



MARKET RECAP REPORT 4/22/2021

Sector Leaders

Solar

Software

Retail

Stock Gainers

TDC 32.5%

CVM 31.5%

XM 20.5%

NKLA 20%

EFX 15%

HZO 12.7%

Volatility Gainers

- ATNF
- SEAC
- CVM
- CPNG
- SOLO
- MVIS

High Call Volume

- ATNF
- TDC
- XM
- DISH
- MAT
- PVH

Bullish Options

- MU
- XM
- TSM
- LVS
- AMRS
- TSLA
- DISH
- ADSK
- WDAY
- UNP
- MRNA
- NTR

Market Review: Stocks were quiet overnight after a nice rally on Wednesday and earnings reports continued to come in with a high rate of beat and raises. In morning data Jobless Claims came in better than expected. It was a very strong morning for growth sectors with Solar, Biotech, and Software climbing sharply. Financials and Materials lagged. Stocks dropped sharply midday on reports that Biden is preparing to raise capital gain taxes significantly on the wealthy. It was an ugly reversal from morning strength and markets remain stretched near resistance with headwinds mounting into an active catalyst period. The S&P moved back to the rising 1-month VWAP level.

S&P Chart:



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

Options Action Trends: We saw some large bull flows in Software names like **ADSK**, **WDAY** and **SNOW**. Athletic apparel leaders **NKE**, **LULU** saw size Jan. 2022 put buys.

What's On Tap: New Home Sales and April Flash PMIs. Earnings from **HON**, **AXP**, **KMB**, **SLB**.

Trade Tracker Portfolio Changes:

- 1) **Spotlight:** Long **ATVI** May \$95 Calls \$2.75 (No Fill)

Sector Laggards

Precious Metals

Semi's

Materials

Stock Losers

EOLS -18.5%

DNMR -11.5%

SEIC -8.8%

GSX -8%

FSR -6.5%

TRQ -6.5%

Volatility Losers

- SNBR
- SLM
- SAVE
- XME
- AMRN
- SENS

High Put Volume

- INDA
- MAT
- SKLZ
- CS
- ACI
- UA

Bearish Options

- WMT
- COIN
- SEDG
- YETI
- NKE
- TWTR
- ORCL
- NDAQ
- VST
- AMAT
- LULU
- LOW



FEATURED OPTIONS RADAR REPORT



Sysco Bulls Position for Reopening, Restaurant Spending Strength

Ticker/Price: SYY (\$80.30)

Analysis:

Sysco Corp (SYY) with bullish activity this week as 1640 November \$90 calls, 1200 November \$100 calls and 1665 November \$70 short puts opened on 4/20. SYY still has 2,500 January \$80 calls and 2,375 January \$85 calls in open interest from buyers last June sitting on some profits. SYY has a tight weekly bull flag forming like many of the reopening names and \$82 a breakout level to try and move through 2020 highs with the first Fibonacci extension target up at \$109. SYY will next report on 5-4. SYY is the largest global distributor of food and related products primarily to the foodservice or food-away-from-home industry. Sysco's customers in the foodservice industry include restaurants, hospitals and nursing homes, schools and colleges, hotels and motels, industrial caterers and other similar venues where foodservice products are served. Fresh & Frozen Meats, Canned/Dry Products, and Frozen Fruits & Vegetables account for 52% of revenues with Poultry, Dairy, Fresh Product, Paper/Disposables, Seafood, and Beverage smaller contributors. Restaurants account for 62% of sales. SYY has a \$41B market cap and is trading 25X Earnings, 14X FY22 EBITDA and 0.9X Sales with a 2.24% dividend yield. Forecasts see revenues under pressure in 2021 again down 6% with q4 where easy comps start to kick-in and set up for 18.7% growth in 2022 with EBITDA set to grow more than 50%. SYY has long been an industry-leader and Adjusted EBITDA margins run 2X the industry average and SYY has \$8B in cash and liquidity with a strong balance sheet. SYY will host an Investor Day on May 20th. Supply chain cost inflation is one area of concern for investors. Analysts have an average target of \$83.50 with short interest at 1.2% of the float. JPM raised its target to \$85 on 4/12 as earnings normalize the next 12-18 months. Piper upped its target to \$86 as Knapp Track data shows strengthening US restaurant trends. Hedge Fund ownership jumped 8.9% last quarter, Triam Fund remains concentrated at 22.6% of its portfolio, and Longview and Yacktman also with sizable stakes.

