Call Purchase in CoStar Group Sees New Highs Over 6 Months

**Ticker/Price:** CSGP (\$585)

### Analysis:

**CoStar Group (CSGP)** unusual late day action with 650 July \$590 calls bought \$49.50 up to \$62 with a major rise in option prices in a short-span and becomes the only notable open interest in the name. CSGP shares are in a multi-week consolidation after peaking in July/August and above \$600 can start another trend run with \$760 a first extension target. The \$21.6B Company has long been a top fundamental favorite as it has disrupted the commercial real estate industry with its information, analytics and online marketplaces. Shares trade 57.2X Earnings, 14.4X EV/Sales, and 52.5X FCF. Revenues have growth 15% and 23.5% the last two years with 16.5% growth seen as FY19 comes to a close and 19% growth forecasted for 2020. CSGP sees sales improving as it continues to increase the size of its sales force and sees a massive addressable market, also closed a deal for STR for \$450M this year. Its LoopNet product is disrupting the Office building industry and is a dominant player in this growing online real estate market. CSGP is also seeing strong growth via Apartments.com. Analysts have an average target of \$642 on shares and short interest is minimal at 1.4% of the float. Needham lowered its target to \$600 in October noting acquisition and integration as well as marketing investment spend to boost market share will pressure EBITDA margins in FY20. B. Riley raised its target to \$640 noting the STR acquisition will allow the company to continue to grow revenue at an industry-leading rate for another three years. Hedge Fund ownership rose 5.55% in Q3 filings, Melvin Capital adding to its position while BAMCO sold a small percent of shares and remains its top position.

### Hawk Vision:



**Hawk's Perspective:** CSGP remains a fantastic growth name and although valuation remains steep it has a ton of opportunity to continue to grow, and near-term above \$600 can trigger a bullish move to new highs.

**Confidence Ranking:** \$\$



## Bulls Position in Qualcomm Calls for 5G Cycle

Ticker/Price: QCOM (\$86)

### Analysis:

**Qualcomm (QCOM)** buyer of 2000 February \$92.5 calls \$2.55 after recent accumulation of 9000 February \$85 calls. QCOM did see 5000 of next week \$88 puts open yesterday for potential near-term weakness but positioning in January and February suggest upside views. QCOM shares recently pulled back off \$94 highs and continues to ride the 21 week EMA higher while the 8 and 13 week have been supportive on weekly closes as well. Shares can likely make a run to \$100 over the next few months with a move above \$94. The \$102B Semi trades 14.4X Earnings, 4.8X EV/Sales, and 29.7X FCF with a 2.82% dividend yield. QCOM had an eventful 2019 with the Apple settlement and Huawei talks while 5G is seen as a major growth driver. QCOM forecasts see 12% revenue growth in FY20 and 23% in FY21, while EPS seen rising 18% and 46% respectively. Analysts have an average target of \$95 on shares and short interest is near multi-year lows at 1.3% of the float. Mizuho upgraded to Buy on 11-15 with a \$100 target citing the 5G opportunity noting 1) ~100-110M 5G phones (of total ~200M) in 2020 should drive a better topline, 2) 5G should drive better QCT content/margins, 3) 5G should drive new RF front end (RFFE) and mmWave adoption, and 4) Improved 5G licensing with increased units are coming. JP Morgan called QCOM a top pick this morning and BAML on 12/11 seeing Apple contributing \$4B in revenue to QCOM by FY22 and has a Buy rating and \$100 target. Cowen noted in November that margin estimates are conservative and sees opportunities in adjacent markets like Auto, Industrial, IoT, and Compute. Hedge Fund ownership fell 6.9% in Q3 filings, a few notable concentrated holders like Polar Capital, Barrow Hanley, and Matrix Capital.

### Hawk Vision:



**Hawk's Perspective:** QCOM sets up nicely into 2020 and looking to clear \$89.60 near-term and possibly makes sense to wait for next week put's to expire.

