



Sector Leaders

Software

Metals

Biotech

Stock Gainers

PFPT 31%

OCGN 26%

MVIS 25%

VYGR 22%

CSPR 19.5%

DNMR 17%

Volatility Gainers

- MVIS
- CCIV
- QD
- AR
- PLBY
- TEVA

High Call Volume

- TX
- CSPR
- YPF
- PLBY
- WING
- GENI

Bullish Options

- GS
- PYPL
- BAC
- TENB
- C
- UNP
- WING
- CROX
- POWI
- APO
- IAA

Market Review: Stocks were quiet to start an active two week stretch of corporate earnings, Macro news was light and COVID continues to improve in the US but worrisome abroad. The March Durable Goods Orders number ex-transport came in at the expected level and Dallas Fed came in strong. Breadth was strong the opening hour as markets ran to fresh highs. Software led the strength but Energy & metals were also very strong. Retail, Defense and Utility were among the groups in the red. It was a low volume drift higher session into an active earnings week, felt like a chance to further take off some risk with markets extended but the value back to growth rotation continues.

S&P Chart:



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

Options Action Trends: Banks drew bullish activity in the morning session with call buys in **GS, C, BAC**. Action tends to slow through this bulk part of earnings season with little new large net exposure opening. Late morning we saw speculative call buying in Natural Gas plays **RRC, AR**.

What's On Tap: House Prices and Richmond Fed. Earnings from **MSFT, GOOG, V, LLY, TXN, UPS, AMGN, SBUX, RTX, GE, MMM, SYK, AMD, FISV, MDLZ, SHW, ECL** and more.

Trade Tracker Portfolio Changes:

- 1) Closed **FSLR** Call Spreads \$3.70 (Opened \$3)
- 2) **Spotlight:** Opened **ABNB** May/June \$190 Call Calendar Spreads \$2.95
- 3) Closed **MOS** Calls \$3.65 (Opened \$2)

Sector Laggards

Retail

Gold Miners

Defense

Stock Losers

DORM -8%

ACI -6.7%

DDS -5.2%

SKX -4.8%

ICLK -4.7%

ATLC -4.6%

Volatility Losers

- PFPT
- SEAH
- AXSM
- ATOS
- TELL
- DS

High Put Volume

- DKS
- CSTM
- HAS
- STLD
- SKX
- JAZZ

Bearish Options

- TSM
- AA
- TW
- UPS
- SNAP
- OPEN
- POST
- SAGE
- BBBY
- TOT
- PTON
- ICE



FEATURED OPTIONS RADAR REPORT



Bulls See Longer-Term Value in AIG Shares

Ticker/Price: AIG (\$47.34)

Analysis:

American International (AIG) shares forming a tight weekly bull flag ahead of earnings scheduled for 5-6. The current flag measures for a ten point move above \$48 though some key volume resistance up at \$53 and to a lesser extent the \$51 level. AIG has seen some longer-dated large call positions open with 2700 of the January 2023 \$40 calls, 1785 of the \$45 calls and on 3/16 the \$50 and \$52.5 calls each bought 3,450X for around \$6M net. AIG is a leading global insurance organization providing property casualty insurance, life insurance, retirement solutions, and other financial services to customers. AIG now reports the results of its businesses through three segments – General Insurance, Life and Retirement and Other Operations. The \$40B company currently trades 9.4X Earnings, 0.62X Book and has a 2.7% dividend yield. Forecasts see revenues growing 2.8% in 2021 and 4.4% in 2022 with EPS up 72% and 16% respectively. The General Insurance accident year combined ratio, as adjusted, improved for the tenth consecutive quarter reflecting a higher-quality book of business driven by better business mix and portfolio management actions. The company expects premium trends in 2021 to be similar to 4Q20's, especially in commercial lines. Commercial NPW should benefit from 1) P&C rates, 2) lower reinsurance cessions, and 3) exposure growth as the economy recovers. AIG also has a potential catalyst coming as it announced in Q4 plans to IPO or sell a 19.9% stake in the Life/Retirement unit with proceeds expected to be used to reduce debt. In the coming quarter AIG faces some catastrophe losses from Winter Storm Uni and the Japanese earthquake. COVID losses from increased mortality rates will also be a headwind but likely one easing through 2021. Analysts have an average target of \$49 with short interest low at 1% of the float. JPM raised its target on AIG to \$48 on 4/5 though remains Neutral on the insurance stocks with lackluster business fundamentals. In February "The Insurer" reported rumors that Berkshire is building a stake in AIG. Hedge Fund ownership fell 5% in the latest quarter filings.