Hawk Vision:



Hawk's Perspective: SYY is a high quality leader and the positioning makes a lot of sense, looking for a nice breakout of this range.

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Bullish Trades See TG Therapeutics a Biotech Winner in 2021

Ticker/Price: TGTX (\$40)

Analysis:

TG Therapeutics (TGTX) with an interesting trade on 4/20 as 1000 January \$38 puts were sold to buy 1000 of the \$40/\$55 call spreads. TGTX also with 500 January \$40 puts sold to open for \$8.60. TGTX has not seen a lot of recent positioning with still has 2,570 January \$30 short puts in open interest as well as 1000 January \$10 calls, 1250 January \$30 calls, and 1888 January 2023 \$15 calls. TGTX shares are putting in an ugly candle breaking recent lows with a 38.2% retracement support down at \$37.40 that aligns closely with uptrend support. The 200-day moving average is down at \$35.55 as another key level. TG Therapeutics is a fully-integrated, commercial stage biopharmaceutical company focused on the acquisition, development and commercialization of novel treatments for B-cell malignancies and autoimmune diseases. On 2-5, the FDA granted accelerated approval of umbralisib, now referred to as UKONIQ, for the treatment of adult patients with relapsed or refractory Marginal Zone Lymphoma (MZL) who have received at least one prior anti-CD20 based regimen and adult patients with relapsed or refractory Follicular Lymphoma (FL) who have received at least three prior lines of systemic therapy. TGTX has a market cap of \$5.75B with revenues seen at \$327M in 2022 and \$583M in 2023. It has plenty of cash to fund operations through 2023. It was included in Jefferies' 2021 top Biotech M&A candidates list. TGTX is a US biopharmaceutical company, with a diversified pipeline that features two late-stage assets in umbralisib (already approved as Ukoniq for cancer) and ublituximab (an anti-CD20 antibody, with positive Phase 3 data already in hand in both cancer and multiple sclerosis/MS). Goldman sees more potential in ublituximab's prospects, given potential use in both MS (GS estimates peak sales of \$1.8bn) and chronic lymphocytic leukemia in combination with umbralisib (GS estimates peak sales of \$1.6bn). Analysts have an average target of \$75 and short interest is 9% of the float. Goldman initiated Neutral on 4-21 with a \$50 target noting "We favor the de-risked nature of TGTX, also finding (1) merit in the company's ability to secure its first product approval, and (2) a high likelihood of TGTX gaining two more product approvals by year-end 2022 (we assume 85% POS). That said, seeing risk in small company product launches, and given our below consensus view on 2022-2025 revenue, we prefer to take a wait and see approach on the launches, and hence, we initiate at Neutral." Cantor Fitzgerald raised its target to \$74 seeing differentiated date in MS as an effective treatment for relapsing MS. HCW raised its target to \$89 noting the recent new data was impressive. Alkerm has a \$210M stake in TGTX and Maverick Capital with a \$166M position.

Hawk Vision:



Hawk's Perspective: TGTX has a real ugly chart but I like the fundamentals here and think this structure of trade is attractive, I put it very high on my list of M&A targets.

