



MARKET RECAP REPORT 3/15/2021

Sector Leaders

Precious Metals

REITS

Utility

Stock Gainers

RUBY 55%

SJR 35%

GNMK 29%

AMC 22%

AWH 17.5%

TMDX 15%

Volatility Gainers

- VTRS
- EXPR
- CRIS
- SJR
- BLUE
- MX

High Call Volume

- PVH
- LC
- MLCO
- MX
- FTCH
- ADNT

Bullish Options

- BA
- CCJ
- LC
- AAL
- AAPL
- NLS
- INTC
- VZ
- UAL
- MTCH
- TWTR

Market Review: Stocks were higher overnight but faded into the US open into a week focused on the Fed. China economic data came in fairly strong and we had several large M&A deals to start the week. In morning data NY Empire Manufacturing for March came in very strong. Breadth was strong the opening hour though a lack of real leadership with Precious Metals, REITS, and Utility top performing groups. Banks and Metals pulled back from recent rallies. The S&P remains near record highs while the NASDAQ looks to fight back above the 21 and 55 day moving averages overhead into March OpEx week and a strong April seasonality factor around the corner. Stocks moved higher early afternoon as breadth gained and turned into a trend-up day. We get a bunch of economic reports tomorrow morning and look to continue the trend of strong numbers.

S&P Chart:



Resistance	Support
3,950	3,900
4,000	3,880
4,140	3,830

Options Action Trends: Calls were hot in Airlines early with **UAL, AAL, DAL** elevated trading. The big Banks saw more bullish activity in **C, BAC** early. The leading Hotel chains **HLT, MAR** saw large put buys to open.

What's On Tap: Retail Sales, Industrial Production and Business Inventories. Earnings from **CRWD, LEN, COUP, SMAR, JBL**.

Trade Tracker Portfolio Changes:

- 1) No Changes

Sector Laggards

Metals

Banks

Solar

Stock Losers

CC -10%

LLY -9%

VUZI -8.8%

QFIN -8%

LORL -7.5%

TIGR -7%

Volatility Losers

- GNMK
- GPRO
- RUBY
- STAY
- LLY
- AZN

High Put Volume

- PVH
- GDOT
- DISCA
- VIAC
- ARCC
- KKR

Bearish Options

- ARCC
- DISCA
- RL
- KR
- PVH
- DKNG
- NSC
- TSM
- AMC
- HLT
- IRBT



FEATURED OPTIONS RADAR REPORT



Curis Calls Position for Catalyst-Rich Year

Ticker/Price: CRIS (\$10.95)

Analysis:

Curis (CRIS) on 3/12 traded 9000 calls which is 5X daily average and nearly all of the action in the final fifteen minutes of the session with a block of 5000 June \$15 calls bought \$2.35, the June \$12.50 calls with 1000 bought, and 500 September \$17.5 calls bought for \$2.65 offer to open. CRIS already has over 3500 June \$10 calls and 4250 June \$15 calls in open interest from buyers and a lot of March open interest into expiration week. CRIS has based much of 2021 and pulled back well off January highs but put in a strong candle last week as it starts to work out of its pullback trend.

CRIS is a Biotech focused on the development of first-in-class and innovative therapeutics for the treatment of cancer. CRIS has several therapeutics in the pipeline, CA-4948, which is being tested in a Phase 1 dose escalating clinical trial in patients with non-Hodgkin lymphomas, including those with Myeloid Differentiation Primary Response Protein 88, or MYD88 alterations; CI-8993, a monoclonal antibody designed to antagonize the V-domain Ig suppressor of T cell activation, or VISTA signaling pathway; Fimepinostat, which is currently being explored in clinical studies in patients with MYC-altered diffuse large B-cell lymphoma, or DLBCL and solid tumors and has been granted Orphan Drug Designation and Fast Track Designation for the treatment of DLBCL by the U.S. Food and Drug Administration. CRIS also has CA-170 and CA-327 in the pipeline. CRIS has a market cap of \$866.5M with minimal current revenues. Analysts have an average target of \$15.75 and short interest elevated at 14.5% of the float. HC Wainwright raised its target to \$16 in January seeing several catalysts for CA-4948 in 2021. Cantor raised its target to \$15 in December following positive CA-4948 data in AML/MDS that showed a high response rate. CRIS has the potential for two novel therapeutics for three potential indications that all could have peak sales over \$1B if successfully developed. RA Capital, Point-72, and Healthcor were all buyers of the stock last quarter.