Hawk Vision:



Hawk's Perspective: AIG has a clear potential upside catalyst and the chart sets up very nicely with near-term calls priced cheaply, a name that could be worth a short into earnings.

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Large Bull Trade Sees Agora Reward/Risk Back to Favorable

Ticker/Price: API (\$59.80)

Analysis:

Agora (API) with an interesting spread on 4/23 that sold 2500 December \$40 puts to open for \$5.10 and bought 780 of the December \$60 calls for 16.20, structuring it to be done for a small net credit. API does not have any other significant trades in open interest. API shares surged in January and early February and then gave it all back but shares are forming a nice weekly base that started to work out of the range last week and back above key weekly moving averages, also importantly the base occurred at its lifetime VWAP level from the IPO which is currently near last week's low of \$52. API pioneered Real-Time Engagement Platform-as-a-Service, or RTE-PaaS, and is the global leader by market share in this rapidly growing industry. The platform provides developers simple-to-use, highly customizable and widely compatible application programming interfaces, or APIs, to embed real-time video and voice functionalities into their applications without the need to develop the technology or build the underlying infrastructure themselves. The key components of its platform are SDK and the SD-RTN, which are the foundation of the products it offer developers such as Real-Time Video, Real-Time Voice, Real-Time Messaging and Real-Time Recording, among others. RTE products address the fastest growing, video portion of the CPaaS market, and voice and messaging stand to benefit from the adoption of RTE solutions as well. API currently has a market cap of \$6.7B and trades 34.7X FY21 EV/Sales and 23.6X FY22 with revenues seen rising 35.9% in 2021 and 47% in 2022 after a 107% jump in 2020. API is seeing more emerging use cases and has impressive 179% dollar-based net expansion rates. API is seeing a lot of interest in audio live-cast with Clubhouse a key customer. API has been expanding away from China with non-China revenues approaching 30%. Analysts have an average target of \$72 on shares with short interest rising to 7.4% of the float. Macquarie started shares Outperform with an \$80 target on 3/23 noting Agora is an industry-leader in the rapidly growing demand for in-app real-time communications with ample growth drivers.

Hawk Vision:



Hawk's Perspective: API is a premium-valuation name but also rapid growth and a lot of potential so the recent \$52 support a nice trade-against level though prefer to see some more flows in the name.

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Bullish Open Interest Accumulates in Under-Valued Small-Cap Radware

Ticker/Price: RDWR (\$29.75)

Analysis:

Radware (RDWR) an interesting small-cap that has seen a lot of bullish flow recently including 1000 September \$32 ITM puts and 1000 December \$32 ITM puts sold to open on Friday, 4/23. RDWR has seen sellers in the Sept. \$31 puts over 2,500X as well while the December \$32/\$26 bull risk reversal has been bought 5000X since 4/19. Shares have been climbing steady since early April and moving above YTD value recently at \$28.50. The monthly look is forming a nice bull flag with the recent breakout above value targeting a run to \$36. The \$1.34B company trades 34X earnings, 5.36X sales and 4.3X cash with high-single digit revenue growth and 20%+ EPS growth forecast for FY22. RDWR is a leader in data center cyber security with a fast-growing subscription business and expansive market opportunity. The company has benefited over the last twelve months from more enterprise transitions to the cloud which has driven demand for their DDoS applications, ADC multi-cloud, and firewall services. They see a \$5B+ market opportunity currently with DDoS growing at an 18% CAGR and bot risk management a smaller but growing segment at 25% CAGR. RDWR is shifting into a higher-mix of recurring revenue with more than one third of their total bookings now. They're coming off of a strong quarter and expect 2021 to be a strong early continuation of last year as they ramp sales and marketing investments and selectively go after International opportunities. RDWR reports next in early May. Analysts have an average target for shares of \$30 with a Street High \$33, although limited coverage. Barclays positive in February noting that RDWR is well positioned in 2021 to benefit from enterprise spending recovery and leverage its infrastructure investments into accelerating earnings growth in 2022. Short interest is 4.75%. Hedge fund ownership rose 7% in Q4, Cadian Capital a top holder with 4.3M shares.

