

OptionsHawk

OPTIONS HAWK DAILY MARKET 2/13/2020

Sector Leaders

Payments

Semiconductors

Software

Stock Gainers

BTAI 17%

RDFN 16%

KELYA 13%

FOXF 11%

AEL 10.7%

SPAR 9.6%

XENT 9.5%

Volatility Gainers

- AGRX
- MYOK
- LL
- SPCE
- FEYE
- W

High Call Volume

- VOYA
- MYOK
- TGTX
- HDS
- PLAB
- FND
- ARNC

Bullish Options

- DE
- OXY
- PCG
- SFIX
- QCOM
- FEYE
- NVDA
- ROKU
- TGTX
- JD
- DIS

Market Review: Stocks were weak overnight and into the open a coronavirus fears resurfaced following new number reports, and the economic impact remains to be seen but most every company now mentioning in earnings reports. News was fairly light on other fronts, a good mix of strong/weak earnings reports out of Europe. Jobless Claims came in below expected and Inflation data a bit soft, overall market positives. Growth tech continued to lead as markets bounced early with Payments, Software and Semiconductors all strong groups. Biotech was weak as well as the China influenced areas like Solar, Oil, Industrials and Retail. The week will close with a bunch of economic reports tomorrow and overall the impressive resilience of the market against the negative headline backdrop continues to stand out.

S&P Chart:



Resistance	Support
3,380	3,340
3,440	3,300
3,525	3,010

Options Action Trends: Puts active early in China names like **HTHT**, **ATHM** and **MOMO**. Flows were bullish in Semiconductors like **QCOM**, **STM** and **NVDA**. Some large call spreads opened in Biotech names with upcoming data, **MYOK**/**TGTX**/**AXSM**.

What's On Tap: Retail Sales, Import/Export Prices, Industrial Production and Consumer Confidence. Earnings from **AZN**, **YNDX** and **NWL**.

Trade Tracker Portfolio Changes:

- 1) **Spotlight:** Long **ORCL** June \$57.5 Calls \$1.75 – No Fill
- 2) **Earnings Flow Trades:** Long **ANET** June \$240/\$270/\$290 Call Fly at \$6.50'
Long **GDDY** February \$72.5/\$75 Call Spreads at \$0.85
- 3) Closed **R** Put Spreads \$2.10 (Opened \$1.10); Closed **TPX** Call Fly \$2.80 (Opened \$1.35)

Sector Laggards

Solar

Oil Services

Biotech

Stock Losers

NRBO -30%

SPWR -16.8%

AVRO -14%

NUS -13.5%

DCPH -13%

ONEM -12.2%

KAI -9.7%

Volatility Losers

- XBIT
- INST
- PLAB
- TRIP
- PS
- RDFN

High Put Volume

- ATHM
- R
- MTW
- HTHT
- WUBA
- IPGP

Bearish Options

- WYNN
- MOMO
- HTHT
- ATHM
- KHC
- URBN
- CHKP
- GDI
- SHOP
- CHRW
- AAPL



Exxon Mobil Bulls Position for Eventful Investor Day

Ticker/Price: XOM (\$61.25)

Analysis:

Exxon (XOM) late spreads selling 9500 June \$55 puts and buying \$62.5/\$70 call spreads. XOM also with 5000 January \$50 puts sold to open \$1.61 to \$1.57, the March \$65 calls active near \$0.50 for a second straight day as more than 25,000 traded, and 3500 September \$62.50 calls opened, the most bullish day of flows in XOM in a very long time. XOM has also seen 7500 January \$60 calls open since December. XOM shares recently broke key support and back near a volume node support from the 2005-2010 trading range, also sit just above a 61.8% retracement of the 2002/2014 range at \$58.30. Shares are very oversold with some signs of basing and needing to clear the short-term 8 day moving average for a reversal. The \$257B Oil & Gas giant now trades 16.2X Earnings, 7X EBITDA and 1.36X Book with a 5.75% dividend yield. XOM forecasts call for a return to topline growth in 2020 and 11% EBITDA growth. XOM has been ramping up its Permian business and made 6 deepwater discoveries in 2019 with 5 in Guyana. The market has been expecting XOM to explore M&A in this price environment and on the latest call the CEO said the focus is on organic but did not rule out deals while also active with divestments. Analysts have an average target of \$74 and short interest is low at 1% of the float though near a three-year high. XOM will host an Investor Day on 3-5-20 as a potential catalyst. The CEO bought \$200K of stock this week. Goldman cut to Sell on 2-3 citing downside to long-term consensus estimates, elevated relative valuation versus peers, lack of free cash flow limiting capital returns, and risk to long-term return on capital employed targets. It notes the core of the Exxon bull case has been predicated on the company improving its return on capital, with a 15% ROCE 2025 goal set out at the 2018 Analyst Day. We see clear risk to this goal, with our own modeling showing an 8% ROCE in 2025 on a combination of lower downstream margin assumptions, lower crude price forecasts and risk around execution/capture rates. BAML reiterated a Buy with a \$100 target noting noise around dividend stability is overblown and XOM is borrowing against an AAA balance sheet to fund discretionary spending that underpins unique capacity for long-term dividend growth. BAML notes "Near term growth is anchored on the Permian, expected to be cash neutral from 2021; longer term, industry leading margins in Guyana with production risked higher ahead of its 3/5 analyst day anchor visibility for a 2x increase in c/flow we believe can support dividend growth of 7% through 2025. This sits in contrast with recent history of XOM's closest peer, RD/Shell which has a stagnating c/flow outlook and a dividend that has flat lined for the past five years. XOM is investing at the bottom of the cycle; we advocate investors do the same."

Hedge Fund ownership declined 2.8% in Q3 filings.

Hawk Vision:



Hawk's Perspective: XOM is ugly with the rest of the Oil & Gas space but this flow is interesting into a key catalyst and upside calls are cheap for speculation.

Confidence Ranking: \$\$



Goldman Calls Bought as Shares Consolidate Uptrend

Ticker/Price: GS (\$238.65)

Analysis:

Goldman Sachs (GS) strong setup with shares pulling back to the rising 50-MA after a strong run and size buy of 1,500 June \$245 calls for \$9.15 last week. Shares have been on a nice run since October with a move above \$245 targeting a run to \$265. The \$85.86B company trades 8.7X earnings, 1.09X book, and 0.91X cash with a 2% yield. GS is targeting high-single digit growth over the next two years. GS held their first analyst day and set out some ambitious three-year goals including an ROE above 13% and ROTE above 14% with a 60% efficiency ratio. Longer-term, the financial is targeting mid-teens return as their Consumer Banking ventures mature and they build out their Wealth Management offerings. GS had a number of smaller drivers including expansion into Japan and China, a small business loan partnership with Amazon, and growth in their long-awaited Marcus app. Analyst have an average target for shares of \$269. Citi raising their PT to \$290 on 2-5 and the firm believes Goldman is "on the right strategic path" and ultimately the company will be successful in executing on many of its initiatives and drive returns higher. DA Davidson raising their PT to \$310 on 1-31 and notes that the company's cost-cutting plan may have lifted the stock in the short term, but he also sees its longer-term plan generating more shareholder value with greater revenue diversification to match that of its universal bank peers. Short interest is 1.9%. Hedge fund ownership fell 0.5% in Q3. Senator Investment a top holder with a new 550,000 share position.

Hawk Vision:



Hawk's Perspective: GS has a nice wedge set-up and setting \$244.20 as a key volume node breakout alert.

Confidence Ranking: \$\$



FireEye Speculative Upside Calls Accumulate Size

Ticker/Price: FEYE (\$15.75)

Analysis:

Fire-Eye (FEYE) early buyers of 18,000 March \$17 calls up to \$0.55 and then 2,900 March \$16 calls bought \$0.70 to \$1 and looking to add to recent flows. FEYE has had 18,000 February \$16 calls bought this week and another 5,000 looking to add today while the February 28th (W) \$16 calls bought 5000X on 2-12 and still some bullish OI in the June \$15 and \$17 calls and the January \$20 calls. Shares traded strong in late 2019 up to \$18 and pulling back to the 200-MA at \$15.25 and the 50% retracement, nice risk/reward spot to trade against. A move above \$16.05 and the 20-MA sets up a move back to \$17.5 and prior VPOC. The \$3.55B company trades 3.77X EV/sales and 3.56X cash with estimates for 51.28% and then 54.47% EPS growth in the next two years. They see accelerating revenue growth for the first time in years going out to 2022 and moving above \$1B in annual revenue in FY21 as they transition plan continues to gain traction. The company reported a strong shift in their overall mix last quarter with Platform/Cloud/Managed Services businesses now 59% of billings and up from 23% last year. They continue to see upside in the near-term from adoption and shift from their legacy on-premise customers. FEYE was at the Goldman Tech conference this week and commenting on the big opportunity with geopolitical cybersecurity. The company noted that they have an expansive reach with 22 nation-states under watch and near 2,000 clusters of activity. FEYE sees these emerging risks as a big driver for higher enterprise spend from CSOs and CIOs in the coming years. Analysts have an average target for shares of \$19 with 8 buy rating and 8 hold. BAML downgrading to Neutral in January seeing some risk to management's assumption that the growth segment billings grow at a 30% CAGR through 2024. Sun Trust upgrading to Buy on 1-7 seeing potential opportunity from global cyber disruptions. They note that recent events in Iran and Iraq have put the spotlight on cybersecurity and will lead to increased government and private sector spending in both fiscal 2020 and 2021. They also continue to see FEYE as a prime acquisition candidate. Short interest is 7% and declining since September when it was 9.7% and steadily lower since 2017 when it was around 19.5%. Hedge fund ownership fell 17.25% in Q3 but Clearbridge a big buyer of 10M shares.

Hawk Vision:



Hawk's Perspective: FEYE has always been subject of speculation, and out of this pullback trend upside cheap calls are looking attractive with recent lows a nearby level to trade against.

Confidence Ranking: \$\$



Bears Target CheckPoint Puts into Resistance Level

Ticker/Price: CHKP (\$118.25)

Analysis:

CheckPoint (CHKP) large buy 2000 May \$120 puts up to \$5.40, lagging cyber security name losing share to newer Tech, and does have 2000 February \$110 short puts in open interest through next week. The January \$100 puts bought 750X to open back in December and 1150 January \$110 puts in OI from buyers. CHKP shares have rebounded the last two weeks to a 50% retracement and near major volume node resistance at \$120. Shares have major support at \$110 that if tested again is likely to break and send shares sharply lower. The \$18.2B company trades 17.45X Earnings, 14X EBITDA and 6.8X EV/Sales. It recently beat expectations and expanded the buyback by \$2B but the Q1 outlook was lackluster. Forecasts see just 3% revenue growth in 2020 and 2021 and 5.5% EPS growth. Analysts have an average target of \$118.50 and short interest high at 11.4% of the float and trending upwards to a five-year high. William Blair downgraded shares on 2/4 seeing challenges ahead. Jefferies sees shares fairly valued giving it credit for its scale and margin but lackluster growth weighs on valuation. Hedge Fund ownership rose 1% in Q3 filings.

Hawk Vision:



Hawk's Perspective: CHKP is a name I dislike and putting in some alerts for a momentum break, looks like a good short up here or candidate for bear call spreads.

Confidence Ranking: \$\$



Chegg Traders See Opportunity into Earnings Sell-Off

Ticker/Price: CHGG (\$40)

Analysis:

Chegg (CHGG) a quality name selling off after earnings this week, despite strong numbers, and back at the 55-MA with bullish flow the last two days. Yesterday, the April \$40 calls bought over 1,000X and adding to OI and today 400 July ATM \$40 puts sold to open for \$3.90. CHGG has some OTM February, March and April calls as well in OI. Shares are in a strong trend from the September/October lows and pulling back to the 38.2% retracement this week as well. The longer-term weekly has resistance back up at \$45 with a move higher targeting \$60. The \$4.86B company trades 41X earnings and 6.1X cash with strong growth projected with sales up 21.5% in FY21 and EPS up 25%+. The company continues to see wide adoption with 15M unique visitors per month and a growing, high-margin services business that added 2.5M members and 31% revenue growth. CHGG is a disruptive force in the direct-to-student learning market with a massive market opportunity. They're in the early stages of International Expansion with 18M potential students in the UK, Canada, and Australia vs 36M in the US. Analysts have an average target for shares of \$47.50 with 11 buy ratings and 1 hold. JP Morgan raising their PT to \$46 on 2-11 seeing the early results of Study Pack as promising. MSCO starting at Buy in November noting that the company's efficient customer acquisition should offset investor concerns about limited lifetime value of Chegg subscribers. Citi with a \$50 PT and positive on the long-term metrics seeing revenue CAGR of 20% through 2023. Short interest is 13.9% and down from around 17% in November. Hedge fund ownership rose 2.5% in Q3. Baillie Gifford a top holder with 14.4M shares.