Hawk Vision:



Hawk's Perspective: CRIS clearly is a more speculative name but looks good from all angles here with the chart, options action, and potential valuation disconnect if successful.

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Snap Weakness Seen as Opportunity Over Next 6 Months

Ticker/Price: SNAP (\$62.60)

Analysis:

Snap (SNAP) shares rebounded nicely last week off the rising 21-week moving average and notable activity saw 8000 October \$70 calls bought on 3/5 that added to open interest after 5000 opened on 3/4 into weakness, a large position in a name that sees a lot of activity daily but the long-term nature and size of these trades is one to focus on. SNAP shares are also in a large weekly rising channel pattern since the big candle last October with room to new highs around \$75 by month-end. The \$90B social media application has positioned itself as a key advertising platform for the younger generations that advertisers are looking to target. SNAP is trading 24.5X FY21 EV/Sales with revenues seen rising 52.5% in 2021 and 45% in 2022, a hyper-growth name, and also seeing a major ramp in profitability growth. SNAP hosted an Analyst Day in February that outlined its longer-term vision with multiple avenues of monetization via maps, games, and viral videos. SNAP has also positioned itself as a leader in Augmented Reality (AR) with 200M people engaging daily. The SNAP camera can solve math equations, scan wine labels to find ratings, reviews and prices, tell you the name of the song you're listening to and so much more. SNAP Stories has become the largest revenue driver for the company.

The Snapchat Generation makes up 40% of global consumers and already yields \$1 trillion in purchasing power.

Analysts have an average target of \$75 and short interest is 6.4% of the float. On 2/23 Goldman out with a Buy rating and raised its target to \$92 noting the long-term opportunity as platform functionality expands, the audience grows, and monetization reaches its potential leaves the risk/reward in owning SNAP deeply in favorable territory. KeyBanc raised its target to \$87 noting 50%-plus revenue growth is the new normal and products like Spotlight and Maps are becoming more meaningful contributors, and sees significant earnings power. MSCO and UBS also raised targets to \$85. Hedge fund ownership surged 23% in the latest quarterly filings, Edgewood with a \$3B stake, Lone Pine with a new stake as well.

Hawk Vision:



Hawk's Perspective: SNAP bounced where a leading growth name should and now looks to be strengthening, these October calls a major position and still see SNAP as a best growth name to own.

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Verizon Bulls Expect Bounce-back Following C-Band Auction, 5G Growth Ahead

Ticker/Price: VZ (\$55)

Analysis:

Verizon (VZ) with 4,000 June \$52.50 calls bought \$3.90 to \$4 range into early weakness and now above 7,200 on the morning. Today's flow follows buyers in the September \$57.50 and \$60 calls recently and still has sizable open interest at the January 2023 \$57.50 and \$60 calls as well. Shares pulled back to \$54 and key support from June 2020 and now working on a multi-month range. VZ failed to get back above the \$57 level and VWAP from the December highs but a break back above has room to \$60 and then longer-term focus on a big monthly breakout above \$62. The \$229.7B company trades 10.75X earnings, 1.8X sales, and 10.4X cash with a 4.5% yield. VZ is targeting accelerating EPS growth over the next two years with revenue growth around 1-2% but accelerating to 3%+ afterwards. VZ was the big spender last week in the C-band auction with over \$45B pledged and they noted at their analyst day last week they expect to the move to position them much better to execute on their long-term 5G strategy. The company now sees significant revenue opportunities from verticals like home broadband, fixed wireless access, mobile edge compute and many more. Analysts have an average target for shares of \$62 with a Street High \$70. JP Morgan positive last week after their Investor Day and a lot of positives around 5G but thinks the big catalyst higher could be later this year with revenue and sub growth starts to show up. Scotiabank cutting to Neutral in late February as the higher spending on spectrum raises questions around their debt load. Short interest is 1.15%. Hedge fund ownership fell 9.25% in Q4, Berkshire Hathaway the big buyer of a new 146M share position. In February 2020, a director bought \$1M in stock right around current levels at \$53.47.