Hawk Vision:



Hawk's Perspective: RDWR has long been a favorite small-cap and set for a big acceleration with the big shift into the cloud and IT spending over the next 2-3 years. Shares are extended near-term but back at the \$28.50 level would be of interest

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Bulls Continue to See Upside for Regional Bank Leader US Bank

Ticker/Price: USB (\$58)

Analysis:

US Bank (USB) with 2,000 January \$50 puts sold to open for \$2.30 this morning and later 3,000 January \$47.50 puts sold to open for \$1.66. USB recent had a buyer of more than \$1.5M in January \$57.50 calls while the January \$55 calls and May \$52.50 calls have both been active as well while the January \$62.50 and \$65 calls still has large size from last Fall. Shares are flagging under \$58.50 and looking for another leg higher as it continues the longer-term bull trend with a target of \$63.50. Support is back around \$52.50 and VWAP from the January lows. The \$84.4B regional bank trades 13X earnings and 1.7X book with a 3% yield. USB is a slow-but-steady grower with near 4% revenue growth expected in FY22 and expanding earnings by 7-8%. USB is coming off of a strong quarter and expecting NII to trough in Q1 and improve throughout the year. The company sees a lot of opportunity in 2021 to grow both organically as they scale their tech investments and through M&A, an area where they've been active lately. Analysts have an average target for shares of \$56 but a Street High \$68. JP Morgan upgrading recently to Overweight as USB is a major beneficiary of consumer spending and should benefit from the reopening trade as card-related fees accounted for 16% of its total revenues in 2019, well above 4.7% median among large banks. Jefferies positive in April noting that they expect deposit growth to continue to shine in 2021, helped by stimulus. Short interest is less than 1%. Hedge fund ownership rose marginally in Q4. Berkshire Hathaway is a top holder with 131M shares. D1 Capital also with over 16.8M shares.

Hawk Vision:



Hawk's Perspective: USB has made a big run since we last covered the name over six months ago and remains a best-of-breed name among the regional banks, it can continue to trend above \$58.25 but a pullback to the \$51/\$50 area would be an ideal spot to get involved

Confidence Ranking: \$\$

Additional Options Flow

Market/ETFs

Metal & Mining (PICK) unusual ETF with action as 1400 October \$40 ITM calls buy \$8 to \$8.40

Regional Banks (KRE) buyer 10,000 June \$67 puts for \$2.39 adjusts out of May \$67 puts

Financials (XLF) earlier today with 10,000 March 31st (Q) 2022 \$33 puts bought \$1.99 to open

Consumer Goods

Peloton (PTON) with 1500 May 7th (W) \$98 puts opening \$4.50 as April 30th (W) spreads adjust, earnings 5-6, also seeing 1300 May \$91 puts sell to open today

Walmart (WMT) with 500 December \$140 puts sold to open for \$11.05

Go-Pro (GPRO) the June \$11 calls being bought 1400X for \$1.41 ahead of 5-6 earnings, shares jumpy

AppHarvest (APPH) buyer 1500 November \$12.50 puts for \$1.75

Consumer/Business Services

Context Logic (WISH) with 1000 June \$12.50 calls bought \$2.35/\$2.40 as it tries to clear a longer downtrend

