



Sector Leaders

Bonds

Banks

Staples

Stock Gainers

CGNX 5.65%

DLTR 5.6%

AR 5.25%

EXEL 5%

RCM 5%

PLMR 4%

Volatility Gainers

- NRGV
- NU
- PPC
- TDOC
- SQ
- SAM

High Call Volume

- IDV
- DGRO
- HDV
- CARG
- DVY
- CMC

Bullish Options

- CZR
- CYH
- JD
- AAL
- BABA
- MA
- PDD
- TDC
- COIN
- AMR
- HUN
- STZ

Market Review: Stocks rebounded modestly overnight as mixed messages continue to come out of Russia with a meeting of leaders now planned for next week. Growth stocks continue to get clipped in the new environment with **ROKU, RDFN, DKNG** a few of the latest crashes after posting results with the market more focused on quality metrics such as profits and FCF. The pre-market gains quickly evaporated on reports of mass evacuations ahead of an attack. In US data, Home Sales came in very strong above forecasts. It was another risk-off morning with Bonds, Banks and Consumer Goods higher. Breadth remained weak all day with no real buyer interest into the long-weekend and mounting geopolitical risks though the selling was also fairly muted and felt more like Retail selling with the VIX barely moving. Next week we will look for more clarity, clearly a broken market and time for patience and reiterate most of the weakness remains centered in the Tech space, an area to avoid in this environment.

Nasdaq Chart:



S&P Resistance	S&P Support
4500	4300
4590	4225
4630	3940

Options Action Trends: Call buyers active early into Chinese Internet dips with **BABA, JD, PDD**.

What's On Tap: Looking ahead to next week it will be a four-day trade week with February Flash PMI in focus to start the week and later in the week key Macro data like GDP, Durable Goods and Spending/Income while the Fed & Russia remain the markets main focus. The earnings schedule remains fairly active with key reports including **HD, LOW, INTU, MDT, BKNG, BUD, TJX, SQ, PSA, MRNA, ADSK, PANW, COIN, DELL, MNST, A, CDNS, ZS, EBAY, LYV** and more.

Trade Tracker Portfolio Changes:

- 1) No Changes

Sector Laggards

Internet

Software

Solar

Stock Losers

ROKU -25%

RDFN -25%

DKNG -20%

RBA -15%

PPC -14%

RBLX -9.3%

Volatility Losers

- LTHM
- RUN
- DWAC
- SHAK
- DKNG
- RDFN

High Put Volume

- AXTA
- IPO
- ELAN
- RXT
- QFIN
- WRBY

Bearish Options

- WPM
- ABNB
- DKNG
- JBHT
- MDT
- TGT
- PLTR
- KKR
- APP
- ABT
- SQ



FEATURED OPTIONS RADAR REPORT



Large Bull Sticks with 5G Chip Leader

Ticker/Price: QCOM (\$166.8)

Qualcomm (QCOM) has 25,000 June \$165 calls in open interest from large buyers on 2/7 and 2/8 adjusting positions. QCOM is a name that sees a lot of options trades and has also seen some April \$165 and \$160 puts bought as well as 2000 June \$180 puts on 2/9 but the June \$165 calls is a \$55M position. QCOM has outperformed Tech down just 5.6% YTD and coming off two real strong quarters. Shares are at the low-end of this \$160/\$190 range that targets a breakout move to \$220. QCOM has moved back below its key moving averages and preferably see a bullish 8/21 daily moving average crossover. QCOM is a global chip leader in the wireless industry that has expanded from mobile to IoT, Automotive and Industrial while being a prime beneficiary of the upcoming 5G ramp cycle. QCOM continues to see momentum from their key customers with Oppo, Vivo, Xiaomi, and others all gaining market share, especially around the premium tier, which is creating positive momentum for QCOM. QCOM has a market cap of \$205.65B and trades relatively cheap at 13.7X Earnings, 11X EBITDA and 5.7X Sales with a 1.58% dividend yield. Consensus forecasts see revenues rising 26% this year and EBITDA up 30.8%. QCOM provided strong guidance for next quarter with it winning higher content with new Snapdragon chipsets and increasing share of the China brands where the company had been constrained. QCOM is also showing strong operating leverage with upside to pricing. Increased supply capability is expected to be a positive tailwind for QCOM through 2022. The company sees ample opportunity for both Qualcomm and competitors to grow as chip vendors aim to capture the Huawei replacement opportunity in China. Management sounded optimistic on the company's longer term opportunity in Automotive. QCOM held an Investor Day in November outlining its growth prospects and de-risked the Apple situation with those numbers mostly removed from forecasts. Analysts have an average target of \$215 and short interest is low at 1.3% of the float. Baird raised its target to \$250 earlier this month citing strength in premium and market share gains with multiple growth avenues outside of handsets.