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Large Call Buy in AutoDesk Sees New Highs As End-Markets Improve

Ticker/Price: ADSK (\$290)

Analysis:

AutoDesk (ADSK) shares popping earlier with buyers of the June \$290 calls from \$15.20 to \$16.30, over 2000X. ADSK has seen buys recently in the July \$360 calls and July \$320 calls, the latter over \$2M. Shares broke a downtrend recently off of the January highs and now consolidating in a small range just below YTD VPOC. ADSK held the rising 21-MA with the recent pullback and above \$300 can re-test prior highs and then longer-term measured move to \$350. The \$63.2B company trades 42X earnings, 14.9X EV/sales and 34X cash. ADSK remains a leader with their design/automation software a dominant market position and poised to improve upon 2020 which brought a lot of uncertainty to their key end-markets. ADSK sees more than half of their revenue from E&C activity which is expected to pick up in 2021 as spending on infrastructure projects is better laid out. The company was at the Berenberg conference in mid-March and cited optimism around long-term potential in manufacturing which has been an area of investment lately and spot where they can add significant user growth for their Fusion 360 product. Analysts have an average target for shares of \$290 with a Street High \$370 and Baird with a bull case of \$500. Argus was out positive in January noting that while the pandemic has slowed their business in the US and UK, their ROW performance has improved dramatically and they expect an earnings trough in 2021. JP Morgan has shares at Overweight citing tailwinds from economic expansion beginning in Q2. Short interest is 1% and near six year lows. Hedge fund ownership rose marginally. Polen Capital a buyer of stock and now has over 6M shares.

Hawk Vision:



Hawk's Perspective: ADSK would set up well with a little more consolidation under \$300 but in a nice position to regain some leadership in 2021 within software as their end-markets improve

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Snowflake Call Buyers Position Ahead of Earnings Eyeing Return to Momentum

Ticker/Price: SNOW (\$229)

Analysis:

Snowflake (SNOW) stock and IV rising with 2350 June \$250 offer sweep calls bought \$15.40, tightly coiled growth Tech play. SNOW has seen buyers recently in the November \$235 calls for more than \$1M and the August \$315 calls for more than \$1M as well while the June and January options with plenty of bull flow as well in March. Shares have lagged behind since hitting a peak near \$420 in November and now trying to base around the \$220 level with a move back above the 50-day in focus. A break higher has room up to February value around \$290/\$300. The \$67.85B company trades 56.8X EV/sales, fairly rich on valuation, with 88% growth in FY22 and 64.5% in FY23. SNOW is an emerging leader in cloud-based data warehousing with a 10% market share and expanding client base with their platform agnostic approach. SNOW was at the MSCO Tech conference in March and noted that they continue to build a large backlog of enterprise contracts to migrate legacy on-premise systems to Snowflake. They continue to see major opportunities to expand their TAM by expanding into unstructured data which they should announce in the 2H of their FY, an area IDC estimates is as much as a \$16B market and only 25% in the cloud. Analysts have an average target for shares of \$285 and a Street High \$350. Evercore ISI started coverage on 3/26 at Outperform as they think there are few software firms over the last decade that have as large a growth opportunity as Snowflake. The firm thinks SNOW's cloud data warehousing TAM will power strong revenue growth in the near-term and longer-term it's a unique way for investors to get exposure to the rapid growth and democratization of data within organizations. UBS with a Buy in March noting that conversations with customers have improved his view of the data analytics software trends. Short interest is 2.8%. Hedge fund ownership rose 122% in Q4, Altimeter Capital a buyer of 9M shares.

Hawk Vision:



Hawk's Perspective: SNOW has a sky-high valuation and that's been out-of-favor for much of 2021 but the long-term potential remains huge and do think its giving a nice risk/reward setup here versus the recent lows

Confidence Ranking: \$\$

Additional Options Flow

Market/ETFs

Silver (SLV) with 10,000 October \$25 calls being sold to open \$1.90

China Internet ETF (KWEB) spread sells 10,000 June \$68 puts to buy the \$80/\$85 call spread for a net \$0.18, largest exposure to **Tencent, BABA, and PDD**

Russell (IWM) buyer of 3000 August \$227 calls earlier \$9.65

NASDAQ (QQQ) afternoon buyer 5000 May 28th (W) \$325 puts \$5.72 this afternoon

S&P (SPY) afternoon buyer 10,000 May 28th (W) \$400 puts \$4.63+, also Dec. \$370 puts opening 71,000X as June \$340 adjust a likely hedge