**Confidence Ranking:** \$\$





## Calls Accumulate in Smart-Sheet into Support

Ticker/Price: SMAR (\$43.30)

### Analysis:

**SmartSheet (SMAR)** with another 1,100 January \$45 calls being bought today up to \$1.50, spot where near 3,000 have been bought already this week. SMAR has some smaller OI in the February \$40 and \$45 calls from early September and on 12-5 the May \$45 calls bought 600X as well around \$5.85. Shares ran strong earlier this year up to a peak around \$55 and have pulled back to the 50% retracement around \$38 where its found support into year-end. SMAR recently moved out of a nice base above \$42 and pulling back this week to back-test that level and the 50-MA. The \$5B software company trades 8.8X cash and 18.6X EV/sales with estimates for 35-40% sales growth the next two years. SMAR sees a long runway for growth in the collaborative work management space and outlined new collaboration features and a new partner program at their analyst day in October. The latter is expected to help them growth their enterprise SaaS offerings, especially in the EU with new GDPR regulations. Short interest is 7.9% an up near all-time highs. Hedge fund ownership rose 8.5% in Q3. Tiger Global a big buyer of 2.1M shares, now a 4.4M share stake, and Valinor, Whale Rock, and Lone Pine all buyers as well. Analysts have an average target for shares of \$51. DA Davidson raising their PT to \$44 on 12-5, maintaining a hold on valuation, but sees upside in 2020 due to better sales execution and momentum within large customers. First Analysis starting at Buy on 11-12 with a \$50 PT seeing 30% revenue growth while leveraging their efficient sales model to ultimately become highly profitable.

### Hawk Vision:



**Hawk's Perspective:** SMAR looks great on technical set-up and a strong growth name, so a nice risk-reward versus the 50 day MA.

**Confidence Ranking:** \$\$



## Bulls See Mirati Upside Move Continuing

Ticker/Price: MRTX (\$115.50)

### Analysis:

**Mirati Therapeutics (MRTX)** with 1,000 January \$115 calls bought \$9.70 to open today and follows 5,000 May \$115 calls bought yesterday to open for more than \$8.9M, adjusting higher a trade from November that is remaining bullish. MRTX still has some June \$100 calls in OI from late November buys as well. Shares have been in a strong trend since October and held the 8-EMA today at the lows. MRTX is starting to work out of a weekly flag above \$110 that targets \$150 longer-term. The \$4.41B company trades 9.7X cash with limited debt. MRTX recently posted strong early-stage data for MRTX849, their KRAS inhibitor targeting solid tumors. The company sees the KRAS G12C+ market as a significant opportunity given the patient population in NSCLC, colorectal, and pancreatic indications. MRTX estimates the TAM at \$7B in commercial potential through the US and EU. The drug is expected to be a direct competitor to Amgen's (AMGN) AMG 510. Analysts have an average target for shares of \$107.25 with 12 buy ratings, 3 hold, and 1 sell. HCW with a \$117 PT for shares seeing peak sales potential for MRTX849 up near \$1.5B by 2027. CSFB thinks the recent data proves MRTX has a strong competitor to AMG 510 and even though it will be first to market by about six months, Mirati can still capture a significant share of the market. Short interest is 12.4% but trending lower since early 2019 when it was 17.3%. Hedge fund ownership fell 11% in Q3. Orbimed, Perceptive, and Polar Capital all notable buyers.

### Hawk Vision:



**Hawk's Perspective:** MRTX is one of the most exciting Biotech names and option flows been nailing this one all year, so expect upside to continue to potentially be a M&A target.

**Confidence Ranking:** \$\$

# ***Additional Options Flow***

## **Market/ETFs**

**S&P (SPY)** morning notable flow seeing 3400 May \$315 puts bought to open \$9.39 to \$9.53. **SPY** today with 10,000 May \$325 calls bought \$8.12 as the April \$320 now adjust out and up

**Biotech (XBI)** buyer of 2000 June \$91/\$76 put spreads for \$3.65

**Regional Banks (KRE)** stock replacement opens 4000 June \$55 calls \$5.65

**Emerging Markets (EEM)** trade opens 10,000 September \$42 puts \$1.62

## **Consumer Discretionary/Services**

**ViacomCBS (VIAC)** with 1000 June \$47.50 calls bought \$1.25 to open today, on a lot of positive 2020 lists this month so far. **VIAC** also with 12,500 January 3rd (W) \$43.50 calls bought up to \$0.48