Hawk Vision:



Hawk's Perspective: VZ is a value/yield name at these levels and offers nice risk/reward vs the recent lows for a turnaround back towards \$60

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Generac Put Sales See Limited Downside in Relative Strength Name

Ticker/Price: GNRC (\$333)

Analysis:

Generac (GNRC) with 1,850 May \$270 puts sold to open today from \$8 to \$7.20 and follows smaller, higher-dollar buys in early March in the April, August, and January calls in early March. Shares have worked back above the 8- and 21-day MA with the recent bounce and set to clear a bull wedge above \$340 that measures out to \$400+ on a continuation higher. GNRC has been a strong performer since June 2020 and major area is the 10-week MA down around \$305 as support. The \$20.85B company trades 35X earnings, 8.4X sales, and 32X cash. GNRC is guiding to low-double digit growth in FY22 and then accelerating to 20%+ the following year with high-teens EPS growth. GNRC has become a very popular name over the last year as natural disasters in California and Texas have drawn focus to on-site generators. The company is coming off of a strong quarter with results far ahead of expectations and their backlog continues to grow, supportive of further expansion in 2021 as they scale manufacturing and capacity. GNRC also has a lot of potential going forward with their energy storage products, many of which rolled out in 2020 and integrate well with their core generator products. The company sees shipments of their PWRcell storage systems growing 50% to 75% vs 2020 levels. Analysts have an average target for shares of \$296 with a Street High \$383. William Blair positive on 2/22 noting that GNRC likely benefits from the infrastructure rebuild in Texas which is estimated to be around \$20B. The firm notes the level of penetration of home standby generators into Generac's target market is about 3% in Texas, just below the national average, and they have over 350 expanded dealers in the region. Short interest is 2.35%. Hedge fund ownership fell 15% in Q4.

Hawk Vision:



Hawk's Perspective: GNRC is a best-of-breed name that's setting up well for a return to new highs, these puts give a nice floor in the near-term and any weakness is a nice opportunity to add with the 55-day around \$285 key

Confidence Ranking: \$\$

Additional Options Flow

Market/ETFs

Russell (IWM) buyer 5500 March 31st (Q) \$235 calls \$4.24 adjusts from March \$235

Treasury (TLT) buyers of 4000 June \$133/\$123 put spreads

Metals (XME) into early weakness with buyers 2700 September \$42 calls \$4.45 offers

Russia (RSX) with 3500 January \$28 calls bought \$2.25 to \$2.35 to open

Energy (XLE) buy-write with 6000 January 2023 \$70 calls sold \$4.10

Consumer Goods

Nautilus (NLS) buyer 3000 March \$20 calls here \$1.05 to \$1.20. **NLS** has an Investor Day on Thursday where they'll continue to outline plans for their long-term growth strategy 'North Star'

Kroger (KR) with 1375 July \$38 puts bought \$3.90 offer sweeps. **KR** also with 750 October \$39 puts bought for \$5.40 to \$5.50

Village Farms (VFF) with 6,000 April \$19 calls opening for \$1.88, adjusting out of the March \$18 calls from early February

P&G (PG) buyers active this morning for 5000 January \$140 calls \$2.75 to \$4.85, large volume pocket overhead. **PG** also seeing 2000 May \$115 puts sold to open for \$1.23. **PG** also 1000 October \$140 calls bought \$3.45 to \$3.70 offers today

I-Robot (IRBT) strong today but buyer here into strength for 1000 June \$125 puts for \$17.70

Coca Cola Enterprise (CCEP) dropped with 2500 March \$55 puts opening \$2.05 to \$2.50