Consumer Goods

Peloton (PTON) buyers of 1000 May 7th (W) \$101 ITM calls for \$7.70 this morning with earnings around 5-6

Wal-Mart (WMT) buyer 1200 May 28th (W) \$141/\$135 put spreads

Yeti (YETI) buyers of 950 August \$87.50 puts for \$10 this morning into strength, earnings in mid-May

Tyson (TSN) with 1500 January \$85 calls sold to open for \$4

Altria (MO) with 1800 September \$47.50 puts sold to open \$3.80

Dollar General (DG) with 1000 May \$217.50 calls bought for \$3.30

Consumer/Business Services

Las Vegas Sands (LVS) with 2950 next week \$59 calls bought \$1.30 into early weakness. **Las Vegas Sands (LVS)** now with 20,000 January \$65 calls bought \$5.40 to \$5.60 into weakness. **LVS** offer sweep buys September \$60 calls 1750X \$5.40 as well. **LVS** now 5000 September \$65 calls bought \$3.40. **LVS** now 27,500 June 4th (W) \$61 calls open \$2.50

Roblox (RBLX) which has seen size calls accumulate in May is seeing the May 7th (W) \$72 calls trade 1800X to open with buyer flow up to \$4.70, odd timing with earnings 5-10

Dish (DISH) buyers 900 September \$45 calls \$3.55/\$3.60. **Dish Network (DISH)** with 2,000 January \$47.50 calls bought this afternoon for \$4.60

DraftKings (DKNG) morning sweep buys 3000 May \$62 calls \$2.93 to \$3 this morning, trying to base and work out of a falling wedge

GSX TechEdu (GSX) opening sale 5000 July \$25 puts \$6.40

Nike (NKE) buyers of 3000 January \$105 puts \$3.50 to \$3.55

Royal Caribbean (RCL) opening sale of 2,400 January 2023 \$40 puts for \$2.70

Bally's (BALY) buyer 500 August \$60/\$70 call spreads and November \$60/\$80 call spreads trade 340X680

Penn National (PENN) buyers of 550 October \$105 calls for \$11.95 today, follows the July call buys yesterday afternoon

Lululemon (LULU) buyer of 1200 January \$260 puts \$10.45 to open

Charter (CHTR) with 3,000 January 2023 \$635/\$480 bull put spreads opening for \$48.60, common strategy in the name and expiration in February

Starbucks (SBUX) buyer of 1000 October \$97.50 puts \$2.25

Lowe's (LOW) with 1150 September \$180 puts opening \$6. **LOW** also seeing 1150 July \$200 puts open this afternoon for over \$1M

AirBnb (ABNB) stock replacement sold 750 January 2023 \$120 puts for \$14.10 today

Abercrombie (ANF) with 1000 May \$40 calls bought today \$2.05 to \$2.15

Stride (LRN) October \$35 calls up over 2000X on the day trading \$3.40 to \$3.60 with smaller lot buy flow

Activision (ATVI) buyer 4500 November \$105 calls \$4.56

TJX Co (TJX) with 6000 May 14th (W) \$71 calls sold to open for \$0.75

Energy

Conoco (COP) with 800 June \$48 calls bought for \$3.40 to \$3.55

Devon Energy (DVN) with over 950 January 2023 \$17 puts sold to open today for \$3.55

Diamondback (FANG) with 750 December \$65 puts sold to open for \$7.90 today in a stock replacement

Occidental Petro (OXY) buyer 1500 November \$30 calls for \$2.25, also 1500 September \$22 puts sold to open \$2.15

Matador (MTDR) April 2022 bull risk reversal 1000X with the \$32.50 calls bought and \$25 puts sold for net \$3.55 credit

