

# OptionsHawk

## OPTIONS HAWK DAILY MARKET 2/5/2020

### Sector Leaders

Energy

Metals

Banks

### Stock Gainers

GHL 27%

PBYI 27%

BTU 23%

USNA 18.8%

MOD 16.7%

CONN 14.6%

OI 14.1%

### Volatility Gainers

- NAV
- PBYI
- LEAF
- ZNGA
- COUP
- AYX

### High Call Volume

- ZNGA
- PFSI
- ABB
- PBR
- KEX
- AA

### Bullish Options

- RH
- TXN
- VLO
- AA
- MSFT
- TSCO
- ENPH
- NVRO
- SQ
- KEX
- IBM

### Sector Laggards

Gold

Bonds

Utility

### Stock Losers

PLT -37.5%

CNXN -20%

KN -20%

ZIOP -13.5%

TSLA -14%

BOOT -11%

MANH -11%

### Volatility Losers

- NERV
- STMP
- COTY
- VIAV
- MTCH
- CMG

### High Put Volume

- EEFT
- HSC
- NERV
- CCK
- UFS
- GMED

### Bearish Options

- FL
- GPN
- KHC
- LB
- CCK
- SGMS
- MAR
- EEFT
- ZS
- DISH
- TWLO

**Market Review:** Stocks opened sharply higher on some positive indications in the battle against the Coronavirus while the State of the Union offered little incremental information to markets. We got a very strong ADP Employment report in the morning and Oil was higher by 3% into the open. The US ISM Services report also came in very strong. The rally faded early and most of the leading movers were the beaten down groups like Energy, Metals, Banks and Retail. Weakness was seen in momentum groups like Software, Payments and Consumer Discretionary. Breadth held up strong all day and tomorrow we have Fed Speakers and a light tape for economic data, but earnings remain active here and abroad. It was a clear rotation to value from growth day in markets.

S&P Chart:



| Resistance | Support |
|------------|---------|
| 3,285      | 3,200   |
| 3,335      | 3,140   |
| 3,440      | 3,010   |

**Options Action Trends:** We saw some large put buys in Software names that have run hard like **ZS**, **TWLO**, **AYX** and **ZM**. We also saw some upside call sales in top performers like **DXCM**, **FLT**.

**What's On Tap:** Jobless Claims and Fed Speakers. Earnings from **BMJ**, **PM**, **TOT**, **BDX**, **CI**, **EL**, **TMUS**, **UBER**, **ICE**, **BAX**, **ATVI**, **REGN**, **YUM**, **TSN**, **MSI**, **FLT**, **TWTR**, **VRSN**, **BLL**, **K**, **FTNT**, **TTWO**, **WYNN**, **CAH**, **ALNY**, **PINS**, **ZEN**, **SNA** and more.

### Trade Tracker Portfolio Changes:

- 1) **Spotlight:** Long the **DG** March \$160 Calls at \$4 – No Fill
- 2) **Earnings Flow Trades:** Long **QCOM** February \$90/\$95/\$97.5 Unbalanced Call Fly at \$1.15 Debit; Long **SONO** April \$15/\$17.5 Call Spreads at \$0.75 Debit
- 3) Closed **AMGN** Call Fly \$2.80 (Opened \$2.35); Closed **BIIB** Call Spreads \$9 (Opened \$3.75)
- 4) Closed **DISH** Calls \$4 (Opened \$2.80)



## Unusual Call Buy in Coca Cola FEMSA

Ticker/Price: KOF (\$62.75)