Hawk Vision:



Hawk's Perspective: CHGG is an intriguing growth name and see no good reason why it is down and expect it to base and move higher from here.

Confidence Ranking: \$\$



DropBox Calls Bought as Management Changes Spark Renewed Optimism

Ticker/Price: DBX (\$18.60)

Analysis:

DropBox (DBX) buyer 5000 July \$21 calls at \$1.25 and \$1.30 offers to open this afternoon, a name that has seen mixed action and has 5000 weekly \$18 calls in open interest from a 2/5 buyer, over 7000 February \$20 calls bought, March \$19 calls bought 2000X, and a lot of size in April expiration calls with earnings due out 2-20. DBX on the weekly is forming a long basing pattern with notable bullish RSI divergence and nearing a move above its 21 week EMA that would coincide with a post-IPO trend breakout of its slide since 2018. Shares would likely target \$22 upside initially. The \$7.8B provider of a collaboration and storage platform trades 31.7X Earnings, 24.35X FCF and 4.2X EV/Sales. DBX announced a new COO recently from Google Cloud and has been a name with activist speculation. Forecasts are looking for 15% revenue growth in 2020 with 23.7% EBITDA growth. Spruce Point was out negative on the name recently with a short report. The CEO bought \$9.5M of stock in November. DBX has seen a nice trend higher in premium users and ARPU expansion. Analysts have an average target of \$28.50 and short interest at 7.5% of the float has been on the rise. Jefferies cut shares last month with a \$19 target on a lack of catalysts. Canaccord positive in October calling it a favorite value name with a \$35 target and likes the management changes. Hedge Fund ownership jumped 14.7% in Q3 filings, Salesforce owning a small stake. BAML out on 1-30 noting the COO change shows a new product push, and likely news sales tactics. They have a \$32 target seeing improving execution and cheap valuation.

Hawk Vision:



Hawk's Perspective: DBX looks quite cheap for growing EBITDA at this pace and potential to really make some changes while the chart says this is a key bottom, like April \$19/\$23 call spreads near \$1 as nice reward/risk.

Confidence Ranking: \$\$

Additional Options Flow

Market/ETFs

Semi (SOXX) with 1000 July \$240 puts opening \$7.50 to \$7.70 today

NASDAQ (QQQ) buyer 5000 June \$233 puts today for \$8.50, and April \$221 puts active with buyers 11,500X \$3.04

S&P (SPY) March 11th (W) \$340 calls active 7500X with buyers early today, and block of 3500 September \$340 calls opens \$12.69 for \$4.4M

Consumer Discretionary/Services

Starbucks (SBUX) base breakout seeing 2000 Feb. 28th (W) \$90 calls bought early

Disney (DIS) with 4000 March \$140 synthetic long positions opening

Lumber Liquidators (LL) buyers early of 1,000 May ITM \$5 calls for \$2.75 to \$2.85

Urban Outfitters (URBN) with 1,950 March \$27 puts bought \$1.28, some \$25 puts adjusting and over 7,000 at the strike so more could adjust

Stitch-Fix (SFIX) buyer 700 June \$26 calls for \$3.70. **SFIX** also with 1000 January 2022 \$15 puts sold to open for \$2.45 as a stock replacement

China Lodging (HTHT) with 2500 March \$35 puts opening \$1.85 to \$1.90

Target (TGT) buyer of 1000 June \$115 calls \$9.40

Five Below (FIVE) with 350 August \$115 calls bought \$11.10 to \$11.60 this morning