Hawk Vision:



Hawk's Perspective: QCOM is one of the safer Tech owns at this valuation but still want to see some price-action improve in this weak market environment.

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Unusual Upside Calls Bought in Alternative Asset Management Co. with Unique Business

Ticker/Price: OWL (\$11.85)

Blue Owl Capital (OWL) traded more than 13,000 calls on 2/17 with nearly every contract on the offer and 175X daily call volume with 5500 August \$15 calls bought for \$0.80 and 6200 March \$12.50 calls bought for \$0.70 into weakness following its quarterly results. OWL shares have been volatile over the past year with shares ranging from \$10 to \$18 and currently down 20% YTD. Blue Owl Capital Inc. is a leading alternative asset management firm with approximately \$62.4 billion in combined AUM. Its operations consist of eight differentiated investment strategies, and manages eleven permanent capital vehicles, five of which are business development companies. OWL gets 100% of earnings from FRE and has a mostly permanent capital AUM base allowing for durability. OWL's GP Solutions business (legacy Dyal) operates in a niche segment of private markets where investors (LPs) capital gets invested in minority stakes of other Alternative asset manager businesses (GP stakes). Given significant growth characteristics of the private markets industry, long-term capital duration and strong free cash flow generation, investor demand here has been healthy. The space has grown from fairly immaterial amounts to about \$50B in AUM industry-wide but remains dominated by just a handful of firms -- Dyal being the largest with 50% market share. OWL's legacy Dyal business is uniquely positioned to capitalize on accelerating sales of minority stakes in Alternative asset managers amid rising needs for growth capital and potential for higher capital gain taxes. The US direct lending space has been growing rapidly but remains relatively small in the context of total US corporate debt. Forecasts see OWL earnings growing at a 40% CAGR through 2024 with a 30% revenue CAGR with growth to be evenly split between OWL's GP Solutions and its Direct Lending businesses. Sponsor-led lending prospects are robust, supported by favorable supply/demand dynamics, record Private Equity capital available for deployment, and a shift away from public syndication. Direct Lending industry has grown at a healthy 17% CAGR since 2015, but at a little over \$300B remains only at 10% of Levered Credit markets (HY + Syndicated Loans), creating ample runway for additional growth and share gains. OWL has a market cap of \$16.5B and trades 25.15X Earnings with a 3% dividend yield. Analysts have an average target of \$19 with short interest at 4% of the float. BAML recently started at Buy with an \$18 target as a high yield, high margin, high growth business with a capital-light model. Goldman added to its Conviction Buy List on 1/3 seeing 40% upside with OWL having the strongest FRE growth outlook over the next several years. UBS started at Buy in December with an \$18 target.

Hawk Vision:



Hawk's Perspective: OWL looks to be a great business at a fairly attractive value and strong yield, this weakness a likely long-term buying opportunity despite the unhealthy market.

Confidence Ranking: \$\$

Additional Options Flow

Market/ETFs

Consumer Discretionary (XLY) with 5000 April \$160/\$150 put spreads bought for \$1

China Internet (KWEB) buyer 5000 March \$36/\$32 put spreads for \$1.39

S&P (SPY) with 34,000 March \$458 calls opening this morning as the \$465 calls are sold against in bull spreads, though much larger action buying 16,000 May \$399 puts for \$16M

Gold (GLD) stock replacement opened 5000 September 30th (Q) \$179 calls for \$8.15

IPO ETF (IPO) with 3500 March \$44 puts opening as Feb. puts adjust

Russell Midcap (IWP) with 5500 March \$96 puts being bought this morning for \$2.95 to \$3.10, bear flagging under a major breakdown volume node with room back to 87

Russell Value (IWD) also unusual put buys with 2400 May \$147 for \$2.10 to \$2.35

Treasury (TLT) some more bull spreads today with 5000 August \$140/\$149 and 10,000 March \$138/\$145 with the \$134 puts sold.

