



## MARKET RECAP REPORT 4/21/2021

### Sector Leaders

Energy

Semi's

Materials

### Stock Gainers

WBT 39%

GBOX 21%

SKLZ 14.5%

PLBY 14.5%

ERII 13%

HIMS 12%

### Volatility Gainers

- PLBY
- WBT
- GOGL
- MWK
- ERII
- WB

### High Call Volume

- GOGL
- RRD
- PLBY
- MLCO
- KAR
- XEC

### Bullish Options

- SLB
- DOCU
- FB
- PINS
- MLCO
- RUN
- NCNO
- WB
- MDLZ
- TWTR
- XM
- TPX

**Market Review:** Stocks pulled back after the close last night following the Netflix earnings reaction but bounced into the open as results continue to beat expectations across nearly every sector. We saw strong breadth off the open as stocks rallied led by smaller caps. On the sector-level there was strength across various groups including Metals, Energy, Banks, Retail, and Semiconductors. Breadth remained strong into the afternoon as the S&P and Nasdaq reclaimed the 8-day moving averages. The schedule continues to focus on earnings near-term but also get PMI reports coming out to end the week on Friday.

### S&P Chart:



Resistance	Support
4,150	4,050
4,385	4,000
4,400	3,880

**Options Action Trends:** In early action we saw size April 30<sup>th</sup> (W) call buying in Internet names reporting next week with **FB**, **PINS**. The beaten up Asian internet names also saw bullish flows. Bulls were active in the Gaming names **LVS**, **MLCO**, **PENN**.

**What's On Tap:** Jobless Claims, Existing Home Sales and KC Fed. Earnings from **INTC**, **DHR**, **T**, **SAP**, **UNP**, **SNAP**, **HCA**, **FCX**, **BIIB**, **LUV**, **DHI**, **ODFL**, **VLO**, **VRSN**, **NUE**, **TSCO**, **MKTX**, **STX**.

### Trade Tracker Portfolio Changes:

- 1) **Spotlight:** Long **MU** June \$90 Calls \$3.80

### Sector Laggards

Utility

Bonds

Internet

### Stock Losers

LGF -7%

JCOM -6.5%

NFLX -7%

HAL -6%

SSPK -4.5%

KNX -4.3%

### Volatility Losers

- CRON
- ERIC
- NFLX
- SAVA
- CLOV
- NNDM

### High Put Volume

- EW
- LPX
- PLBY
- PVH
- MWK
- ORCL

### Bearish Options

- BYND
- PTON
- HCC
- NTAP
- BHP
- ENTG
- NVDA
- AIG
- FISV
- NEWR
-



## FEATURED OPTIONS RADAR REPORT



### Large Call Buy in HP as PC Demand Remains Strong

Ticker/Price: HPQ (\$33.35)

#### Analysis:

**HP (HPQ)** on 4/20 with a massive opening buy of 20,000 November \$35 OTM calls for \$2.35, earnings not expected until late May. HPQ on 4/16 saw 2,250 August \$30 puts sell to open and has also seen put sellers in January 2022, the May \$29 calls have 5000X in OI from buyers, and a smaller buy of 1000 August \$33 calls on 3/16. HPQ shares have been on a very strong run since November with the market rotating to value and shares pulling back to the rising 8-day moving average this week just under record highs, a strong trend firmly intact. HP has benefitted from strong Notebook and home printing demand. Last quarter, HPQ said it exited the quarter with a record backlog driven by continued supply shortages constraining growth through at least FQ3, particularly for Notebooks, Printing Consumer Hardware and Printing Supplies. HPQ saw very strong growth in consumer premium, gaming, peripherals and Chromebook last quarter, the latter revenues quadrupled. The \$41.55B Tech company trades 9.95X Earnings, 0.72X Sales and has a lot of cash and a 2.3% dividend yield. HPQ revenues are seen rising 7.9% in 2021 with EPS up 44%. HPQ spoke at the MSCO Conference last month and noted it sees the PC market now being 45% bigger than pre-pandemic and seen continuing in the future. HP spent \$425M to acquire HyperX, a maker of gaming peripherals in February. HPQ will generate at least \$4B in FCF in 2021 and will continue to buy back shares and utilize M&A. Analysts have an average target of \$31 and short interest is 1.3% of the float. JPM upgraded shares to Overweight with a \$35 target in late February, positive on momentum with Printing improving finally. Hedge Fund ownership fell 4.4% in the latest filings, Dodge and Cox a top holder reduced its position.

