



MARKET RECAP REPORT 12/4/2020

Sector Leaders

Tech

Biotech

Gold

Stock Gainers

FAT 45%

CNST 32%

EDIT 18.5%

PERI 16%

LAZR 16%

IGMS 15%

Volatility Gainers

- TRNE
- PERI
- LMND
- AMRS
- RIG
- FEAC

High Call Volume

- FUBO
- LAZR
- UMC
- ADNT
- CCJ
- BB

Bullish Options

- Z
- MSFT
- DG
- ADNT
- SNAP
- BKE
- ALLY
- UPWK
- FUBO
- FSLR
-

Market Review: Stocks started the week a bit lower as COVID continues to set records across the US and Brexit concerns remain a headwind for markets. China posted trade data with a big beat in Exports and markets also looking at Airbnb and DoorDash IPOs while Fiscal Stimulus still a priority focus for markets. Growth started the week strong with momentum Tech and Biotech leading morning upside while Bonds, Gold, and Silver also rose. Energy cooled off a bit and Retail also pulled back some after a recent run. Overall market breadth started to roll over negative into the afternoon, an inside day for the S&P to start the week while the NASDAQ pulled in off record highs. We have a light schedule tomorrow and continue to reduce some risk into this frothy sentiment and seasonal dip expected before a likely rally during OpEx week and into year-end.

S&P Chart:



Resistance	Support
3,680	3,520
3,855	3,400
4,000	3,365

Options Action Trends: It was a bit quieter on the options flow front and no real sector bias but continue to see a lot of strategists sell January 2022 puts to open in favorite names. There was a good amount of bullish action in Retail and large cap Tech.

What's On Tap: Productivity & Labor. Earnings from CHWY, AZO, MDB, GWRE, THO.

Trade Tracker Portfolio Changes:

- 1) Closed ATVI Calls \$6.40 (Opened \$3.30)

Sector Laggards

Energy

Retail

REITS

Stock Losers

ALLO -11%

HRMY -11%

RIDE -10.5%

IPI -8%

ZI -8%

NNOX -7%

Volatility Losers

- IGMS
- CLVS
- CVM
- VIAC
- FCCL
- TRIL

High Put Volume

- ELAN
- TSEM
- QS
- IBKR
- CTAS
- DQ

Bearish Options

- AVGO
- IGMS
- DQ
- LYFT
- NVTA
- SNOW
- AG
- OLED
- ELAN
- DELL
- PHR



FEATURED OPTIONS RADAR REPORT



Large Call Buy on Hot Streaming Growth Name Fubo

Ticker/Price: FUBO (\$27)

Analysis:

fuboTV (FUBO) on 12/4 with 10,000 January \$30 calls bought for \$3.85 as December \$30 calls adjusted, a large trade in a small cap name. FUBO shares have made a strong move since September and currently consolidating in a narrow range under highs. fuboTV is the leading sports-first, live TV streaming platform, offering subscribers access to tens of thousands of live sporting events annually as well as leading news and entertainment content. fuboTV's platform allows customers to access content through streaming devices, and on SmartTVs, mobile phones, tablets and computers. fuboTV reached 286,126 paid Subscribers on June 30, 2020, which represented a 47% increase from fuboTV Pre-Merger's paid Subscribers on June 30, 2019. The number of cord-cutting and cord-never households continues to accelerate in the U.S., as cable and satellite subscribers increasingly favor the streaming experience. This creates significant opportunities for vMVPDs to address the \$84 billion U.S. and \$226 billion global pay TV services market. Streaming platforms also enable new opportunities including online subscriptions, eCommerce transactions, and other services. FUBO's sports-first product offering is particularly well suited to one day facilitate sports wagering services as a natural extension of its premium sports content. Sports wagering is a rapidly growing and large opportunity. FUBO on 12-1 announced a deal for Balto Sports, its first move into the online sports wagering market. The \$1.8B company trades 5.6X FY21 EV/Sales with revenues seen rising 78% in 2021 and posting some incredible growth numbers, subscription revenues +64% and Ad revenues +153% in the latest quarter. FUBO added 167,000 paid subscribers, a 58% increase. FUBO sits firmly at the intersection of 3 megatrends: The first is the secular decline of traditional television viewership; the second is the shift of TV ad dollars to connected devices; and the third is online sports wagering. Needham started shares at Buy in November as an inexpensive way to participate in the shift to streaming TV and excited about the high-margin odd-on revenue streams like up-sells, advertising, sports-betting and channel fees. Roth raised its target to \$36.50 last week after the Balto Sports deal, seeing it as one of many to come, layering on another monetizable segment. Berenberg started at Buy on 11/19 with a \$28 target noting the sports niche, focus on technology and future plans for online wagering will driver strong subscriber growth and profit growth.