Consumer Goods

Onon (ONON) with the 2250 Feb. \$30 short puts from a trade 1/18 adjusting to March \$30 short puts, earnings early March and has the 12K Jan.\$25 short puts in OI

Constellation Brands (STZ) buyer of 1000 April \$225/\$240 call spreads for \$5.10 to open, earnings on 4-7 and reports this week they're making progress on a deal for Monster Beverages. **STZ** also 1250 of the \$215 puts selling to open near \$7.55. **MNST** buyer 1500 April \$90 calls \$1.90 into afternoon lows

Pilgrim's Pride (PPC) weak today after JBS pulled their offer for the company but seeing 4,985 March \$23 puts sold to open here for \$1.05

Callaway (ELY) buyers 5000 March \$22 puts \$1.03 as Feb. \$24 puts roll

Take Two (TTWO) buyer of 1500 next week \$162.5/\$177.5 call spreads, also 2000 Apr \$195 calls open for \$2.20

Nio (NIO) sales to open 4000 Jan. 2024 \$22.5 puts \$6.85

Polaris (PII) buyer 500 June \$140/\$120 strangles for \$15.55

Consumer/Business Services

Airbnb (ABNB) buyers early of 1,500 March 4th (W) \$170 puts up to \$4.30 to open into recent strength

Caesar's (CZR) complex spread buys 3000 Feb. 25th (W) \$85 calls \$2.10 and sells 3000 Mar. 4th (W) \$97 calls and 2000 of the \$70 puts, earnings 2-22

Papa Johns (PZZA) opening sale of 1175 March \$100 puts for \$1.40 today into 2-24 earnings

Kohls (KSS) buyer of 5,500 of next week's \$59 calls for \$1.21/\$1.22, adjusting out some Feb. \$58 calls with the ongoing sale talk

Target (TGT) with 2,500 March 11th (W) \$205/\$185 put spreads bought today for \$5.45 ahead of 3-1 earnings, Evercore negative yesterday citing tough comps

MGM buyer 1000 September \$46 calls for \$4.95. **MGM** also with 2000 May \$48/\$38 bull risk reversals opening for \$0.52

Tencent Music (TME) buyer 5000 January 2024 \$5 puts \$1.34

CarGuru (CARG) jumps off lows with 2000 March \$36 calls bought for \$2.165 as the \$40 calls adjust back, name that has actually held real strong

DraftKings (DKNG) with shares down 20% sees 10,000 January \$12.50 calls bought \$7.80 to open deep ITM

Discovery (DISCK) trade sells 2000 March \$27.50 puts to buy 2000 Jan. \$35/\$45 call spreads

Fubo (FUBO) buyers of 6000 April \$9 puts up to \$1.79

IAA (IAA) buyer of 1000 July \$35 calls near \$4 as more adjustments occur

Hertz (HTZ) buyer 4000 April \$20 calls for \$1.62, earnings on 2-23

Chewy (CHWY) size buyer 1200 September \$40 puts for \$6.45, name that fits the profile as long-duration, tough comps and high valuation that is likely to see further pressure, earnings late March

Royal Caribbean (RCL) with 10,000 September \$95 calls opening for \$7.70 into lows

Upwork (UPWK) today with 1150 July \$25 puts bought for \$4.70

Match (MTCH) with 4950 September \$80 short puts opening near \$4.50 as June \$90 short puts from 1/28 adjust

Ross (ROST) opening sale 900 April \$90 puts \$4.45 as Feb. short puts adjust

Wayfair (W) buyer 500 January \$160 calls up to \$21.70

Quad Graphics (QUAD) March/April \$5 call calendar opens 5000X at \$0.15

Energy

Apache (APA) with 1500 March 4th (W) \$32 calls opening \$1.79 early

Devon (DVN) opening sellers 2500 April \$39 puts today \$0.74

Occidental Petro (OXY) with 3400 June \$25 puts sold to open \$0.69

Pioneer (PXD) opening sale 200 January \$230 puts for \$41.50

Financials

Coinbase (COIN) with 500 March \$185 puts bought early from \$16.20 to \$16.80 ahead of earnings next week. **COIN** also with 3500 Mar. 4th (W) \$205 calls trading \$6.70 to \$7.25 early, potential closing and will confirm Monday ahead of earnings next week. **COIN** also seeing 2000 March 11th (W) \$190 calls bought \$15.75/\$16. **COIN** also seeing 1600 April \$190 puts with size buyers over \$4M

MasterCard (MA) buyer of the January \$400/\$450 call spread 2600X for \$16.85, adding to yesterday's buyers at the strikes

Fidelity (FIS) with 2,076 March \$105 calls bought for \$1.10 today with the \$100 puts sold 519X for \$5.70