#### Hawk Vision:



**Hawk's Perspective:** HPQ remains a value name and impressive price action, feels like a name that can make some splashier M&A deals as well to drive excitement back to the name.

Confidence Ranking: \$\$



## FEATURED OPTIONS RADAR REPORT



### Bulls Position for Better Attendance and Stronger Guest Spending at SeaWorld Theme Parks

Ticker/Price: SEAS (\$52)

#### Analysis:

**SeaWorld (SEAS)** with a large bullish trade on 4/20 that bought 5000 May \$50 calls \$3.80 to \$4.40 ahead of earnings on 5-6. SEAS on 4/15 with 800 January \$42 puts sold to open and otherwise has not seen a lot of positioning. SEAS shares rose strong to start 2021 as a top reopening play and since late February forming a tight bull flag on the weekly pattern though MACD nearing a bear crossover. A move out of the flag would measure to a \$65 target while \$55.75 the next Fibonacci extension target. SEAS is a leading theme park and entertainment company with brands including SeaWorld, Busch Gardens, Aquatica, Discovery Cove, Sesame Place and Sea Rescue. SEAS was hit hard by the pandemic and took the time to undergo \$100M in cost reductions. SEAS expects plenty of room for margin expansion moving forward. SEAS has also invested in driving greater revenues with new pricing strategies, new in-park product assortment, and more. SEAS also expects to expand internationally though currently on hold. SEAS currently trades 26.75X Earnings, 9X Sales, 11.5X FY22 expected EBITDA and revenues seen rising 137% Y/Y in 2021 and 37% in 2022 with FY22 seen as a record year for EBITDA above \$500M. Analysts have an average target of \$54 and short interest is down 30% Q/Q to 6% of the float. SEAS has \$745M in total liquidity (\$435M cash) with an \$18M/month cash burn rate. Stifel raised its target to \$70 this week expecting upside to estimates on stronger visitation and spending trends. B. Riley raised its target to \$65 on 3/8 positive on California reopening. Hedge Fund ownership declined 3.5% in the latest quarter filings.

#### Hawk Vision:



**Hawk's Perspective:** SEAS has a great technical set-up and trends are only going to improve this Summer while valuation is fairly attractive considering the improving margins and cost savings.

Confidence Ranking: \$\$





## FEATURED OPTIONS RADAR REPORT



### Mondelez Bull Sees Upside into Earnings as Snacks Category Remains Strong

**Ticker/Price:** MDLZ (\$59.50)

#### Analysis:

**Mondelez (MDLZ)** with 6,000 May \$60 calls bought for \$1.25 to open today with staples showing relative strength recently and earnings on 4-27. MDLZ has been quiet lately but does still have 3,850 January 2023 \$52.50 calls in OI from late February as well as bullish OI in the Sept. \$55 calls, and June \$57.50 calls. Shares are working higher this week with staples showing some outperformance and near a flag breakout that measures to new 1-year highs. MDLZ is consolidating under a big level that stretches back to early 2020, a broad cup and handle pattern forming all year, and significant upside on a break above \$60. The \$83B company trades 19.2X earnings, 3X sales, and 23X cash with mid-single digit growth forecast. MDLZ outlined a plan in February to accelerate topline growth and market share through expansion into new geographies, new product verticals, and price points. The company continues to make some ambitious portfolio shifts buying Gourmet Food, a category leader in Australia, Grenade, a UK-leader in protein bars, and Hu in January, a maker of 'simple, paleo focused snacks' in the US. MDLZ has earnings on 4-27 and higher in seven of the last ten and should continue to post strong results with their leading share in biscuits and chocolate, two areas that have seen sustained spending in recent SKU checks. Analysts have an average target for shares of \$64 with a Street High \$68. Goldman positive in February as the analyst thinks their long-term plan appears more holistic and nuanced than in the past and lends more credibility to its growth ambitions. Jefferies positive as well noting that the COVID tailwind felt in 2020 isn't expected to be a one-off benefit and consumers surveyed suggest that the away-from-home dining recovery should be gradual even with a vaccine. Short interest is 1.13%. Hedge fund ownership fell 1.5% in Q4 and Trian remains a top holder with 12.2M shares. Insiders last bought stock at \$58.40 in December.