### Analysis:

**Coca Cola FEMSA (KOF)** unusual activity on 2/4 as 1800 August \$60 calls bought to open \$5.10 to \$5.90, and later in the day 500 February \$60 calls bought \$2.90 to \$3.30. Call activity was around 50X daily average and becomes the only notable open interest in the name. KOF is a name that made a parabolic move 2009-2013 peaking near \$165 and has since pulled back steadily and since 2018 been forming a monthly basing pattern while RSI is putting in higher lows showing a bullish divergence. A move above \$68 would free shares up for a move back to \$80 or higher. The \$3.35B company is a franchise bottler of Coca-Cola beverages in Mexico, South American and Central America. KOF shares currently trade 8.1X EV/EBITDA, 16.8X Earnings, and 2X Book with a 2.95% dividend yield, a value name. Forecasts expect EBITA growth of 9% in FY20, among its highest annual rate of growth in the last eight years while revenues seen rising 7%. KOF serves 257M customers with 49 plants and 275 distribution centers. It has a leadership position in water and driving it low and no-sugar footprint. KOF has seen an impressive turnaround in its Brazilian business which is posting solid volume growth. It has undergone multiple efficiency programs and is now digitizing processes. Analysts have an average target of \$72 on shares and short interest very low at 0.2% of the float near multi-year lows. Analysts have been out positive recently with BAML upgrading to Buy in November, Citi upgrading to Buy on 1/7, and Goldman upgrading to Buy on 1/22. Goldman sees a stronger contribution from Brazil and very attractive valuation. KOF won a case in November allowing it to continue distribution Heineken in Brazil until March 2022 which gives it plenty of time to prepare for an exit, beer representing 8% of KOF sales. BAML notes "We think KOF should benefit from Brazil's economic recovery, which we believe represents an upside risk to our estimates. We expect Brazil's revenues to grow 12% (CAGR 19-21e) as revenue management and positive execution at the point of sale should support stronger volumes and better price/mix. Also, we think the company should benefit from the positive performance of Heineken beer, which has grown 23% (CAGR17-19e)." Bill & Melinda Gates Trust holds KOF as the 10<sup>th</sup> largest position.

### Hawk Vision:



**Hawk's Perspective:** KOF is an attractive value/yield name and also a long monthly base with clear upside, a good looking buy versus the 50 MA.

**Confidence Ranking:** \$\$



## Axsome Bulls Position for Strong Upside Move

**Ticker/Price:** AXSM (\$96.3)

### Analysis:

**Axsome Therapeutics (AXSM)** with late day buyers of 1,600 April \$120 calls up to \$15.85, more than \$2.7M in premium, and many spread with sales of the March \$135 calls. AXSM has seen buyers in the March \$110 calls, April \$130 and \$140 calls, and April \$105 put sales recently as well as a buyer of 2,200 March \$40 calls for more than \$52.75. Shares have pulled back from 52-week highs up near \$110 and bouncing this week the 8-week EMA as they maneuver out of a bull wedge. The long-term measured move is up to \$150. The \$3.52B biotech trades 80.5X cash and last raised in December selling 2M shares at \$87. AXSM has had two significant trial wins in the last two months. In mid-December, the company's Phase 3 data in depression showed strong efficacy and safety setting up an NDA in the 2H of 2020 and potentially clean label for the drug that has near \$1B in potential peak sales. AXS-05 has better onset speed and effect than peers, and likely becomes the new SoC. On 12-30, the company announced positive data for AXS-07 in migraine with good safety profile and effect with most patients seeing relief from symptoms within one day. Analysts have an average target for shares of \$100. Ladenburg with a \$165 PT seeing a recent US licensing deal with Pfizer (PFE) accelerating the development of AXS-12 by "obviating the need" for certain reboxetine preclinical and clinical long-term safety studies that would have taken up to two years to complete. Sun Trust with a \$140 PT and thinks \$100 is a "new floor" given its portfolio of two approvable drugs in lucrative indications with combined peak sales potential of over \$2B. HCW with a \$200 PT noting that MOMENTUM data substantially increases the probability of approval and success for AXS-07, giving the company "three shots on goal" when paired with AXS-05 for major depressive disorder and AXS-12 for narcolepsy. Short interest is 10.8% and down from around 18.7% in August. Hedge fund ownership fell 11% in Q3 but notable holders remain Iridian Asset Management, Alethea, Baker Bros, RA Capital, and Ghost Tree.