**Carnival (CCL)** with 1700 December \$46 puts bought \$1.15 early into 12-20 earnings as puts continue to accumulate. **CCL** also with another 1400 January \$45 puts bought for \$1.05 to \$1.15 into earnings

**Land's End (LE)** buyer 1000 January \$17.50 calls \$1 to \$1.10

**Eldorado (ERI)** with 5,000 January \$60 calls bought for \$1 in a stock replacement

**Ralph Lauren (RL)** with 3100 April \$100 puts bought up to \$2.60

**Marriott (MAR)** buyer of 250 July \$150 puts \$10.20 to \$10.40

**Ross (ROST)** buy-write sells 500 January 2021 \$130 calls for \$6.70

**Five Below (FIVE)** with the February \$130/\$140 call spread bought 600X1,200 today as shares base under the 50-MA

**Starbucks (SBUX)** with 11,000 Dec. 27th (W) \$87 synthetic long positions opening as Dec. expiry adjust

**Royal Caribbean (RCL)** with 2200 next week \$128 puts opening ahead of the **CCL** report

**Dish Network (DISH)** with 5,000 March \$40 calls bought into strength today for \$1.45

**Rosetta Stone (RST)** with 1,800 Dec. \$15 ITM calls rolling to March that open for \$3.50

**L Brands (LB)** nearly 3500 Jan. 10th (W) \$19 calls opening \$0.65 with recent activist approach

## **Consumer Goods**

**Estee Lauder (EL)** opening sale 650 January 2021 \$180 puts for \$10.70

**Sony (SNE)** with 500 Jan. 2021 \$67.50 calls opening for \$9.02 to \$9.03 this morning, stock replacement

**Garmin (GRMN)** highs of the day and IV rising with another 1,000 January \$95 calls bought up to \$4.15 today where 1,500 bought earlier this week

**Funko (FNKO)** strong mover today as it works out of a base and 1,350 February \$20 calls bought up to \$0.45 into the Holidays with Star Wars and Frozen 2 expected to be hot

**Kraft Heinz (KHC)** IV rising this afternoon with buyers of 5000 February \$35 calls \$0.55 to \$0.60

**Mondelez (MDLZ)** seeing buyers of 1700 March \$55 puts today near \$1.80

**McDonald's (MCD)** with 8000 Dec. 27th (W) \$195 synthetic long positions opening as December adjust

**Yeti (YETI)** another 1,250 February \$35 calls being bought today \$2.60 to \$2.65

### Energy

**PDC Energy (PDCE)** with 2,000 July \$30/\$35 call spreads bought today with the \$17.50 puts sold to open

**WPX Energy (WPX)** opening sale 4000 February \$14 calls \$0.55 to \$0.50

**Solar Edge (SEDG)** seeing 800 February \$95 puts bought ITM today \$8.10 to \$8.20

**BP PLC (BP)** with 11,450 January \$38 calls bought up to \$0.55 today, some Dec. calls rolling out and up and follows the recent April call spreads

**Concho (CXO)** with 750 March \$75 puts sold to open for \$3.32 today, follows some ITM put sales in the energy space yesterday

**Cimarex (XEC)** opening sale 500 June \$50 puts \$5.40

**Range Resources (RRC)** recent rally with Energy names and the 25,000 Jan. 10th (W) \$4.5 calls roll to Jan. 24th (W) \$5 calls

**Halliburton (HAL)** with 3000 Jan. 24th (W) \$26/\$23.5 bull risk reversals opening

### Financials

**Citi (C)** buyer of 3000 January 2021 \$95 OTM calls \$2.20

**US Bancorp (USB)** with 2,000 February \$60 calls opening for \$1.62 today as some Dec. 27th (W) \$59 calls roll up

**Tanger Factory (SKT)** with 6,000 June \$16 calls bought for \$0.70 as some March calls roll, highly shorted name with plenty of bearish positioning and could be overwriting a short

**KKR Corp (KKR)** with 2000 March \$29 calls opening up to \$2.70 with December \$27 adjusting

**PRA Group (PRAA)** unusual but interesting action with 590 March \$37.5 puts sold to open for \$2.15 today with stock near that level, seeing minimal downside