#### Hawk Vision:



**Hawk's Perspective:** MDLZ is a quality name with a nice technical setup under that \$60 level and a positive earnings history, although tends not to be a big mover.

**Confidence Ranking:** \$\$



## FEATURED OPTIONS RADAR REPORT



### Chevron Bulls Position for Further Strength Amid Improved Oil Environment

**Ticker/Price:** CVX (\$102.75)

#### Analysis:

**Chevron (CVX)** stock replacement buys 1000 December \$95 calls for \$11.40 and follows bull flow yesterday selling the December \$85 puts while the June 2022 \$92.50 and \$97.50 puts sold in size on 4/16. On 4/9, CVX had a buyer of 1000 September \$92.50 calls for \$12.75 offer. Shares are putting in a strong reversal day today off of the 23.6% Fibonacci of the rally since October and just above February value. The weekly forming a narrow bull wedge and above \$105 can make a strong move. The \$196B company trades 15.8X earnings, 2X sales, and 35X cash with a 5% yield. CVX held an analyst event in March and touted the strength of their new look portfolio after years of reshuffling with a focus on their growing position in the Eastern Med, royalty streams in the Permian, and leading fuels position on the West Coast. CVX is expanding their scale, executing on cost-efficiencies and delivering more disciplined cash return with spending expected to remain around \$14B to \$16B. CVX expects ROCE to more than double by 2025 with Brent at around \$50. CVX reached a deal to buy Noble Energy in 2020 and recently raised their synergies estimate to \$600M. Analysts have an average target for shares of \$111 with a Street High \$130 from Evercore. The firm was out positive on 3/17 noting that Chevron is the analyst's favorite among Big Oil names given that the company is retaining its emphasis on the returns profile rather than the production profile. Chevron is providing credible targets and timeframes for higher ROCE and the analyst sees higher returns and lower carbon driving the stock's value proposition. Short interest is 0.82%. Hedge fund ownership fell 3.5% in Q4, Berkshire Hathaway a big buyer of 48.5M shares, a new position for them. In February, a director bought \$300,000 in stock at \$95 and largest open market buy since March 2020 when a director bought \$600,000 at \$91.50.

#### Hawk Vision:



**Hawk's Perspective:** CVX is a nice story with all of the strategic moves they've made recently and above \$105 can make a nice run, alert set

**Confidence Ranking:** \$\$

## **Additional Options Flow**

### **Market/ETFs**

**Russell (IWM)** size buyers 4000 July \$224 calls this morning \$6.73 to \$7.04

**Short Treasury ETF (TBT)** spread today sells the June 2022 \$18 puts to buy the \$22/\$30 call spread 5,000X for a net \$0.25 credit

**Cannabis ETF (MSOS)** opening sale 2000 January \$60/\$30 strangles for \$4.60

**China (FXI)** with 5000 September \$46/\$45 bull risk reversals opening at \$0.80 debit

**Oil & Gas (XOP)** buyer 3750 May \$75/\$90 call spreads

**S&P (SPY)** with 5500 May 10th (W) \$410 puts bought \$4.44 today, also seeing 7000 September \$340 puts bought \$4./80