### Hawk Vision:



**Hawk's Perspective:** AXSM triggered out of its nice base this week and continues to look like an emerging superstar in the Neuro space, a name worthy of consideration.

**Confidence Ranking:** \$\$





## Bulls See Square Rally Sustaining

Ticker/Price: SQ (\$79.60)

### Analysis:

**Square (SQ)** with 1000 April \$80 puts sold to open ITM \$6.20 in stock replacement and a name seeing consistent bullish positioning in 2020 including 12,000 February \$65 synthetic long positions opened 1/9, the March \$75 calls with over 30,000 in OI from large buys, and opening sales of puts a common theme. SQ shares made a parabolic move in 2017/2018 and then collapsed to a 50% retracement spending 2019 in a range of \$58/\$82 which it is now threatening to break out of and target a move above \$100. The \$35.4B payments company trades 84.7X Earnings and 15X EV/Sales with forecasts calling for 25-30% annual revenue growth and expecting 28% EBITDA growth in 2020. SQ will next report on 2-26 and recently announced a collaboration with UPS. Bernstein suggested SQ could look to buy Green Dot (GDOT). SQ recently also disclosed an amended change of control with some executives. Analysts have an average target of \$75 and short interest at 8.7% of the float has come down 17% Q/Q. BAML upgraded shares to Buy with a \$75 target back on 1/7 noting the March 18th Analyst Day as a catalyst, bullish on the anticipated benefits from investments being made in the Seller ecosystem this year, which could enable reacceleration in top-line metrics by late 2020/early 2021. On 1/23 CSFB started Outperform with an \$84 target, and on 1/10 Stephens upgraded to Overweight with a \$78 target expecting a Q4 revenue beat and margin expectations already reset. Hedge Fund ownership jumped 27.9% in Q3 filings, Viking Global a big buyer and Lone Pine also added to its position along with Coatue Mgmt. and Bares Capital.

### Hawk Vision:



**Hawk's Perspective:** SQ could emerge out of this long range and has a lot of Institutional support, an exciting name in payments with a bright future.

Confidence Ranking: \$\$



## Ryder Seen Continuing to Struggle as Large Puts Bought

Ticker/Price: R (\$51.3)

### Analysis:

**Ryder (R)** with 2,300 August \$50 puts bought for \$5.20 to open, some February \$50 puts adjusting, and also 300 August \$52.50 puts bought \$6.40. Ryder still has some size February puts in OI that could continue to adjust into 2-13 earnings. Shares are bouncing back today up over 4% and just below the declining 20-day MA and multi-month VPOC at \$52.50. Ryder continues to form a multi-month bear flag above \$45 with a breakdown targeting \$30. The \$2.73B company trades 18.7X earnings and 0.31X sales with a 4.6% yield but they've cut estimates quite a bit since early October and now seeing \$4.80/share in earnings in 2021 vs \$6.75 previously. They also continue to stair-step revenue estimates down seeing 1.5% growth in 2020 after near 6% last year. Ryder has been under pressure due to lower used vehicle prices that forced them to take a significant cut to the value of their fleet in October and the company says it likely is a multi-quarter event. They noted that continued action to downside their fleet and move off-leased vehicles through the out-service process will pressure Q4 earnings as well. Analysts have an average target for shares of \$64. Loop Capital upgrading to Buy on 1-13 with a \$70 PT. Stifel downgrading to Hold in October noting that while the policy adjustment was the right step, "it doesn't clear the deck," as further accelerated depreciation is still planned through 2020. Short interest is 5.7% and up since the start of 2020 when it was 4.2%. Hedge fund ownership fell 3% in Q3 and Luminus Management a buyer of more shares and now a 2.3M share position. Ryder has seen two small insider buys since November with two directors buying around \$100k in stock at \$57.25 and \$54.60. Ryder reports on 2-13 and lower the last three and seven of the last nine.