**Cullen Frost (CFR)** with 1,195 April 100 calls opening \$3.95 as December \$95 adjust

**Progressive (PGR)** stock replacement sold 750 January 2021 \$70 puts to open \$6.60

**Washington Prime (WPG)** more put activity with July and December \$2.50 puts opening some size \$0.40 and \$0.60 respectively

**Co-Star Group (CSGP)** up 2.4% following the late day size call buy yesterday and today another 665 July \$590 calls trading \$63 up to \$75.60

**T Rowe Price (TROW)** with 775 Jan. 31st (W) \$120 puts opening today \$2.50 to \$2.55 into strength

**Square (SQ)** another 2,950 February \$60 puts bought this afternoon from \$1.48 to \$1.52

### Healthcare

**Centene (CNC)** roll of another 1500 December \$62.50 calls to January \$65 calls

**CVS Health (CVS)** buyers of 1500 February \$77.50 calls up to \$1.50. JPM raising PT to 97, calling it their top pick in Healthcare Technology & Distribution for 2020.

**Welltower (WELL)** with 585 March \$77.50 calls bought today \$4 to \$4.20

**Steris (STE)** with 300 January \$150 puts opening \$4 as 500 of the \$155 puts adjust

**TelaDoc (TDOC)** buyer of 270 April \$85 calls \$7.10 to \$7.20 as one of the few ways to play TeleMedicine theme

**E-Health (EHTH)** with 200 January \$85 calls opening for \$11

**Flexion (FLXN)** with 565 January \$17.50 calls bought up to \$2.75 with the recent pullback to the 20-day

**Alnylam (ALNY)** seeing some small trades today sell November \$60 puts to open and buy the far OTM \$185 calls

**Medtronic (MDT)** with another 1,500 February \$115 calls bought today \$2.47 to \$2.57 with shares recently attempting to break out of a bull flag and pulling back here to the 8-EMA

**Exact Sciences (EXAS)** buyer of 300 April \$105 calls for \$6 to \$6.20 to open

**Karyopharm (KPTI)** a small Bio that triggered a breakout yesterday is seeing 1,500 January 2021 \$17.5 ITM calls sold to open today for \$6.60 in bearish trades

**Fibrogen (FGEN)** with 1,500 March \$50 calls opening for \$4.40 in a buy-write with long stock

**Intercept (ICPT)** buy-write sells 500 May \$130 calls for \$17.50

**Deciphera (DCPH)** saw big adds to the January options yesterday with the \$60 puts sold to buy the \$70/\$80 call spread another 2500X for a small debit and 5,000 now in OI. The April \$50 calls also bought 300X for \$22.25 with the \$50 puts sold in synthetic spreads. The \$3.25B biotech has traded up over 233% this year and ramping higher in the last month. Their main asset is ripretinib for the treatment of gastrointestinal stromal tumors (GIST). The company filed an early NDA with the FDA this week for the treatment with a 2020 approval and launch expected. GIST is a common form of tumor that develops in the intestinal tract and is driven by mutations in the KIT gene most often. There are as many as 6,000 cases of GIST in the US. DCPH's treatment is a TKI which is designed to inhibit mutations in those genes. Their Phase 3 trial, INVICTUS, looked at 4th line GIST which is patients who have had three prior lines of therapy and found 85% risk reduction in the disease progression vs a placebo with positive PFS overall and significant reduction in risk of death. DCPH has a deep pipeline of other drugs as well with Phase 3 trials in 2nd line GIST, combo trials, and more. They also have drugs exploring solid tumors and RAS mutant cancers. The \$3.12B company trades 4.9X cash. Analysts have an average target for shares of \$50. Piper positive on 12-16 noting that they wouldn't be surprised if a regulatory decision was reached well ahead of schedule in mid-2020 versus his modeled 3Q20. If approved, ripretinib would be first to market with a broad GIST label. Hedge fund ownership rose 43% in Q3. Redmile, Farallon, and Artal Group all notable buys as well. Short interest is 4.3% and down from 9.4% in August. The company will be at the JP Morgan conference on 1/13 with a presentation on Day 1.