Hawk Vision:



Hawk's Perspective: FUBO looks impressive, hard to argue with its growth numbers and future aspirations, a stock that could easily double from here.

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Upwork OTM Calls Hot as Post-Earnings Momentum Gains Strength

Ticker/Price: UPWK (\$34)

Analysis:

UpWork (UPWK) buyers active today for 5,500 January \$40 calls up to \$2 to open and follows 2,250 April \$35 calls bought around \$5.20 on 11/16. Shares are working off the rising 21-MA and consolidating just below new highs with a measured move short-term out to \$42. The \$4.25B company trades 10X EV/sales with mid-20% growth. UPWK has grown into the world's largest work marketplace by GSV and seeing record adoption in Q3 as more businesses look to remote work solutions. UPWK has seen strong growth in 2020 as their offering gives large companies more flexibility, accelerates time to market on projects, and allows them to invest in highly-specialized labor. UPWK has shifted a lot of their sales force in recent months towards their Enterprise plan and catalysts into early 2020 as they launch new products like Virtual Talent Bench and Project Catalog, the latter a curated collection of projects which will officially move out of beta in February. UPWK continues to execute well on platform upgrades and expanding SEM on mobile and better international reach positions them for continued records on the client adds side in 2021. Analysts have an average target for shares of \$22 with a Street High \$42 from BTIG. The firm positive on 11/18 noting that even with the boost from COVID, online staffing today is at levels where online retail was 10 years ago, and investors should see many years of growth. Short interest is 4.15%. Hedge fund ownership rose 7.85 in Q3, Hawk Ridge Capital a top holder and adding to their stake.

Hawk Vision:



Hawk's Perspective: UPWK should continue to see upward drift and sets up as a multi-year growth story while also likely to close the performance gap with **FVRR**.

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Quidel Bulls Active as Shares Base on 200-Day Moving Average

Ticker/Price: QDEL (\$194.5)

Analysis:

Quidel (QDEL) trading back to the 200-day recently where shares are basing and today buyer of the January \$230/\$280 call spread 1,200X2,400 for \$4.75 debit, nice risk-reward play on a return back near 2020 highs. QDEL has recently seen buyers in the December \$185 and \$195 calls as well as the longer-dated March \$220 calls. The 20-day MA has been resistance lately but above \$205 can move back to \$220 which puts shares into a gap from 11/9. The \$8.46B company trades 5X earnings, 8.4X sales, and 43.5X FCF. QDEL has reacted poorly lately as COVID-19 vaccines move closer to being publicly available but diagnostic and testing solutions likely still have a significant place in a post-vax world and QDEL with a vast array of leading testing solutions. The company sees multiple avenues for COVID to contribute in 2021 and beyond as they launch their Sniffles small-diagnostic test and expand into more applications like physicians, clinical, travel, entertainment, and occupational health. The company likely sets up well in early 2021 as their flu/COVID assay should see strong demand this Fall/Winter while public awareness of antigen testing has grown. Their longer-term pipeline is also robust with the company laying out plans at their 11/12 Analyst Day for launches of their TriageTrue High Sensitivity Troponin I Test and their Savanna assay. Analysts have an average target for shares of \$219 but Street High \$363 from Craig Hallum. Piper positive on 11/9 and buying the dip after the Pfizer news as diagnostics will remain the primary front-line defense with the Biden Administration naming Testing the First Point of their Seven-Point COVID-19 Plan. Short interest is 5.96% and near four-year lows. Hedge fund ownership rose 7% in Q3. Insiders have been active in the name lately as well with the CEO buying \$2.7M in stock between June and September from \$160 to \$175. A director bought \$1.2M in stock on 9/14 at \$166 and another bought \$1M in stock at \$288 on 8/5.

Hawk Vision:



Hawk's Perspective: QDEL recent weakness looks to be an opportunity in a high quality name and the idea it will not continue to do well after a vaccine seems way overblown, and I still consider it a top play in a diagnostics group with a bright future.