### Hawk Vision:



**Hawk's Perspective:** R looks like an attractive short into results as we have seen plenty of weakness across the Transports space and not a great performer historically.

**Confidence Ranking:** \$\$

# ***Additional Options Flow***

## **Market/ETFs**

**Treasury (TLT)** with 20,000 April \$150 calls bought up to \$0.73 to open today

**Tech (XLK)** reversing off highs with March \$99 puts actively bought for 8500X just above \$2

**S&P (SPY)** March 6th (W) \$329 puts actively bought this morning 4,375X for nearly \$2M. SPY also trading May \$351/\$355 call ratio spreads 10,000X20,000 for net credit

**NASDAQ (QQQ)** also seeing Mar 13th (W) \$225 puts active with 9050X trading with large lots bought \$3.84, while 5000 March \$229 puts opening today as well

**Biotech (IBB)** with 1800 June \$120/\$108 put spreads opening, and in the **XBI** the June \$95/\$84 put spreads trading 3000X

**Energy (XLE)** leading the market today with Oil up 4%, the Mar. 31st (Q) \$55 calls bought this morning 13,000X \$1.47 to \$1.50

## **Consumer Discretionary/Services**

**RH Corp (RH)** strong this morning seeing buyers active in March \$350 calls at \$3 to \$3.50 with 670 trading

**Foot Locker (FL)** with 1,000 February 28th (W) \$41 calls sold to open \$2.45 to \$2.40 ahead of 2-28 earnings

**Tractor Supply (TSCO)** with the July \$100 calls bought 1,600X for \$3.20/\$3.30 and spread with sales of the \$110 calls 2,240X

**L Brands (LB)** fading off the early highs with 2,650 May \$22.50 puts bought \$1.85 to open. **LB** also seeing 1600 deep ITM Jan. \$30 puts sold to open for \$8, seeing value in shares at \$22

**Zynga (ZNGA)** Feb 14th (W) \$6.50 calls now up over 24,000X on the morning with hot buying flow into earnings

**Scientific Games (SGMS)** with 625 July \$27 puts bought \$4.20 today with earnings in late February

**Marriott (MAR)** buyers of 1,600 March \$140 puts for \$3.20 to open today, continues to draw bearish flow

**Dish Network (DISH)** with 1,500 February \$37 puts bought \$1.35 to \$1.55

**Cimpress (CMPR)** with 1500 May \$115 puts opening \$10.40, stock-tied, though may be replacing a short stock position

**TAL Education (TAL)** with 1,500 May \$60 calls sold for \$2.72 in a buy-write

**Grand Canyon (LOPE)** on the highs with 550 February \$85 calls bought \$2.35 to \$2.50 and follows some March \$80 calls bought earlier that are now up to 500X

**Macys (M)** with 4,000 February 28th (W) \$16 puts sold to buy the \$17.50/\$18.50 call spread into 2-25 earnings, company announcing their new growth plan today

**Adtalem (ATGE)** with 4000 May \$37 puts opening \$3.30 as March \$36 puts adjust

## **Consumer Goods**

**Kraft (KHC)** with 11,000 February \$31 puts bought \$2.28 to \$2.35 to open into earnings on 2-13

**Canada Goose (GOOS)** buyers of 1,300 February 14th (W) \$31 puts bought \$1.80 to \$1.85 into earnings on 2-7, name with China exposure

**Wal-Mart (WMT)** with 5,000 April \$125 calls sold to open from \$0.80 to \$0.73

**Peloton (PTON)** block of 2500 March \$38 calls sold to open \$1.60

**Gildan Activewear (GIL)** buyers of 4,600 February \$25 puts bought for \$0.35 into earnings on 2-20

## Energy

**Valero (VLO)** with 1,550 June \$80 calls opening \$6.50. **VLO** also with 300 September \$80 calls bought ITM to open \$7.85 to \$8.25