Halliburton (HAL) opening sale 1500 January 2023 \$15 puts \$2.15

First Solar (FSLR) opening sale 1000 January \$95 calls for \$10.10

Daqo Energy (DQ) May \$80 puts 3500X and May \$75 puts 4350X active today with size buyers this afternoon into the 15% rally into the falling 55-MA

Financials

Bank America (BAC) with 2950 July \$37 puts sold to open \$1.40

Coinbase (COIN) also with 500 June \$310/\$360 call spreads bought today for \$15.80

Nasdaq (NDAQ) IV rising into the morning highs with 1375 January \$125 puts bought for \$2.60

JP Morgan (JPM) buyer of 1300 May \$146 calls for \$5.70 in a stock replacement

Colony Capital (CLNY) with 5,000 December \$8 calls sold to buy the \$6 puts for a net \$0.15

American Express (AXP) with 1000 May \$147 calls bought for \$5.30 to \$5.40 into earnings. **AXP** also seeing 500 January 2023 \$145/\$105 bull put spreads open today for \$14.10

Healthcare

Allscripts (MDRX) buyers active for 3,850 May \$16 calls here up to \$1 ahead of earnings next week

Moderna (MRNA) with 1 000 May \$172.50 calls opening above \$11 as the \$170 adjust. **Moderna (MRNA)** the July \$220 calls being bought today over 3500X up to \$8.80 in stock replacements

VIR Biotechnology (VIR) strong today and 500 May 7th (W) \$45 ITM calls bought from \$6.90 to \$7.10, follows recent buys in the May 7th (W) \$40 calls

United Health (UNH) with 200 June 2022 \$420 calls opening for \$31.78 as the January \$370 calls adjust higher into strength

Accelaron (XLRN) with 1000 June \$120 puts sold to open for \$7.40 as the May \$125 short puts adjust and shares back around their 200-day

EcoLab (ECL) buyer 500 October \$195 puts \$5.40, earnings 4-27

Teva Pharma (TEVA) with 500 December \$15 ITM puts sold to open for \$5

Sage Therapeutics (SAGE) with 1000 June \$65 puts sold to buy the \$80/\$90 call spread this afternoon for a large net credit ahead of data

Aerie Pharma (AERI) with a buyer of 1350 June \$20 calls for \$1.14, adjusting the May \$20 calls from early March

HCA Healthcare (HCA) with 1,600 January \$220 ITM puts sold to open this afternoon between \$31.50 and \$32.50 after earnings this morning. **HCA** also with 675 June \$195 puts sold to open from \$6.50 to \$6.20

Industrials

Tesla (TSLA) large opening buyer of 10,000 December \$690/\$1,000 call spreads for \$101.97

Union Pacific (UNP) with 2,500 August \$240/\$200 bull risk reversals opening today for a small credit into the earnings dip

CH Robinson (CHRW) buyers of the May \$100 calls here for \$2.90, over 2000X into earnings on 4-27

Boeing (BA) the June 4th (W) \$245/\$270 call spread being bought 500X1,000 for \$3.05 into earnings next week

Materials

Barrick Gold (GOLD) with 1,500 December \$25 calls bought for \$1.46 in a stock replacement

Amyris (AMRS) size buys here 7000 January \$17 calls \$3.90 to \$4, already size in OI, and recent bull flow in June

US Steel (X) opening seller 2275 October \$19 puts \$2.31. **US Steel (X)** block of 27,000 July \$18 puts opened for \$0.78

Turquoise Hill (TRQ) with 5,000 May \$18 calls sold to open today down to \$0.80

Nutrien (NTR) with 1600 January 2023 \$60 calls bought \$4.60 to \$4.80, earnings 5-3 and seeing strong results across Ag

Freeport (FCX) stock replacement is selling 5,000 November \$35 puts for \$4.95 today

Southern Copper (SCCO) with 1150 December \$60 ITM calls opening near \$12.60, follows bullish action yesterday

Mosaic (MOS) with 2,500 May \$36 calls bought today around \$1 into 5-3 earnings

Newmont Mining (NEM) this afternoon with 1300 January 2023 \$80 calls bought \$5.90