Confidence Ranking: \$\$

Market/ETFs

NASDAQ (QQQ) with around 10,000 January 22nd (W) \$285/\$270 put spreads opening into highs. **QQQ** this morning with 1000 Dec. 2021 \$305 puts bought \$31 to \$31.30

Metals (XME) the March \$36/\$40 call spread bought for \$0.83, 25,000X, with top holdings CLF, X, WOR, ARNC, STLD, FCX, ATI, NUE and RS

Biotech (XBI) with 8000 Dec. 31st (W) \$135/\$120 put spreads opening as the \$125/\$110 adjust into strength following ASH

Brazil (EWZ) weak here this afternoon though 3200 January 2022 \$34 puts sold to open \$4.53 this morning, the March \$33 puts with 15,000X being bought

S&P (SPY) buy-write with 5000 March \$405 calls sold \$1.88. SPY with 3500 Jan. 2022 \$375 calls bought, an \$8.8M position adjusting January 2021. SPY seeing 6500 February \$350 calls take profits today as well

Consumer & Business Discretionary/Services

Abercrombie (ANF) buyer 750 May \$22 calls for \$3.30 as January \$20 calls roll

Kohls (KSS) with 10,000 January \$42.50/\$52.50 call spreads bought today as the \$35/\$45 spreads adjust higher into strength

Carvana (CVNA) with 5400 December \$195 puts sold to open down to \$0.52. **CVNA** into new highs with 3600 May \$250 calls sold to open \$50.50

Sirius XM (SIRI) with 19,375 January 8th (W) \$6.50 calls bought up to \$0.30 into the 21-MA pullback

Take Two (TTWO) 1450 January \$185 calls opening as \$180 adjust from a buy-write

Tapestry (TPR) the May \$22.50 puts being sold to open 1000X for \$1.46, small flag forming above its 21-day

Buckle (BKE) trading 30X daily calls in the opening hour with 1575 Dec. \$27.50 and 750 January \$30 calls hot

Home Depot (HD) January \$265 calls active into weakness 2000X near \$8.60 as \$270 adjust back and February \$270 calls active 1260X near \$9.30

fuboTV (FUBO) with 12,500 February \$30/\$40 call spreads bought for \$2.85, follows the large roll on Friday

Under Armour (UAA) the April \$15 puts sold to open 2,275X for \$1.25

Macys (M) the December \$14 ITM puts sold to open today for \$2.02 to \$2.04, over 3000X in stock replacements

Royal Caribbean (RCL) with the January \$80 synthetic long opening 5425X at \$1.70 debit

Disney (DIS) opening sale of 750 July \$150 puts for \$13.10, stock replacement

AutoZone (AZO) buyer 400 June \$1140/\$1100 put spreads into earnings tomorrow morning

Yum Brands (YUM) buy-write sells 1000 June \$110 calls \$5.10

American Eagle (AEO) buyer 10,950 Dec. \$19 calls \$1 as some \$16 calls adjust

Gap (GPS) buyer 5000 December \$22.50 calls \$0.46 as some weekly calls adjust

Lowe's (LOW) the December \$149 puts bought 1750X for \$2.65 today, continues to trend below the declining 21-day

Lululemon (LULU) the January \$360/\$350 bull put spread opening 1600X for \$4 with earnings on 12-10

Ross Stores (ROST) the February \$115 calls bought 2,125X for \$6.64, adjusting higher the \$110 calls that opened recently with the \$130 calls in spreads

Consumer Goods

Dollar General (DG) buyers 1000 December \$215 calls \$4.10 to \$4.20 in early trade

Big Lots (BIG) with 200 July \$35 ITM calls bought for \$14.70

Herman Miller (MLHR) a name that reports 12-16 with 1250 November \$45 calls sold to open \$4.75, could see impact of office furniture sale weakness

Peloton (PTON) the February \$135 calls sold to open today \$8.15 to \$7.95, 1725X

Callaway (ELY) buyers of 1,000 May \$22 calls for \$4.25 to \$4.40

Energy

BP (BP) the January 2023 \$27 calls bought \$2.73 to \$2.74, 1350X, after the bull flow last week and shares looking to clear the 200-day. **BP** another 5000 February \$20 calls bought after 5000X opened last week

First Solar (FSLR) now seeing 2000 January 2023 \$120 calls open \$13 to \$13.50. **FSLR** the January 2022 \$80 puts sold to open today 1000X for \$12.35 to \$12.25. **FSLR** now also with 1000 January 2022 \$75 puts sold to open \$9.85 to \$9.80. **FSLR** also 1000 each of the January 2023 \$110 and \$115 calls bought

Canadian Natural (CNQ) buyer of 1,100 ITM January 2022 \$10 calls for \$14.90, adjusting some January \$18 calls from April