Vuzix (VUZI) jumpy with 2,350 April \$25 calls being bought up to \$3.40

Consumer/Business Services

Match Group (MTCH) with 8,850 April \$130 puts sold to open this morning for \$1.35. **MTCH** also with 1200 ITM April \$150 calls bought for \$10.50 to \$11.15

FarFetch (FTCH) with over 28,000 April \$75 calls sold to open this morning down to \$0.45, potential stock overwrite with shares near recent highs. **FTCH** also a buyer 1000 January \$100 calls \$5.45 offer

Macy's (M) stock and IV higher with 3850 April \$23 calls bought for \$0.58 to \$0.65

Airbnb (ABNB) strong chart continues with 4000 March \$220 calls hot early

Discovery (DISCA) with 12,000 October \$60/\$45 put spreads bought into recent strength

Viacom (VIAC) with 10,000 September \$80/\$60 put spreads bought for \$7.25, tied to stock. **VIAC** also with 2,250 April \$85 puts bought this morning, tied to stock

Ralph Lauren (RL) with 2,000 April \$120/\$105 put spreads bought for \$4.15 into recent strength

PVH Corp (PVH) with 3000 April \$100/\$85 put spreads bought for \$3.85, also seeing April \$100 calls close and the \$110 calls bought 1000X at \$7 against sales of 1500 each \$120 and \$125 calls. **PVH** now with 1000 April \$105/\$90 put spreads bought to open for \$5.25

Porch Group (PRCH) with 1250 May \$17.50 calls bought for \$4.35 to \$4.42, adjusting back the \$20 calls

Carnival (CCL) with 10,000 June \$37.50/\$40 call spreads bought for \$0.58

Express (EXPR) with 1,500 October \$4 calls being bought here up to \$2.35, squeeze name this year

Kohls (KSS) buyer of 4,000 April \$65 calls for \$3.15, activist situation with Macellum and Ancora pushing for long-term value-enhancing changes. **KSS** now 5000 Apr \$65/\$75 call spreads bought

Zynga (ZNGA) with 2,800 September \$10 calls bought for \$1.45 to \$1.47

Draft Kings (DKNG) the May \$75 puts being bought 1000X into strength for \$10.55

AMC Entertainment (AMC) buyer 1000 January 2023 \$15 puts \$9.75

Hilton (HLT) buyer 2000 July \$110 puts \$4.50

Marriott (MAR) buyer of 2,000 June \$125 puts for \$3.15, similar with **HLT**

VF Corp (VFC) with 2,000 April 9th (W) \$78/\$70 put spreads bought today for \$1.72

Charter (CHTR) buyer 300 April \$585 puts for \$10.10

Vroom (VRM) buyer 300 October \$50 calls \$5.70

Revolve (RVLV) buyer of 500 January \$75 calls today for \$7.40

Nordstrom (JWN) buyer 1500 June \$50 calls for \$4.80

TAL Education (TAL) with 1800 August \$65 puts sold to open \$6.10 to \$5.90

Las Vegas Sands (LVS) buyers of 2400 September \$67.50 calls \$7.10

Comcast (CMCSA) with 2,500 April 30th (W) \$58.50 calls bought for \$1.22 today, adjusting the March \$52.50 calls higher

Jack in the Box (JACK) strong breakout to start the week and seeing 1500 June \$125 calls open as March \$110 adjust

Planet Fitness (PLNT) back to its 55-MA and rebounding with 1100 April \$85 calls bought \$4.10 offer

Trip.com (TCOM) the June \$46 calls bought 1,500X here for \$3.20

Energy

Delek (DK) with 1700 April \$27.5 calls opening \$0.95 to \$1.05

Marathon Petroleum (MPC) with 500 January 2023 \$55 puts sold today for \$12.05

Blink Charging (BLNK) with 1500 January \$50 calls sold to open today for \$13.30

Marathon Oil (MRO) block of 5000 July \$15 puts sold ITM to open \$3.90

Exxon (XOM) opening sale 2500 September \$70 puts \$13.25 as an adjustment out of January \$52.5 calls