Tech and Telecom

IQIYI (IQ) the December \$12.50 puts being sold to open today 2,250X between \$1.78 and \$1.83. **IQ** now also with 1800 July \$15 puts sold to open for \$1.65

NXP Semi (NXPI) the May \$225/\$240 OTM call spread opening 1225X into earnings next week, paying \$1.20

IBM (IBM) with 5,000 October \$140 calls sold to open today for \$8.79 as the July \$135 short calls from early April adjust

Uber (UBER) the August \$65/\$75 call spread opening 2000X for \$1.54. **UBER** also with 4,500 January 2023 \$52.50 puts sold to open today for \$9.95

Micron (MU) buyer 1500 September \$100 calls for \$4.19. **MU** 2500 September \$97.50 calls bought \$4.89, weak open after **LRCX** report. **MU** now with 1,500 September \$85 calls bought for \$8.75 in a stock replacement

Taiwan Semi (TSM) buyers of 4000 July \$110/\$120 call spreads may be adjusting strikes

Qualtrics (XM) aggressive offer buy of 1000 June \$40 calls \$3.80 into 17% rally on beat and raise report

Teradata Systems (TDC) higher by 30% today after preliminary numbers and buyers are opening the May \$52.50/\$65 call spread 1500X for \$3.40

Rekor Systems (REKR) with 500 January \$20 puts sold to open for \$5.40

Coupang (CPNG) popped with 2500 May \$45 calls bought

Workday (WDAY) with 2500 May 28th (W) \$280 calls opening \$3.30 which should capture earnings week

Okta (OKTA) with 400 June \$270 puts sold to open \$13.50. **OKTA** now with 500 June \$300 puts sold for \$29.50 in a stock replacement

Salesforce (CRM) the January 2023 \$310/\$380 call spread bought near 800X today for \$8.15

Twitter (TWTR) large spread into earnings sells 10,000 June \$85 calls at \$0.91 and buys 12,000 May 7th (W) \$62.5 puts at \$2.36, could be protecting a large position

Oracle (ORCL) selling off as Tech rotates back to growth, follows large July put buy yesterday and today 3500 May \$74 puts active with buyers. **ORCL** May puts jump to 7500X here with more big orders

Broadcom (AVGO) with 400 January 2023 \$440 puts sold to open in a stock replacement for \$68

Netflix (NFLX) opening sale 250 December \$500 puts \$50.25, also seeing July \$515 calls bought 700X to open for around \$1.75M

Digital Turbine (APPS) May 28th (W) \$80 calls nearly 3000X bought for \$1.5M, also seeing 1000 April 30th (W) \$80 calls adjust to \$72 May 28th (W) ITM calls, and 2000 April 30th (W) \$72 / May 28th (W) \$72 put calendar spreads trade

New Relic (NEWR) buyer of 1,000 September \$60 puts today for \$6.60, tied to stock. **NEWR** also with 525 May \$65 calls bought for \$4.80

Applied Material (AMAT) with 1000 October \$120 puts bought \$8 to \$8.10. **AMAT** now also with 800 August \$125 calls bought for \$15.90 in a stock replacement. **AMAT** also 1900 October \$110 puts bought \$5.10 offer

Alpha & Omega (AOSL) with 1000 May \$30 puts sold to open for \$2.05 to \$2

Appian (APPN) with 1300 May \$125 calls bought \$11.30 to \$11.80, earnings 5-6

Pure Storage (PSTG) November \$22.50 calls with 1900X sold \$2.40 bids to open

FireEye (FEYE) opening sale 1000 January 2023 \$20 puts for \$4.65

Utility

NextEra (NEE) spreads selling 1800 December \$80 calls and buying \$75/\$70 put spreads

American Water (AWK) with 400 December \$145 puts bought for \$5.70

Ormat (ORA) with 1000 May \$70 puts bought for \$1.50 and follows recent buyers of the \$75 puts 1000X

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Not Investment Advice or Recommendation

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