Alexandria Real Estate (ARE) with 1000 March \$185 puts sold to open \$3.80

KKR & Co (KKR) buyers of 1375 September \$50 puts for \$3.10

Nu (NU) up 15% seeing buyers of 10,000 March \$14 calls

Morgan Stanley (MS) with 600 September \$90 puts sold to open \$7.45. **MS** large buyer of 4000 April \$95 calls \$4.95 as March calls adjust. **MS** also 600 Sep \$95 calls bought today \$9.40 to \$9.45

360 Digitech (QFIN) with 5000 short March \$22.50 puts opening as Feb. adjust

PayPal (PYPL) trade opens 3500 January 2024 \$110/\$65 bull put spreads for \$18.40 credit

Bank America (BAC) buyer 1950 July \$41 puts for \$1.61

Compass (COMP) with 3250 January \$12.5/\$7.5 bear risk reversals opening for \$0.65

Block (SQ) earlier with 2000 Feb. 25th (W) \$104 puts opening \$10.70 to \$11 into earnings 2-24

XP (XP) name with consistent bear flow with 3000 April \$39 calls sold to buy \$34/\$40 put spreads

Trupanion (TRUP) with 2300 March \$85 puts bought \$11.20 as Feb \$90 puts close

Healthcare

Elanco (ELAN) with 4,400 March \$24 puts sold to open for \$0.64 as the Feb. \$26 short puts adjust out

Community Health (CYH) aggressive sweep buyer 2000 June \$15 calls for \$0.85

Medtronic (MDT) buyer of 3150 next week \$102 puts for \$2.60 into 2-22 earnings with higher strikes adjusting

Bicycle Therapeutics (BCYC) seeing some February put spreads from 1/12 close and roll out to buy 1000 March \$45/\$40 put spreads for \$1.15

Cerner (CERN) buyer 2500 March \$90 calls for \$2.55

Tenet Healthcare (THC) opening sale of 1000 May \$75 puts for \$4.15, strong name as it consolidates near multi-year highs

Amicus (FOLD) with 2000 March \$10 puts sold to open \$1.50 as Feb. short puts adjust

Abbott Labs (ABT) unusual 4250 far OTM March \$100 puts being bought up to \$0.47

Gilead (GILD) with 650 January 2024 \$57.5 puts sold to open for \$7.90

TelaDoc (TDOC) opening sale 500 October \$55 puts \$8.10

BioMarin (BMRN) into FDA delay weakness with 1500 March \$80 puts sold to open \$2.10

Agios Pharma (AGIO) buyer 1500 August \$25 puts \$3.90 to \$4.30

Gossimer (GOSS) buyer of 1350 May \$10 calls for \$2, Biotech that has been seeing upside November and December call spreads

Oak Street (OSH) with 5000 March \$17.5 puts bought \$3.10 as Feb. puts adjust

One Medical (ONEM) buyer 3850 March \$12.50 calls \$0.55 to \$0.70

Danaher (DHR) opening sales 1270 September \$200 puts for \$5.90

Cassava (SAVA) with 1000 May \$30 puts bought \$4.85 to \$5

Shockwave (SWAV) higher after a strong report seeing 600 March \$150 calls open \$11.50 as Feb. \$145 adjust

Industrials

American Air (AAL) sweep buyers into early lows of 4000 March 4th (W) \$19.5 calls \$0.32

JB Hunt (JBHT) with 1,500 March \$185 puts bought today for \$5.20 as the February \$195 puts close and adjust down

DR Horton (DHI) with 1800 March \$90 calls bought \$1.20 to \$1.25 as yields back off and existing home sales came in strong. **DHI** also with May \$95 calls closing out and August \$65/\$60 bull put spread 1820X to buy 1820 of the Aug. \$90 calls

United (UAL) buyers 2850 March \$46 puts for \$2.14 offer

Embraer (ERJ) with 1000 Oct. \$15 puts sold to open \$2.70

Jet Blue (JBLU) with 8000 March \$17/\$15 bear risk reversals opening

Fortress (FTAI) with 1000 March \$27 puts sold to open \$1.75 and 3000 of the \$29/\$31 call spreads bought, earnings 2-24 and should do well with the Aero recovery, long bull flag building

Fluor (FLR) with 870 January 2023 \$22.50 puts sold to open \$4.90

Materials

Huntsman (HUN) buyers of 1,500 August \$47 calls for \$1.85, recent activist situation with Starboard launching a proxy contest this week and nominating a slate to the board