Cimarex (XEC) buyer 1500 March \$45 calls \$2.25 offer to open

SunPower (SPWR) with 6000 June \$26 puts opening \$8.95 tied to stock

Philips 66 (PSX) opening sale 300 January 2023 \$55 puts for \$10.65

Financials

Zillow (Z) with 1000 December \$114 calls bought early, name with some bullish weekly call spreads in OI from last week. **Z** opening seller 275 January 2022 \$115 puts for \$27.55

Social Cap B (IPOB) with 1,000 ITM January \$15 calls bought \$10.50 to \$10.60 today, entity that will soon become **OpenDoor**

Ally Financial (ALLY) stock replacement opens 5000 June \$37 calls \$1.96

Fidelity (FIS) the March \$150 calls bought for \$9.56 to \$10 today, 1000X, in stock replacements. **FIS** another 1000 March \$150 calls bought this afternoon for \$9.72 in a stock replacement

Invesco (IVZ) the January 2022 \$17 puts sold to open today 1500X for \$3, follows put sales last week with activist Trian involved pushing them to do M&A

Square (SQ) with 500 January 2023 \$240 calls sold for \$53.40 in a buy-write

Progressive (PGR) opening sale 480 February \$90 puts \$6.50 to \$6.40 with its special dividend announced

American Express (AXP) with the January \$110 puts sold for \$10.90 in stock replacements, 1300X

Healthcare

IGM Bio (IGMS) with 1500 June \$60 puts opening \$15.50 into strength

Editas (EDIT) big move and 1900 January \$50 calls bought here as Dec. \$36 adjust. **EDIT** now another 1000 January \$50 calls bought as the January \$40 calls roll up

Orchard Therapeutic (ORTX) interesting opening seller 1000 January \$5 puts \$0.75 with shares at \$4.50

Invitae (NVTA) buyer 1000 January \$55 puts \$4.60 offer into sharp rally

Walgreen (WBA) opening sale 500 July \$42.5 puts \$4.80 bid, name that saw call action hot last week

Guardant (GH) opening sale 200 January 2022 \$135 calls at \$22, not giving a lot of room for upside in 2021

Elanco (ELAN) with 1,500 April \$29/\$25 put spreads bought for \$1.67 with 2,000 April \$35 calls sold for \$1.26

Boston Scientific (BSX) speculative action with buyers in 12,000 Dec. 31st (W) \$37 calls this morning

Biogen (BIIB) opening sale 200 June \$245 puts for \$32.80 with shares right near that price

Kura Oncology (KURA) fading the early move higher after ASH but seeing 1,000 January \$35 puts sold today between \$4.30 and \$3.60

Rite-Aid (RAD) buyer of 2,600 April \$20 calls for \$1.80 in a stock replacement

BioCryst (BCRX) on a run since last week when the FDA cleared its Hereditary Angiodema treatment and this morning news of \$325M funding from **Royalty (RPRX)** and Athyrium Capital to support the launch of Orladeyo and the development of BCX9930. Option traders this afternoon selling 1500 January 2022 \$10 puts to open for \$5.10, deep ITM

Bristol Myers (BMY) buyer 2000 January 2023 \$62.50 calls for \$8.20 adjusting the January 2022 calls

Phressia (PHR) buyer of 2000 December \$45 puts into strength

CVS Health (CVS) buy-write sells 4000 February \$77.50 calls \$2.32

Industrials

Adient (ADNT) with 1750 July \$40 calls bought today for \$5.80 as the July \$35 calls close 1250X and adjust higher

Tesla (TSLA) with 8000 December 31st (W) \$620 calls bought for \$53.90 as 5,500 of the \$570 calls close and adjust higher

Li Auto (LI) with 1,000 March \$31 puts sold to open today for \$6.60 to \$6.10, working on a reversal after momentum cooled the last three weeks

Welbilt (WBT) seeing March \$10 calls close near 5000X with the \$12.50 calls opening almost 4000X

Fluor (FLR) down 4.6% to session lows and earlier nearly 1500 January 2022 \$15 puts sold to open for \$3.30

DR Horton (DHI) hitting day highs, the May \$75 calls that caught buyers of a few hundred earlier are up over 8000X now

AerCap (AER) with 400 January 2022 \$50 calls bought for \$7.80 today, follows 4000 each of the March \$35 and \$32.50 puts sold to open last week