**Biotech (XBI)** day highs and strong sector today up 2.4% seeing 2000 December \$135 calls open \$10.50

**Gold (GLD)** buyer of 8000 December \$180/\$195 call spreads for \$2.35 sells 2000 September \$155 puts \$1.93

### **Consumer Goods**

**Peloton (PTON)** offer buyers 2500 May \$90 puts \$3.75 this morning, earnings expected early May

**Revlon (REV)** opening sale 500 January \$25 deep ITM puts for \$16.20

**Tempur Pedic (TPX)** May \$40 calls now up to 7000X bought, earnings 4-29

### **Consumer/Business Services**

**Nike (NKE)** with 2000 May \$126/\$115 bull put spreads opening

**Melco (MLCO)** offer sweep buyers 3500 July \$19 calls for \$1.30. **MLCO** June calls up over 6000X now and 9000 May \$19 calls also came in hot \$0.85 to \$0.95

**Dish (DISH)** buy-write sells 11,000 January \$45 calls for \$3.65

**Dicks Sporting Goods (DKS)** morning highs and 1350 May \$85 calls being bought from \$3.30 to \$3.45 to open

**RR Donneley (RRD)** with 4900 September \$6 calls opening \$0.88 as June \$4 calls adjust, continues to runs trong

**Disney (DIS)** seller of 1200 July \$175 puts for \$7 bid

**Genius Sports (GENI)** buyer of 2000 July \$17.50 calls for \$2.80 to \$2.90, name recently profiled with its close ties to sports gambling growth in the US

**Discovery (DISCA)** with 1,250 May \$35 calls bought this morning for \$2.55

**VF Corp (VFC)** IV rising here with 1375 August \$87.50 calls bought up to \$5.20 and follows some Nov. OTM call buys yesterday

**Skillz (SKLZ)** bouncing today with 3350 August \$12.50 puts sold to open \$2.45 bids

**PLBY Group (PLBY)** the July \$55 calls bought 950X today up to \$6.40

**Chef's Warehouse (CHEF)** buyer of 1000 October \$40/\$50 call spreads for \$1.70, a beneficiary of reopening for restaurants

**Five Below (FIVE)** the June \$190 calls active again today with buyers \$14.70 to \$14.80, looks to be adding to buyers from yesterday

**Etsy (ETSY)** large spread today buys 3,000 June \$220 calls for \$14.60 and 2,000 June \$230 calls for \$11.03 and sells 5,400 of the \$250 calls for \$6.17, adjusting similar May spreads that were bought on 3/24

**Las Vegas Sands (LVS)** buyers of 17,500 June \$65/\$72.5 call spreads for \$1.36 into earnings

**Penn Gaming (PENN)** buyer 1000 July \$105 calls this afternoon \$6.20 offer

**Bed Bath (BBBY)** seller of 7500 June \$30 calls \$1.45 in a buy-write

**Rush Street (RSI)** with 7500 June \$15/\$10 bull risk reversals opening for \$0.58

**Groupon (GRPN)** buyer of 1000 January \$65 calls for \$3.90 to \$4.10

Groupon (GRPN) buyer of 1000 January \$65 calls for \$3.90 to \$4.10

### Energy

**Warrior Met Coal (HCC)** buyer of 1250 October \$15/\$10 put spreads for \$1.30, consolidating below the declining 50-day

**Schlumberger (SLB)** buyer 10,000 August \$32.50 calls for \$0.54 into earnings

**SunRun (RUN)** buyer of 1,500 June \$60 calls for \$1.95 today with the \$50 puts sold 500X for \$6.60

**Total SA (TOT)** with 675 July 2022 \$45 puts sold to open this morning for \$6.80/\$6.70

**Hess Corp (HES)** with 750 January \$60 puts sold to open for \$5.70 this morning

**Par Pacific (PARR)** the December \$20/\$30 call spread bought 1000X for \$1.36, recently raised to Buy at Goldman citing a recovery in oil demand in Hawaii in the back half of 2021

**First Solar (FSLR)** size buyer of the January \$85 calls here 2500X for \$11.45 to \$11.50. **FSLR** now a stock replacement opens 2500 September \$87.5 calls for \$7.75