Financials

BluCor (BCOR) with 1000 July \$17.50 puts sold to open this morning from \$2 to \$1.90

Lending Club (LC) the October \$10 ITM calls being bought 1600X this morning for \$7.20 to \$7.40 as it extends the strong breakout move from last week. LC also with 1000 July \$18 calls bought \$2.35 to open

Square (SQ) with 5700 March 26th (W) \$270 calls sold to open \$2.85

Citi (C) opening seller 5000 April \$72.5 puts \$2.53

Ares Capital (ARCC) buyer 4000 September \$16 puts \$0.55 to \$0.65

Bank America (BAC) buyer 6000 August \$38 calls \$2.95 to \$2.97. BAC also with 2500 June \$38 call offer sweep buyers

Marathon (MARA) with 2000 April 1st (W) \$46 calls opening as Mar. 26th (W) \$44 adjust

Morgan Stanley (MS) with 500 January 2023 \$85 puts sold to open today for \$15

NCR Corp (NCR) with 1000 May \$37 calls bought for \$3.30 here as shares move to the highs, very coiled name recently

Lemonade (LMND) with 700 September \$85 puts bought this afternoon from \$13 to \$13.30

Healthcare

Merck (MRK) buyer 1100 June 2022 \$100 calls \$1.74 offer

Cooper (COO) with 450 April \$390 calls opening \$10 as March \$380 adjust

Reata (RETA) with 750 October \$90 puts opening spread with August \$60 short puts

Frequency Therapeutics (FREQ) with 1000 July \$55 calls sold to open \$13.30 while 1000 April \$60/\$25 bull risk reversals open at \$4.90 debit

Amwell (AMWL) with 2,000 April \$25 puts bought for \$3.30 today, adjusting the March \$22.50 puts bought on 3/5

Biogen (BIIB) fading here with the June \$270 puts bought for \$42 to \$43 to open, over 1100X, and recent accumulation of 3500 June \$300/\$200 put spreads

Moderna (MRNA) with 3,500 July \$165 calls bought this afternoon for \$14.45 to \$15

Industrials

Welbilt (WBT) another 5000 September \$17.50 calls bought today as the \$15 calls roll up

United (UAL) with 7,950 April 1st (W) \$70 calls bought for \$0.78 with some March calls rolling up, another airline benefitting from positive guidance from peers today and they'll be at the JP Morgan conference later this morning

Boeing (BA) with 5000 May \$295 calls opening \$15.75 as April 1st (W) adjust

American Air (AAL) buyer 1500 May \$28 calls \$2.22 to \$2.30, and 2500 Apr. 1st (W) \$24.50 calls hot. AAL 6500 Mar \$27 call block trades here \$0.53

JetBlue (JBLU) buyers of the April \$22 calls from \$1.07 to \$1.15, adjusting the March \$19 calls after their positive guidance

Norfolk Southern (NSC) with 2,000 March 26th (W) \$255/\$245 put spreads bought for \$3.05 ahead of their JPM Industrials appearance tomorrow afternoon

Harley (HOG) buyer 4000 March \$37.5 puts \$0.69 sells March 26th (W) \$35 puts for \$0.30

Spirit (SPR) buyers of 1000 October \$60/\$75 call spreads and 1000 July \$60/\$75 call spreads this afternoon to open

Raytheon (RTX) buyer 1200 April 1st (W) \$77.5 calls for \$3.19 adjusting some March \$75

Materials

US Steel (X) with 1,500 April 1st (W) \$22 calls bought for \$2.60, adjusting higher the \$20 calls, raising guidance this morning

Cameco (CCJ) with 11,250 April \$18 calls bought \$1.24 and the \$20 calls bought \$0.62 as March \$16 and \$17 adjust

Resolute Forest (RFP) with 1000 July \$10 puts sold to open \$1.50 to \$1.45 today with shares near a breakout to new highs