**Apellis (APLS)** with 4000 January \$30/\$45 call spreads bought against sale of the \$17.5 puts with BAML positive note this morning

**Envista (NVST)** the recent Dental spin-off from Danaher (DHR) seeing 8500 January \$27 puts sold to open today \$0.40

**PTC Therapeutic (PTCT)** flagging with \$50.20 a nice breakout level and 300 March \$47/\$42 bull risk reversals opening at \$3.40 debit as Dec. \$46 calls adjust

### Industrials

**General Motors (GM)** buyer 3000 March \$39 calls where 3000 bought yesterday, but spreading versus \$43 calls today

**Thor Industries (THO)** with 6,000 June \$70 puts rolling back to the \$80 strike today that open for \$13.20; comes ahead of **WGO** report

**Spirit (SAVE)** shares pop a bit here with 6,700 January \$45 calls bought up to \$0.45; SAVE also seeing 1500 of the \$42.50 calls bought, name written up in depth recently. **SAVE** also with 2650 January \$42.50 calls bought up to \$0.90

**United Air (UAL)** IV falling off with 2600 Jan. 10th (W) \$88 calls being sold to open

**Eaton Corp (ETN)** with 725 July \$100 calls opening today for \$3.15 as some January \$90 calls roll up and out

**3M (MMM)** industrial laggard all year seeing 1200 next week \$170 calls bought up to \$1.90 to open as comes out of tight range

**Tesla (TSLA)** some large longer dated trades with 2000 June \$550 short puts opening as 1000 June \$355 adjust and 2000 January 2021 \$380 puts open \$60 tied to stock. **Tesla (TSLA)** IV rising this afternoon seeing 10,000 February \$380 puts open \$20.80 to \$21.60

**Ford Motor (F)** with another 50,000 Jan. 2021 \$10 calls bought today for \$0.65, spot with 150k already in open interest



**ViaSat (VSAT)** tightly coiled and 440 June \$85 calls opening \$1.40 early today in unusual action

**Union Pacific (UNP)** opening seller of 1,390 Jan. 24th (W) \$170 puts down to \$2.40

**General Electric (GE)** with 6000 September \$11 puts bought to open for \$1.20

**Delta (DAL)** roll of 3000 January \$52.5 puts to June \$52.5 puts that open \$1.78, potentially adjusting a hedge in a best of breed airliner

**CH Robinson (CHRW)** buyers active this morning for 525 January \$80 puts for \$2.95 to \$3.10

### Materials

**Mosaic (MOS)** hot run this week and early action seeing 3000 March \$23/\$19 bull risk reversals trade. **MOS** March \$23 calls already up to 8,900 contracts in first 10 minutes. **MOS** also with 2500 March \$17 ITM calls opening today

**Sociedad Minera (SQM)** with 2,488 April \$35/\$30 bull risk reversals opening at \$0.20 debit

**Cemex (CX)** session highs with another 5,000 Jan. 2021 \$4 calls bought up to \$0.65

**Wheaton Precious Metals (WPM)** with 1,000 January \$26 calls bought \$2.15 as some December positioning adjusts, very coiled metals name under \$28.50

**Alcoa (AA)** sweep buy 885 July \$25 calls \$1.40 offer

**Masco (MAS)** openings sale 3500 January \$47 puts today \$1.05 seeing minimal downside in shares and follows bullish April positions yesterday

### Tech and Telecom

**Shopify (SHOP)** early buy of 1000 February \$400 puts \$31.80 to \$32.60 in a large sweep looking to fade recent strength. **SHOP** also with 100 January 2022 \$470 puts bought \$145 to open today

**Amazon (AMZN)** sweep buyers of nearly 1200 March \$2000 OTM calls \$16.80 for around \$2M

**KLA-Tencor (KLAC)** early buyers of 700 January 3rd (W) \$172.50 puts for \$2.90

**Twitter (TWTR)** bullish flow continuing with buyers of March \$35/\$40 call spreads 1000X and 10,000 January \$32 calls hot in early trade

**Lyft (LYFT)** with the Dec. 27th (W) \$46.50/\$48 call spread bought 2,000X4,000 this morning for \$0.17 net debit

**CrowdStrike (CRWD)** with 600 April \$60/\$75 call spreads bought for \$2.30 today, shares back at the November lows. **CRWD** also with 1500 Jan. 31st (W) \$55 calls sold to open \$1.65 to \$1.60

**Dropbox (DBX)** buyers of 2350 January \$18 calls up to \$0.50 with shares jumpy. **DBX** also with some January \$19 calls bought 3300X with IV30 up 15% early. The move is being attributed to a Gordon Haskett call that it could be an activist target.