**Petrobras (PBR)** the February \$15/\$16 call spread opening 75,000X150,000 for a small debit

**Enphase Energy (ENPH)** with 1,500 March \$40 calls bought for \$3.10, adjusting higher the Feb. \$35 calls. **ENPH** also with 1000 August \$40 calls opening \$6.15

**Hess Corp (HES)** with 2,100 March \$55 puts sold to open for \$1.37 to \$1.36 into recent weakness

**Schlumberger (SLB)** with 7500 March \$35 straddles sold to open for \$3.10

## Financials

**Global Payments (GPN)** seeing 1450 February \$195 puts active with buyers after the disappointing **FISV** report

**PayPal (PYPL)** with buyers active Feb. 28th (W) \$120 calls for 1000X

**Arch Capital (ACGL)** with 1,000 June \$50 calls bought up to \$0.70 today, strong name that is flagging near new highs

**FleetCor (FLT)** with 1,750 May \$360 calls sold to open \$6.70 to \$6.30 this morning, likely overwrite into strength

**Morgan Stanley (MS)** sale of 1500 January 2022 \$50 puts \$5.60 in stock replacement, popular with this name. **MS** Jan 2022 \$50 short puts up to 3000X and the April \$57.5 ITM puts bought 1000X for \$3.70 today

**Euronet (EFT)** another 1,925 March \$150/\$130 put spreads bought for \$3.25 where 1,500 opened yesterday

**Leaf Group (LEAF)** with 5,000 May \$4 calls bought for \$0.35 with the May \$3 puts sold 2,000X for \$0.40, adjusting the February \$3 calls

**Equitable Holdings (EQH)** buyers of 1,600 March \$25 puts for \$0.95 and also 1,000 February \$25 puts opening

**Bank America (BAC)** strong mover today and Feb. 14th (W) \$34 calls active this morning with buyers, 8000X trading on the day

**MetLife (MET)** with over 5,000 February \$54 calls bought up to \$0.36

**Zions Bancorp (ZION)** buyers of 1,150 February \$48 puts for \$1.13 to \$1.15

**Interactive Brokers (IBKR)** buyers of 1,150 February \$50 puts for \$0.45 to \$0.50 and also some March \$50 puts bought for \$1

**Lincoln National (LNC)** with 1,000 January \$45 puts sold to open for \$1.94

**Alliance Data (ADS)** with 650 January \$115 calls sold to open \$8.80

**Square (SQ)** with 3,000 March \$82.50 calls bought this afternoon for \$3.30

**Arthur Gallagher (AJG)** unusual buy of 500 March \$105 calls today \$2 to \$2.15, name that consistently screens as my preferred Insurance broker play. Shares jumped sharply last week after beating EPS estimates by a wide margin. The \$19.5B Co. trades 22.2X Earnings, 4X Book and yields 1.72%.

## Healthcare

**Illumina (ILMN)** with 4,100 February \$270 puts sold to open for \$0.50

**Nevro (NVRO)** top med-tech growth name with 1000 March \$145 calls opening for \$6.10

**DexCom (DXCM)** with 1,600 February \$250 calls sold to open today down to \$7.10, likely overwrite

**AmerisourceBergen (ABC)** buyers of 700 January \$110 calls \$2.825 and 500 of the \$115 calls for \$1.95

**ABIOMED (ABMD)** into earnings tomorrow morning with 485 January \$170 puts being sold to open for over \$1M premium

**Merck (MRK)** buyer 2000 April \$87.5 calls \$1.81 into weakness

**Avandel (AVDL)** with 5,000 June \$7.50/\$15 call spreads bought for \$1.70 to open, strong small-cap bio that has pulled back to the 50-day MA. The will have Phase 3 data in Q2