**Equitrans Midstream (ETRN)** with 10,000 May \$7.50 straddles sold to open for \$0.75

### Financials

**JP Morgan (JPM)** with 1,500 June 2022 \$120 puts bought for \$6.75 this morning, tied to stock

**Ncino (NCNO)** unusual 1880 May \$75 calls bought \$1 to \$1.15

**Coinbase (COIN)** unusual trade in January 2022 as the \$200/\$300 deep ITM call spreads trading 1000X for around \$56. **COIN** now with 1000 January 2023 \$350/\$400 call spreads opening for \$15

**Morgan Stanley (MS)** opening sale 750 June 2022 \$70 puts for \$6.45

**American International (AIG)** with 1800 November \$45 puts bought \$3.65 offer

**SLM Corp (SLM)** with 8000 May \$20 calls bought up to \$0.75 ahead of earnings tonight, higher four of the last five

**Athene (ATH)** buyers of 2000 January \$50 calls for \$10.50 to \$10.90 today, being acquired by Blackstone in an \$11B all-stock deal and BX reports tomorrow morning

**Truist (TFC)** with 3,295 June \$52.5 puts sold to open \$1

**MasterCard (MA)** July \$400 calls open 1150X at \$10.85 in a stock replacement

**Credit Corp (BAP)** with 1000 June \$140 calls bought this afternoon for \$3.90

**Fiserv (FISV)** with 3000 next week \$121 puts bought up to \$1.36 for earnings 4-27

### Healthcare

**Reata Pharmaceuticals (RETA)** beaten up biotech but seeing a buyer here of 1000 May \$110 calls for \$4.90 to \$5 with shares moving to the highs

**Bristol Myers (BMY)** buyer 3000 May 7th (W) \$67 calls \$1.19 offer

**Editas (EDIT)** opening sale of 825 January 2023 \$30 puts for \$10.50 in a stock replacement

**AbbVie (ABBV)** with 1,500 June \$105 puts sold to open for \$2.03 in a stock replacement, follows the late day call buying yesterday

**Pfizer (PFE)** buyers 3500 July \$39 puts \$1.36

**Encompass Health (EHC)** with 5000 May \$90/\$95 call spreads being bought for \$1.58, company exploring strategic alternatives and interesting note from Gordon Haskett who speculated CVS could buy them

**MacroGenics (MGNX)** buyer of 2500 June \$30 puts \$4.70 into new highs

### Industrials

**Golden Ocean (GOGL)** buyers of 2950 May \$7.50 calls for \$1.10 to \$1.20, small cap shipping company that is trading up at its highest level since Oct. 2019

**Ford Motor (F)** nice reversal day so far and 4000 December \$11 puts being sold to open this morning for \$1.19/\$1.20 in stock replacements

**Niu Tech (NIU)** with 2400 June \$45 calls sold to open today for \$1.45

**XPO Logistics (XPO)** with 2,000 May \$150 calls sold to buy the \$130/\$120 put spread into 5-3 earnings, likely protective

**Fed-Ex (FDX)** with 750 October \$250 puts sold to open \$10.90, while also seeing 200 August \$300 puts bought for \$31

### Materials

**First Majestic (AG)** buyers of 1000 June \$17 calls for \$1.35, shares basing under \$18 for the last two months and working on a higher low this week

**Danimer Scientific (DNMR)** earlier with 1900 November \$30 puts selling to take profits is also seeing 2250 November \$40 calls bought \$1.60 to \$1.95 to open

**Southern Co (SCCO)** buyers 1200 June \$70 calls \$4.20 to \$4.40, a top Copper play



**Gerdau (GGB)** strong name over the last month and buyers active here mid-day for 4,275 September \$6 calls for \$0.70 to \$0.73

**Cliffs (CLF)** 2000 Jan 2023 \$30 calls sold \$2.78 to open today, also a buyer of 1000 January \$22 puts for \$7.20 to \$7.25