Alpha Metallurgical Coal (AMR) unusual 3000 August \$75/\$110 call spreads bought as continue to see bullish Coal bets. **AMR** also with 1850 May \$110 calls sold to open for \$7

Arch Resources (ARCH) with August \$95/\$140 call spreads bought 2000X

Axalta (AXTA) with 4000 March \$28 puts sold to open today for \$0.67, adjusting some Feb. short puts out

Mosaic (MOS) opening sale 1000 September \$42 puts for \$4.85

Cameco (CCJ) into morning lows with 2000 January 2024 \$20 puts sold to open for \$5.10

Alcoa (AA) remains a standout and 1850 March 4th (W) \$78 calls bought today \$3.60

Gold Fields (GFI) jumps after 1750 January \$17 calls bought \$1.05 offer

Pan American (PAAS) buyer 1600 April \$24 puts \$1.76

Eagle Materials (EXP) spread sold 1200 March \$155 calls to buy \$130/\$115 put spreads as Feb. \$140 puts close

Teck (TECK) with 2000 March \$35 puts bought for \$1.80

CF Industries (CF) with 3000 May \$77.50 calls opening \$5.55 in buy-writes

Steel Dynamic (STLD) with 800 Jan. 2023 \$65 puts sold to open \$11.30

Tech

Pinduoduo (PDD) into the early dip seeing buyers of 1800 April \$60 calls for \$4.95 to \$5.55 today, popular with put sales recently

JD into weakness with 2500 March \$72.50 calls bought \$3.75 offer

Alibaba (BABA) similar to JD with 2000 next week \$120 calls bought \$4.45 to \$4.70 into early dip

TeraData (TDC) flagging that big earnings move nicely and seeing 1350 July \$50 calls bought \$6.20 to \$6.40 this morning

Fastly (FSLY) buyer of the January 2024 \$15 calls for \$9.40 to \$9.50, over 1800 into weakness

Snap (SNAP) buyer 4200 May \$45 calls for \$3.25. **SNAP** also a buyer 4000 April \$43 calls \$2.22 in a stock replacement

Marvell (MRVL) the April \$75 calls being bought 1600X for \$3.95 to open, earnings on 3-3 and higher by 17% last quarter

Rackspace (RXT) with 1000 January 2024 \$10 puts sold to open for \$1.90

App Lovin (APP) buyer 1500 March \$75 puts \$12.50 into its recovery

IBM (IBM) opening sale 300 January 2024 \$125 puts for \$20

Twilio (TWLO) with 300 September \$130 puts sold to open \$13.40

Snowflake (SNOW) buy-write sells 400 April \$330 calls \$13.19 to \$13.40

Sea (SE) buyer of 2000 Jan. 2024 \$80 puts for \$14.30

Sprout Social (SPT) recent buyers of 2000 Mar. \$60 puts taking profits and buying 3000 of the \$50 puts, reports next week, trades 11X EV/Sales

UI-Path (PATH) with 2000 March \$40 calls being bought up to \$2, stock up 5% today

CS Disco (LAW) reporting 2-24 and today with March \$40/\$30 bear risk reversals active 1500X

Akamai (AKAM) with 1750 March \$105 calls bought into weakness \$1.65

Google (GOOGL) buyer of 1000 June \$2400 calls for \$360.90, size trade, adjusts March \$260 calls, while 1100 July \$2800 calls also opening against \$3200 calls, and July \$3000 calls active 3000X with sellers

Intel (INTC) buy-write sold 3500 July \$47.50 calls for \$2.62

Palantir (PLTR) buyers of 2700 August \$11 puts up to \$2.27

ZenDesk (ZEN) buyer 1500 March \$120 calls \$3.10 to \$3.20 with recent buyout talks, flagging on 8-MA

Ericsson (ERIC) with 3000 April \$10 calls bought for \$0.69

Okta (OKTA) buyer 1250 March \$160 puts \$10.75 to \$11.10, earnings 3-2

Twilio (TWLO) today with 1000 January \$100 puts sold to open \$9.10 to \$8.85

Ubiquiti (UI) buyer 750 March \$240 puts \$11.20 as 1250 of the \$250 adjust

Accenture (ACN) buyer 550 June \$300 puts for \$13.60

Ring Central (RNG) opening sale of 600 deep ITM Oct. \$200 puts for \$64 and also trading 900 May 145/155 call spreads

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Not Investment Advice or Recommendation

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