Floor and Decor (FND) with 2650 July \$60 short calls opening \$3.40 with shares breaking out, the March and April \$55 calls both closing , likely adjusting a buy-write

Grand Canyon (LOPE) with 1000 March \$90 calls bought today \$3.40 to \$3.60 into earnings

Altice (ATUS) with 1,500 January 2022 \$27 calls bought today \$7.00 to \$7.20, Raymond James upgrading to Strong Buy today as a strong FCF story

Dish Network (DISH) with 2,500 February \$42 calls bought for \$1.05 in a stock replacement, earnings 2-19

World Wrestling (WWE) with 525 July \$40 puts sold \$3.60 to open while March \$50 calls bought 4000X earlier today

Foot Locker (FL) with 1,300 January \$37.50/\$30 put spreads opening today for \$2.76, the \$42.50/\$35 spreads moving down

Choice Hotels (CHH) earnings on 2-18 and buyers today of 550 February \$105 calls up to \$2.65 to open, higher the last two

Hanes (HBI) with 2,000 April \$14 calls bought for \$0.95 and also seeing 2,000 March \$14 calls bought \$0.725

Melco (MLCO) buyer 1500 July \$19 puts to open \$1.10

Penn (PENN) with 1000 April \$38 calls bought \$2.55

TJX Co (TJX) with 1500 March \$65 calls sold \$1.10 in a buy-write

G-III Apparel (GIII) with 1,275 March \$25 calls bought \$3.25 to \$3.40

FarFetch (FTCH) buyers of 2,650 March \$12 calls for \$1.75 this afternoon, nice flag forming

Aaron's (AAN) with 1200 March \$60 puts bought \$4.50 offer

Consumer Goods

Yeti (YETI) opened lower despite strong numbers and seeing 3000 February \$34 calls bought into early weakness

Peloton (PTON) buyers of another 4,000 March \$30 calls for \$1.90 to \$2

Kimberly Clark (KMB) with 1,150 July \$125 puts sold to open today for \$1.20 to \$1.15, name with size calls in OI

USANA (USNA) with a buyer of 2,000 April \$70 puts for \$3.05, the \$55 puts adjusting back

Mondelez (MDLZ) with 10,000 March \$62.5 calls bought \$0.10 to \$0.13. **MDLZ** also with 3,400 March \$60 calls bought \$0.59 to \$0.60

Energy

Noble Energy (NBL) with 3,000 February \$20 calls bought \$0.60 and the March \$20 calls also active 1,380X from \$1.05 to \$1.10

Holly Frontier (HFC) buyer of 2,000 February \$43 puts for \$0.95 into 2-20 earnings

Diamondback Energy (FANG) with 575 June \$65 puts sold to open today down to \$2.90, continues to see bullish flow this week into 2-18 earnings

Enphase Energy (ENPH) with 2,500 May \$40 puts bought \$5.80 to \$5.90 into strength and earnings 2-18

Marathon Petroleum (MPC) with 20,000 April \$65 calls bought up to \$1.25

Petrobras (PBR) buyers into the lows of 9,500 February \$14.50 puts ahead of 2-19 earnings

Occidental Petro (OXY) holding up better than most Oil peers and 5000 September \$40 puts sold to open today \$3.825

Financials

Voya (VOYA) with 4000 March \$65 OTM calls opening \$0.62 to \$0.77. **VOYA** now also with 4,000 March \$70 calls bought. **VOYA** note on 1-9 from the FT that the company had held talks with AIG, PRU over a sale but disagreement over price, although both sides still interested

Deutsche Bank (DB) trade opens 10,000 January 2022 \$15 calls for \$1.05, recently 18K of the \$10 calls opened

Healthcare

United Health (UNH) with 3000 March \$330 calls sold to open own to \$1.45

TG Therapeutic (TGTX) buyer 5000 May \$16/\$22 call spreads for \$2.30. **TGTX** has key Phase 3 data in MS coming up around mid-year