**Biogen (BIIB)** with 1500 March \$320 puts sold to open after its Halt

**Qiagen (QGEN)** with 2500 March \$33 puts sold to open \$1.075 after strong results

**Novo Nordisk (NVO)** strong move on earnings today and late buyers of 1,175 March \$65 calls for \$1.65 to open

### Industrials

**Virgin Galactic (SPCE)** with 3,000 January \$25 calls bought for \$3.50 and spread with the \$30 calls sold 4,000X

**Tesla (TSLA)** into weakness seeing 1,000 June 2022 \$900/\$1,000 call spreads bought for \$34.50

**Kirby (KEX)** buyer of 1500 March \$75 calls up to \$2.95

**Textron (TXT)** with 750 June \$50 puts sold to open for \$2.89, rolling out some March \$45 short puts

**Aecom (ACM)** buyer 1000 June \$45 puts \$2.08 to open

**Boeing (BA)** buyer of 3,000 June \$325 calls up to \$20.70 into the day's highs

**Fastenal (FAST)** with 1000 May \$37.50 calls bought \$1.90 to \$2 today

**Fed-Ex (FDX)** rallying as seeing growth to value rotations today, the July \$140 ITM calls with 370X bought to open \$16.30 to \$16.40

**DR Horton (DHI)** buyers of 1,325 May \$60 calls up to \$2.93 to open this afternoon

**Aerojet (AJRD)** looking strong as it tries to work out of a nice flag, the August \$45 puts sold to open 660X at \$2.30 this morning

**LCI Industries (LCII)** buyers of 500 February \$120/\$130 call spreads for \$1.40 into earnings on 2-11, some large April calls bought recently

**WillScot (WSC)** with 7,000 March \$20 calls bought for \$0.70 as some February \$17.50 calls close and roll out

### Materials

**Teck Resources (TECK)** another 1000 January \$15 calls bought today for \$2.02, some March calls rolling

**Alcoa (AA)** buyer opening 5,000 February \$15.50 calls as the \$14.50 calls adjust higher, big July call buys yesterday. **AA** now also with 2,900 March \$16 calls bought up to \$0.75 to open. **AA** also with 1250 July \$14 ITM calls bought \$2.85 offer earlier today

**Crown (CCK)** with 1,500 March / July \$75 put calendar spreads opening for \$2.35

**Albemarle (ALB)** aggressive sweep buy 450 June \$100 OTM calls \$3.40 to \$3.90 offers

**Cliff Natural (CLF)** with 10,000 March 6th (W) \$8.50 calls bought in sweeps here \$0.22 to \$0.23

### Tech and Telecom

**TI (TXN)** with 4,000 April \$135 calls bought to open from \$2.94 to \$3.20. **TXN** also with 1350 February \$134 calls bought up to \$1.03

**ST Micro (STM)** with 3500 July \$35 calls opening \$1 to \$1.05

**Twilio (TWLO)** calls active into earnings with 200 Jan 2022 \$135 calls opening, the Feb 14th (W) \$135 calls active 760X, and Mar 6th (W) \$132 calls 400X. **TWLO** also with 725 March \$130 puts bought \$9.00 to \$9.05. **TWLO** 1000 weekly \$127 puts bought \$5.20 offer now into earnings. **TWLO** also with near 500 February \$131 puts bought \$8.30 to \$8.45. **TWLO** spread now buys 3900 weekly \$125 puts and sells the March \$110 puts



**Trip.com (TCOM)** with 1,500 March \$34 calls bought for \$2.05 into weakness

**Microsoft (MSFT)** with 5700 June \$195 calls opening \$4.75 as the April \$175 calls adjust

**Equinix (EQIX)** with 350 March \$630 calls opening, earnings 2-12, adjusting February \$620

**Alteryx (AYX)** buyers of 400 February \$140 puts up to \$9.10 today with earnings on 2-13

**Pinduoduo (PDD)** buyer 1000 April \$34 calls \$4 offer. **PDD** with 1000 June \$35 puts sold to open \$3.60 as well today