Materials

Rio Tinto (RIO) buyer 500 April \$72.50 calls \$5.20 to \$5.40

First Majestic Silver (AG) another 18,000 April \$12 puts bought up to \$2

Cameco (CCJ) hot with Uranium participating in the metals rally and 3500 July \$20 far OTM calls bought \$0.35 today. **CCJ** also 10,000 January \$13 calls now bought with December adjustments

Axalta (AXTA) opening sales 3100 January \$27 puts for \$0.50 to \$0.55. **AXTA** 7000 January \$32 calls bought here \$0.40 to \$0.45 after earlier put sellers, recent reports of potential Nippon Paint interest

Sociedad Quimica (SQM) with 1,000 July \$40 puts bought for \$3.40 with stock

Tenaris (TS) with 1500 June \$15 puts sold \$1.40 to open into day lows down 4.6%

Alcoa (AA) into afternoon weakness with 10,000 January \$25 calls bought up to \$1.28

Tech and Telecom

Microsoft (MSFT) early bull flow with 1870 September 2021 \$230 calls bought \$15.50 to \$15.80 offers, watch for break above \$217

Intel (INTC) with 500 June 2022 \$50 puts sold to open this morning \$7.90 into the dip following the AAPL article, although a story that is well known. **Intel (INTC)** lows with 10,000 December \$48 puts bought up to \$0.45. **Intel (INTC)** now a buy of 4000 September \$47.50 calls \$6.50 into session lows

Snap (SNAP) buyers of 1,945 January 22nd (W) \$50 calls for \$3.45 to \$3.50

Broadcom (AVGO) buyers 775 January \$410/\$390 put spreads into 12-10 earnings

Fire-Eye (FEYE) jumps with 2000 December \$15.50 calls bought \$0.47 to \$0.56

Lyft (LYFT) with buyers of the December \$46 puts for \$1.53 to \$1.57, over 1500X

United Micro (UMC) continues to run after unusual call buying a couple weeks ago and today 10,000 January \$10 calls opening \$1.08 in stock replacement

DocuSign (DOCU) with 495 June \$200 puts sold to open between \$17.45 and \$16.80

Salesforce (CRM) with 2600 June 2021 \$230/\$220 bull put spreads opening into recent weakness since its deal for Slack

Agora (API) opening sale 500 March \$35 puts \$4.60

Universal Display (OLED) buyer 250 January 2022 \$260 ITM puts \$55.70 to \$55.90

BrightCove (BCOV) after a big move with 2000 April \$22.50 calls sold \$1.05 to open, likely a long willing to be called away

Pinterest (PINS) the January 2022 \$55 puts sold to open 1300X for \$10.50 to \$10.40

Facebook (FB) with 7500 February \$265 calls bought \$32.95 looking to add to OI

Sea Limited (SE) with 500 January 2023 ITM \$240 puts sold to open for \$88, adjusting some January 2022 puts back

Pinduoduo (PDD) buyers active here for 800 January 8th (W) \$155 calls for \$8.55 to \$8.65. **PDD** also with 2000 December 31st (W) \$175 calls bought for \$2.65 to \$2.75

Cohu (COHU) strong run late last week and today 500 May \$40 calls bought \$6.05 in a stock replacement. The \$1.47B semi-equipment company has traded heavy volume on up days since early November and recently raising guidance

Dell Tech (DELL) buyer of 5,000 December \$67.50 puts for \$0.50 into the mid-day pop higher on a TV mention

Verint (VRNT) with 400 June \$60/\$70 call spreads bought today with the \$50 puts sold to open, common strategy in the name

Sumo Logic (SUMO) trade opens 500 November \$30/\$25 bull risk reversals into sell-off at zero cost

Bilibili (BILI) December \$85 calls with 7900X bought as the \$75's adjust

NVIDIA (NVDA) \$6M position opens with 1250 January \$510 calls \$48.35 as December adjust

Ambarella (AMBA) buyers active for 2350 December \$100 calls today into dip

Zoom Info (ZI) into weakness with the December \$45/\$50 call ratio spreads opening 5000X10,000

IQIYI (IQ) buyers of 5,200 December 31st (W) \$20 puts for \$0.44 to \$0.45 this afternoon with shares down 4.25%

TripAdvisor (TRIP) with 1000 June \$28 puts sold to open for \$3.65, stock replacement

Utility

Xcel Energy (XEL) buyer 1100 January \$70 calls \$0.80, unusual for the name and a Utility that screened well to peers for 2021

Disclaimer:

Not Investment Advice or Recommendation

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