Myokardia (MYOK) with 3,000 June \$75/\$110 call spreads bought for \$13.10, strong biotech with Phase 3 data in hypertrophic cardiomyopathy due in Q2. **MYOK** also 1800 June \$65/\$60 bull put spreads open. **MYOK** buyer of 600 Apr \$60 puts tied to stock as well

Axsome (AXSM) buyer 1300 April \$90/\$125 call spreads for \$11.40, adjusting some Feb risk reversals

Gilead (GILD) spread buys 2000 August \$70 calls and sells March \$77.5 calls for \$3.01

EcoLab (ECL) unusual call buys yesterday and today 1000 February \$210 open near \$2.50 into earnings 2-18. **ECL** also with 500 February \$207.50 calls opening today up to \$4.25

LabCorp (LH) with 300 August \$185 calls bought around \$18 as the February \$160 calls adjust

Amgen (AMGN) with a \$1.6M October \$205 call position opening 585X as June adjust

Bristol Myers (BMY) opening sale 600 December \$65 puts \$5.05 bid

Sarepta (SRPT) with 565 April \$130 calls bought today around \$8.09, the March \$130 calls adjusting

BioHaven (BHVN) with 2,000 March \$45 puts sold to open today for \$7.80, stock replacement ahead of data. **BHVN** also a spread selling 2000 March \$35 puts and buying \$55/\$70 call spreads. **BHVN** now with 5000 April \$55 calls bought \$6.05

Teva (TEVA) stock replacement sold 2000 January 2022 \$12 puts to open \$2.77

Teledoc (TDOC) moving to the highs of the day with 2,000 February \$110 calls bought up to \$3.80, earnings not until 2-26

ICU Medical (ICUI) with 475 February \$220 calls opening up to \$6.90 today, the February \$190 calls closing 200X and adjusting, small flag forming

SAGE Therapeutics (SAGE) buyers of the February 28th (W) \$75 calls or \$1.40 to \$1.60 ahead of their earnings on 2-27

Baxter (BAX) sale 1500 Mar \$97.5 calls \$0.71 in a buy-write

Industrials

Deere (DE) with 1500 March 27th (W) \$177.50/\$182.50 call spreads opening early for \$1.40 ahead of 2-21 earnings

United Rental (URI) roll of 1000 Feb. 28th (W) \$155 calls to the \$165 calls

Tesla (TSLA) responding well to the negative news flow again, and 1000 May \$1170 calls are bought \$18 to \$18.70 to open. **TSLA** highs, 1000 Apr \$1320 calls bought earlier \$4.45 offer as well. **TSLA** afternoon trade opening nearly 1500 January \$950 calls near \$127.50 average for \$19M

Gardner Denver (GDI) with 1500 March \$36 puts opening \$1.40 aggressively

Dover (DOV) with 518 June \$115 calls sold \$7.70 bid to open

CH Robinson (CHRW) breaking lower today with puts in OI and August \$62.5 puts are bought \$1.85 offer 555X

Virgin Galactic (SPCE) seeing 3000 January 2022 \$22 calls open \$9.80 to \$10.10

HD Supply (HDS) with 3,500 September \$45 calls opening today for \$1.80, adjusting some March \$40 and \$42.50 calls, both positions adjusted once before in September after announcing their split

Lyft (LYFT) spread bought over 4000 Mar. 13th (W) \$49 puts and sold April 3rd (W) \$42.5 puts

Westinghouse (WAB) buyers today for 1,250 March \$75 calls for \$4.50 to \$4.80, shares consolidating under \$80 and a big breakout with earnings on 2-18

Generac (GNRC) opening sale 2000 May \$120 puts for \$10.20 showing a lot of confidence

Fluor (FLR) 3500 Feb \$20.50 calls open \$0.95/\$1 into earnings 2-18

Materials

Lyondell (LYB) stock replacement opens 3000 March \$85 calls for \$2.05

Arconic (ARNC) stock and IV rising with near 10,000 February 28th (W) \$34 calls bought up to \$0.60. **ARNC** with 1000 February \$33.50 calls bought as well today