**Coherent (COHR)** into the lows seeing 400 February \$150 calls bought for \$6.80 up to \$8.50 ahead of earnings tonight. **COHR** also with a stock replacement that opened 800 March \$150 calls \$10.50 offer

**Z-Scaler (ZS)** buyer of 2,380 March \$60 puts for \$5.50 to \$5.70 into 2-20 earnings

**Lyft (LYFT)** with 2,000 July \$65 puts sold to open \$17.50 as the July \$52.50 puts that were sold to open on 1-2 adjust back. **LYFT** also with 600 March \$50 puts sold to open for \$4.20 in a stock replacement. **LYFT** buyer of 1000 January \$50/\$65 call spreads today as well

**Forescout (FSCT)** with 1,000 February \$30 calls bought \$1.85 as some \$35 calls adjust back into 2-6 earnings

**Arrow Electronics (ARW)** buyer of 400 March \$77.50/\$65 put spreads for \$2.55 into earnings on 2-6, lower two of the last three

**IBM** seeing 3,250 Feb 14th (W) \$155 calls active, 2,800 of the 152.5 calls, and 2,000 of the Mar 6th (W) \$155 calls to go along with active March calls. IBM calls running 3X daily already and IV30 up 25%. **IBM** also 1000 September \$160 calls opened \$7.10 in a stock replacement, and 3000 Apr \$160 calls active with sweep buyers

**Zoom (ZM)** with 2500 May \$95 calls sold to open \$6.25 into strength of recent move. **ZM** now also with 1,800 March \$85 puts bought \$6.00 to \$6.20

**Citrix Systems (CTXS)** opening sale 2200 February \$123 straddles for \$3.64

**Uber (UBER)** options very active into earnings tomorrow night, seeing March \$40/\$35 strangles sold to open 26,000X this morning for \$3.15, September \$49/\$30 collars open 2900X, and June \$42 calls with 3500 bought for \$2.60 to open

**Advanced Micro (AMD)** buyer of 2500 May \$49 calls to open today \$5.53 to \$5.66

**Qualcomm (QCOM)** into earnings with a spread that buys 1000 July \$90 calls \$7.55 and sells 1000 Jan. \$75 puts \$4.70

**Analog Devices (ADI)** with 850 January \$120 straddles sold to open for \$23.90. **ADI** opening seller 500 June \$115 puts today \$7.10 bid

**Nutanix (NTNX)** bucking the weak Software trade and 600 April \$35 puts sold to open \$3.60 today

**GrubHub (GRUB)** opening sale 500 January \$50 puts today \$6.60 bid into earnings

**Yelp (YELP)** buyer 525 January \$35 calls \$5.90 to \$6.10

**Medallia (MDLA)** with 1,100 March \$25 calls bought \$4.20 in a stock replacement

**Extreme Networks (EXTR)** moving higher since mid-day when another 1,000 January \$7.50 puts sold to open for \$2

**IAC Interactive (IAC)** with 1,200 March \$230 puts bought \$7.20 as the February positions roll into earnings

**Blackbaud (BLKB)** with 600 March \$75 puts bought \$3.30 into earnings on 2-10, breaking down today out of a multi-week range

**Slack (WORK)** with 1500 March \$23 calls bought today \$2.20 to \$2.30

**Avalara (AVLR)** hot Software name with unusual 475 November \$70 puts bought today \$6 to \$6.50

**Okta (OKTA)** June \$130 calls bought today \$13.40 to \$13.80 for 325X

**Sprint (S)** buyer of 3000 Feb. 28th (W) \$5/\$6 call spreads for \$0.27

**Twitter (TWTR)** large stock replacement into earnings buys 5000 June \$37 calls \$2.12 offer

## Utility

**Next-Era Energy (NEE)** with 1,150 September \$240 puts sold to open \$5.80, best in class Utility

### **Disclaimer:**

#### **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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