**Skyworks (SWKS)** stock replacement opens 4000 February \$115 calls for \$7.20 after a big run in the RF name set to benefit from increased content in 5G. **SWKS** also 1000 February \$120 calls bought \$4.80

**GDS Holdings (GDS)** with 1050 June \$48 calls opening \$7.30 as December \$45 adjust, continue to see GDS calls roll out and up. **GDS** also 1000 June \$50 calls bought today with Jan. \$47 adjusting

**Caarvana (CVNA)** buyer 2500 February \$80 puts \$2.05 to \$2.08 tied to stock as protection

**Mercado Libre (MELI)** with 7,500 March \$510 calls being bought \$90.30 today to open as some December \$450 calls roll out

**Snap (SNAP)** with buyers of 5,000 Dec. 27th (W) \$15 calls for \$0.42 to \$0.43, near a multi-week breakout

**CDW Corp (CDW)** with 435 March \$145 calls trading today up to \$5.10 to open, same spot with buyers last week in the strong name

**Broadcom (AVGO)** buyers of 650 July \$340 OTM calls \$19.10 to \$19.20. **Broadcom (AVGO)** with 1200 February \$340/\$300 strangles sold for \$10.40

**Avaya (AVYA)** spreads today are buying 1,500 February \$15 calls and selling the Jan. \$12.50 puts to open for a small credit, recently announced deal with Ring Central (RNG)

**Yandex (YNDX)** strong move today with 1500 January \$42 calls being bought \$1.55 to \$1.75

**Western Digital (WDC)** with 4,000 February \$60 calls bought for \$3.35 to open today, rolling up the \$50 calls

**Commscope (COMM)** with 400 ITM February \$17 puts sold to open for \$3.10

**Alibaba (BABA)** a continuous theme of opening deep ITM put sales and today its 1500 Jan. 31st (W) \$225 puts

**Facebook (FB)** with 12,000 Jan. 3rd (W) \$210 calls active with the breakout today, though mostly smaller lots

**Advanced Micro (AMD)** with 1900 January 2021 \$47 puts opening \$10.50

**Arista Networks (ANET)** working into the big gap today and 550 June \$210 calls bought up to \$21 to open

**GrubHub (GRUB)** buyer 3500 June \$35 puts \$2.10 tied to stock

**Service Now (NOW)** with the January \$290 calls being bought 1300X up to \$3.60, some December \$280 calls rolling out

**Synopsys (SNPS)** with 750 January \$135 synthetic long spreads opening for \$5.30

**Twilio (TWLO)** with 7,250 December 27th (W) \$105 calls bought up to \$0.40

**Google (GOOGL)** with 1000 January \$1325 synthetic long positions opening today

**Adobe (ADBE)** with 3000 January \$320 synthetic long positions opening today

**TeraData (TDC)** IV rising this afternoon with 2000 January \$27.50 calls bought where 8000 are in OI

**IAC Interactive (IAC)** the April \$250/\$270 call spread bought 250X500 today into strength following the Match (MTCH) separation

**Baidu (BIDU)** IV rising this afternoon with active buyers of March \$130 calls over 2000X at \$7.65, shares back over the 200 MA with room back to \$155

**Rubicon (RUBI)** with 5,000 January \$7.50 puts bought for \$0.40 this afternoon, announced an all-stock deal with Telaria (TLRA) today

**Tower Semi (TSEM)** with 1,150 July \$21 puts sold to buy the \$25/\$30 call spread, common strategy in the name

**Z-Scaler (ZS)** seeing December \$45 calls roll to Dec. 27th (W) \$45 calls for the second day in a row, expecting OI to move above 3000X

#### Utility

**PG&E (PCG)** opening sale 5000 September \$10 puts for \$3.65

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**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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