Freeport (FCX) buyers 2700 August \$39 calls \$4.65 to \$4.80

CVR Partners (UAN) unusual 800 May \$40 calls bought aggressive \$2.55 offers, shares up 24% today, a \$300M fertilizer play

Methanex (MEOH) with 2,000 July \$32.50 puts sold to open this morning for \$1.75 to \$1.55

Denison Mines (DNN) IV30 up 24.5% with 15,000 April \$1.50 and 25,000 April \$2 calls active with buyers

LyondellBasell (LYB) with 1000 January \$100 puts bought today for \$12.35, tied to stock

Vale SA (VALE) with 5,000 September \$18 calls bought today into weakness for \$1.85 to \$1.90

Air Products (APD) opening sale 315 January \$280 puts \$34

Tech and Telecom

Snap (SNAP) with 38,500 April 9th (W) \$50 puts sold to open for \$0.58

MagnaChip (MX) buyers of 1250 June \$25 calls this morning from \$3.90 to \$4.20, nice relative strength name lately

Zoom (ZM) buyers active early 2000 March \$370 calls, seeing a 4th COVID wave in Europe, something to monitor here in US

Service-Now (NOW) opening sale 2694 April 1st (W) \$452.50 puts \$4.60

Apple (AAPL) working out of small base with 2000 April 30th (W) \$123 calls being bought \$5.95 to \$6.10 early

Twitter (TWTR) working out of range with room in this pocket to \$71 and 5000 April 9th (W) \$70 calls open \$2.93 as March \$70 adjust

Intel (INTC) stock replacement buys 5300 August \$65 calls \$5

Yandex (YNDX) buyer 1200 May \$70 calls \$4.35

Ebix (EBIX) with 1000 April \$30 puts sold \$2 to open

AT&T (T) with 4000 April 30th (W) \$29 calls opening \$1.34. T sale 2000 January 2023 \$20 puts \$1.06 to open

LAM (LRCX) buyers of 1000 March \$540 calls up to \$9.20

Microsoft (MSFT) with 7000 January \$205 puts being sold to open around \$13.70

Snowflake (SNOW) buyer 500 April 1st (W) \$282.50 calls \$4. **SNOW** April 1st (W) \$282.5 calls are up over 3400X

Micron (MU) buyer 6000 June \$100/\$77.5 put spreads, one of those odd deep ITM put spreads seen across large cap Tech names since last week

Qualcomm (QCOM) with 990 January 2023 \$105 puts sold to open for \$12.85. **QCOM** also with 1000 October \$160 calls bought for \$5.60

JFrog (FROG) buyer of 1,000 June \$60/\$80 call spreads for \$3.22 with the \$40 puts sold to open for \$2.87

Taiwan Semi (TSM) with 5,000 June \$130/\$105 put spreads bought this morning for \$13.50, follows other ITM put spreads in large-cap tech. **TSM** also now 5000 October \$140/\$105 put spreads bought for \$21.30

Lyft (LYFT) with 2600 January \$60/\$50 put spreads bought

Microvision (MVIS) with 1600 May \$24 puts sold to open ITM \$10.80

Pinterest (PINS) with 925 January 2023 \$50 puts being sold to open today for \$10.70

Facebook (FB) buyer 1500 September \$290 calls \$20.80 offer. **FB** running with IV rising now and 10,500 April \$300 calls hot

JD buyer of 5000 June \$95/\$75 put spreads, another deep ITM spread

BenefitFocus (BNFT) opening sale of 4200 May \$15 puts for \$1.67, small-cap software stock that pulled back to channel support around the 50-MA last week

Sumo Logic (SUMO) spread this afternoon is buying the April \$25/\$30 call spread 2000X for \$0.86 and selling the April \$20 puts 1500X for \$1.34, shares back near the IPO range from late last year

Western Digital (WDC) the January \$80 calls bought 1000X this afternoon for \$8.20

Utility

Exelon (EXC) buyer 5000 April \$45 calls \$0.60 offer as March \$42 adjust

Disclaimer:

Not Investment Advice or Recommendation

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