Barrick (GOLD) sweep buyers 1280 Mar 27th (W) \$18 calls \$1.35

EuroNav (EURN) near base breakout and 2000 August \$10 puts sold to open \$1.35

Tech and Telecom

Qualcomm (QCOM) buyers 3000 June \$100 calls \$2.70 into early weakness

ST Micro (STM) with 500 January 2022 \$40 calls bought \$3.30 offer aggressively

NVIDIA (NVDA) with another 1500 June \$290 calls bought \$16.45

Netflix (NFLX) with 3450 March \$420 calls sold to open \$3.45, likely writing against stock position after the run

Momo (MOMO) early buys of 6000 April \$30 puts \$2. **MOMO** opening seller 1000 July \$32 puts at \$4 bid

JD June \$45 call sweeps here 2000X up to \$2.49

Autohome (ATHM) with 1,340 February \$75 puts bought up to \$1.70 to open today amid coronavirus headwinds

Shopify (SHOP) buyer 400 March \$550 puts for \$32

Intel (INTC) block of 5000 May \$72.5 calls trades \$1.50 mid-market, buy-write

Ring Central (RNG) with 175 December \$250 calls bought today from \$31.70 to \$33.10, very strong name the last three years

Cognizant Tech (CTSH) with 750 April \$70 calls opening \$1.80, appears Feb. 28th (W) adjusting while 1250 Mar. 27th (W) \$70.5 calls also open \$1.20

Skyworks (SWKS) strong move all morning and 700 Mar 13th (W) \$130 calls bought \$1.40 offer

Apple (AAPL) with 3500 June \$325 puts bought near \$19.55 to open for \$6.5M. **AAPL** size seller of Feb. 28th (W) \$327.5 puts to open midday at \$7 for around 2500X

Datadog (DDOG) with 1,000 February \$50/\$43 bull risk reversals open for \$2.10 into earnings. **DDOG** 750 Mar \$49 calls sold to open \$4.40 bid

Interactive (IAC) stock replacement sells 2000 January \$230 puts for \$23

Arista (ANET) into earnings with 875 weekly \$245 calls bought \$8.60 to \$9.10, the \$240 calls bought 350X at \$11.50 against the \$215 puts and sold \$260 calls as well

SmartSheet (SMAR) IV rising with 2,300 February \$50 calls bought \$1.45 to \$1.50, trading against OI

Norton Life Lock (NLOK) with 6000 March \$19 calls bought to open near \$2.17, look to be adjusting April \$21

Wayfair (W) into weakness with 1500 Mar. 6th (W) \$100 calls bought in offer seeps up to \$3.50, also 745 of the \$85 ITM calls at \$8.60, earnings 2-28

Mercado Libre (MELI) seeing February positions adjust and buy 500 March \$710 calls \$31.80 and sell 400 of the \$680 puts \$23.70

Alibaba (BABA) with 12,000 March \$215 puts opening \$5.40 as February \$220 adjust

ZenDesk (ZEN) highs here and unusual 785 April \$110 far OTM calls bought \$0.40 to \$0.45

Autodesk (ADSK) buyers of 1,625 February \$210 calls for \$2.04 to \$2.07

Microchip Tech (MCHP) large buys coming in for 6000 April \$110 calls \$5.80 offer as March \$100 adjust

CyberArk (CYBR) bullish spread into weakness sells 2,600 August \$100 puts to buy the \$125/\$145 call spread for a net \$1

Roku (ROKU) with 2,500 July \$135 calls bought this afternoon \$26.20 up to \$27 into earnings

Fortinet (FTNT) with 875 March \$115 calls opening today near \$6.25, lots of adjustment trades, setting up well under \$120.5

Paycom (PAYC) rebounding off a base today and 310 August \$340 calls bought \$20.80 offer to open this afternoon

Chewy (CHWY) seeing 800 April \$29 calls bought \$2.50 to \$2.60 as shares emerge out of a nice base

Utility

PG&E (PCG) with 5,000 March \$19 calls bought for \$1 and spread with sales of the June \$13 puts for \$1.25

PPL Corp (PPL) IV jumpy with 4,000 February \$36 puts bought for \$0.30 into earnings tomorrow

Next-Era (NEE) rising this afternoon with 4000 OTM February \$280 calls active with buyers

Disclaimer:

Not Investment Advice or Recommendation

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