Playboy (PLBY) appears the May \$40/\$50/\$65 call fly trading 2000X4000

Scientific Games (SGMS) opening sale 1500 May \$55 calls \$3.70 to \$3.60

CarParts.com (PRTS) with 2000 December \$20 calls sold to open \$3.10

WingStop (WING) into earnings 4-28 with 1175 May \$125 puts sold to buy \$160/\$175 call spreads, name lacking notable OI

Croc's (CROX) buyer 5500 June \$85 calls \$6.90, adjusting May \$80 calls

Golden Entertainment (GDEN) with 500 June \$25/\$40 call spreads bought today as the \$20/\$35 call spreads adjust higher with shares flagging under \$30

Genius Sports (GENI) with the June \$22.50/\$30 call spread bought for \$1.57, 1000X

IAA (IAA) into weakness with another 2250 October \$65 calls bought \$4.29

Macy's (M) the November \$15 puts bought 1675X for \$1.89 with shares at session lows

Bed Bath & Beyond (BBBY) with 3000 May 14th (W) \$26/\$21.50 put spreads bought for \$1.47. **BBBY** also seeing 2300 June \$29 calls bought today \$1.47 to \$1.55

Roblox (RBLX) with 1750 May 14th (W) \$70 puts sold to open \$3.50, captures earnings 5-10

Discovery (DISCA) working off day lows as 1500 June \$35 calls are bought \$4.70 offer

Manchester United (MANU) with 1900 December \$16 puts sold to open today for \$1.65 to \$1.60, report this weekend the Glazer family is looking to sell the club for as much as £4B

Etsy (ETSY) opening seller 2000 June \$180 puts \$7.90 to \$7.85

Starbucks (SBUX) with 1300 June 2022 \$125/\$115 strangles being sold to open

Energy

First Solar (FSLR) with 2000 June \$75 puts sold to open for \$1.30

YPF SA (YPF) stock and IV higher with 3450 June \$4 calls bought today for \$0.40/ \$0.45, small-cap Argentine oil and gas company

Kimbell Royalty (KRP) unusual 500 October \$12.50 ITM puts sell to open \$2.65, a small cap royalty play in Oil & Gas

Antero (AR) buyers 9500 May \$11 calls \$0.25 and **Range (RRC)** buyers 10,000 May \$10 calls up to \$0.42 in Natural Gas

EQT Corp (EQT) now also with 3,700 May \$20 calls bought for \$0.45 to \$0.50

Apache (APA) the July \$17.50 puts sold to open 2,270X for \$1.46, stock replacement

PBF Energy (PBF) with 4000 June \$15/\$20 call spreads opening for \$0.79 as the May \$15/\$20 spreads roll out

Phillips 66 Partners (PSXP) with 6500 December \$40 calls opening \$1.81 as the June calls close

Marathon Oil (MRO) with nearly 1000 January 2023 \$12 puts sold to open in stock replacements today for \$3.75

Financials

Goldman (GS) breaking out early with buyers active 2500 weekly \$345 calls

Bank America (BAC) buyer 9950 May 28th (W) \$41 calls \$0.73/\$0.74

Citi (C) with 5700 September \$62.5 calls opening \$11.17 as June \$60 adjust

Root (ROOT) weak name lately but today seeing 2000 May \$15 puts sold to open for \$4.10

Coinbase (COIN) opening sale 200 December \$260 puts \$34.50.

PNC Financial (PNC) with 1000 January \$195 calls sold for \$8.70 in a buy-write

Redfin (RDFN) with 425 January \$85 calls bought for \$7.70 to \$7.90, shares strong today and starting to clear a nice multi-week base above its 200-day

Apollo (APO) with 2900 December \$50 ITM calls opening \$6.74

Fiserv (FISV) with 1450 September \$135 calls opening for \$4.50 as some June call spreads close and adjust higher

Intercontinental (ICE) buyer 300 December \$125 puts to open \$10.30 offer, earnings 4-29

MetroMile (MILE) with 1,500 September \$10 puts bought for \$1.90, weak name on a small bounce over the past week