### **Tech and Telecom**

**DocuSign (DOCU)** buyer of 565 May \$215 calls around \$11.50 as the \$220 calls adjust back

**Jumia (JMIA)** with 500 January \$27 puts sold to open for \$7.55 to \$7.50 into the 200-MA

**Apple (AAPL)** morning opening sale 2000 October \$130 puts for \$9.85

**Facebook (FB)** buyers 5000 next week \$305 calls in offer sweeps \$7.40 to \$7.90, reports 4-28

**Pinterest (PINS)** buyer 4000 next week \$75 calls \$3.90 to \$3.96 into 4-27 earnings

**Cree (CREE)** opening sale 250 December \$95 puts \$10.60 and seller of 300 Dec. \$90 puts \$8.60

**Appian (APPN)** bouncing at its 200-MA here and 200 January 2023 \$90 ITM calls opening for \$1.1M and also 200 Nov. \$135 OTM calls bought for \$445K

**Weibo (WB)** buyer 1000 May \$48 calls \$3.50 offer as well as the \$56 calls 1500X

**Baidu (BIDU)** with 2,000 May \$215 calls bought for \$8.90 today with 2,500 of the May \$240 calls which may be adjusting back

**NXP Semi (NXPI)** buyer 2500 next week \$215 calls \$1.73 offer. **NXPI** calls capture earnings on 4-26, higher six of the last eight and likely talks again about strong demand for automotive chips much like Q4. **NXPI** also buyer 1000 May \$200 calls \$8.40 offer

**Atlassian (TEAM)** with 1,500 September \$240 calls being bought this morning up to \$18. **TEAM** has pulled back to 21-MA after recent guidance boost, still has the 6750 May \$230 long calls in OI as well

**Sea (SE)** with 1700 August \$230 puts sold to open this morning for \$22.75 in stock replacements

**Splunk (SPLK)** with 500 November \$120 puts being sold to open today for \$9.10

**Twitter (TWTR)** September calls active today with 1850 September \$75 calls trading \$5.15 to \$5.30 offers and 2600 September \$80 calls trading \$3.85 offer, will confirm OI change tomorrow but looks like some nice accumulation

**Qualtrics (XM)** working strong out of long post-IPO base seeing spreads sell 1000 November \$25 puts to buy the \$35/\$45 call spreads

**Kingsoft Cloud (KC)** opening sale 1000 August \$40 puts for \$3.60

**Cloudflare (NET)** big vote of confidence with 2000 November \$70 puts sold to open for \$9.55

**Entegris (ENTG)** buyer of 900 August \$100 puts aggressively \$5.40

**Netflix (NFLX)** into morning weakness saw stock replacements 750X open September \$530 calls around \$33

**NVIDIA (NVDA)** buyer 650 July \$535 puts for \$15.35

**Alphabet (GOOG)** with 200 January \$2,300 puts sold to open for \$223. **GOOG** also with 500 August \$1900 puts bought to open today

**Pinduoduo (PDD)** with 1000 June \$130 calls sold for \$9.58 today in a buy-write

**Applied Materials (AMAT)** with 5,950 of next week's \$138 calls bought up to \$1.89 into the **LRCX** report tonight

**Coupang (CPNG)** buyer of 200 January 2023 \$25 calls for \$19.10, still with some size in the \$40 and \$45 calls

**Okta (OKTA)** buyer today of 500 June \$260 puts for \$12.65 into the strength

**Uber (UBER)** stock replacement sells 2,000 September \$52.50 puts for \$4.50

**TI (TXN)** with 2000 June \$180 puts sold to open \$5.15

**Oracle (ORCL)** opening sale 1000 July \$75 puts \$2.78

**ACM Research (ACMR)** IV fading today as 1200 June \$70 puts sold to open for \$4.30

**Alibaba (BABA)** size buyers active in May 14th (W) \$230 calls today \$5.80 to \$6.10, name where sentiment likely at a trough

**KT Corp (KT)** stock and IV higher mid-day with buyers of 6000 October \$15 calls for \$0.55 to \$0.60, a \$6.8B South Korean telecom

### Utility

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#### **Not Investment Advice or Recommendation**

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