Square (SQ) with 300 January 2023 \$380 calls bought for \$24.30 to \$24.40

Blackrock (BLK) buyers of 200 January 2023 \$1,040 calls for \$27.20

Icici Bank (IBN) buyer 5000 January \$18 calls \$1.15

JP Morgan (JPM) with 2000 December \$130/\$85 put spreads opening as July adjust

Healthcare

CRISPR (CRSP) with near 800 May 7th (W) \$130 calls bought up to \$6.50 this morning, narrow range building above its 200-MA

Merck (MRK) with 2,000 May \$79 calls opening for \$1.05 to \$1.07 this morning as the \$80 calls adjust back into earnings on Thursday

Alkermes (ALKS) buyer of 2000 August \$25/\$20 bull risk reversals for \$0.45

Sage (SAGE) May \$45/\$35 ratio put spreads 1000X2000 into key data

Moderna (MRNA) with 1500 October \$175 puts bought for \$25.50, tied to stock

Clarivate (CLVT) buyer 4500 June \$30/\$35 call spreads \$0.50

Humana (HUM) with 250 January \$460 puts sold to open for \$44/\$43.90

Industrials

Union Pacific (UNP) near a bull flag breakout and over 4,000 May \$225/\$235 call spreads being bought for \$4.09 this morning

Ryder (R) with 1000 May \$77.50 calls bought \$2.55 to \$2.60 into earnings on 4-28 although a weak history

DR Horton (DHI) with 2000 January \$100 calls sold for \$10.70 to open in a buy-write

United Parcel (UPS) with 1500 August \$180 calls opening near \$8.05 as July \$185 adjust

Johnson Controls (JCI) over 700 January 2023 \$60 calls being bought around \$9.10 today in stock replacements

Old Dominion (ODFL) protective spread into strength sells the May \$270 calls to finance the \$250/\$240 put spread, saw similar spreads last quarter as well in the strong leader

American Air (AAL) buyer 65,000 November \$17 calls \$6.25, adjusts the May \$15 calls that close \$6.85 and had opened back on 12/31 near \$3.25

Materials

Livent (LTHM) buyers of 1000 June \$20 calls for \$1.70 this morning, chart highlight on Friday as it works out of a downtrend and weekly base

Cameco (CCJ) another 2,000 January 2023 \$20 calls bought for \$3.85 to \$3.90 this morning after pulling back to March VPOC and basing last week. **Cameco (CCJ)** buyer of 5,720 May \$17.50 calls for \$0.49, spread with 11,250 of the \$19 calls that may be adjusting back from 4/5 buys

Lithium Americas Corp (LAC) with 1500 June \$17.50 calls bought for \$1, back at the 200-day and trying to base

FerroGlobe (GSM) with 2000 December \$5 ITM puts selling to open \$1.75

Turquoise Hill (TRQ) with 5,000 June \$17 puts bought for \$1.05, tied to stock

Siderugica (SID) with 2000 December \$10 calls bought for \$1.20, Brazilian steel stock on a big run

MP Materials (MP) with 1700 September \$30/\$45 call spreads bought for \$4.37

Constellium (CSTM) with 1500 January \$17 calls bought for \$2.75 as the \$15 calls adjust higher

Tech and Telecom

Iteris (ITI) unusual 1000 August \$7.50 calls bought for \$1 to \$1.15 today, nice weekly bull flag setting up and strong the last three sessions. **ITI** is reviewing alternatives after denying a **REKR** takeover deal

Tenable (TENB) aggressive buys 1100 May \$40 ITM calls \$4.60 to \$4.90, higher after the **PFPT** deal

Spotify (SPOT) into earnings seeing weekly spreads sell \$262.50 puts to buy the \$285/\$310 call spreads 1250X

Verizon (VZ) with 6500 May 14th (W) \$58 calls bought \$0.35

FireEye (FEYE) opening sale 1200 May \$20.50 puts for \$1 into 4-27 results

Five9 (FIVN) with 500 November \$130/\$75 bull put spreads opening this morning for \$5.40

Criteo (CRTO) spread sold 1000 May \$32.5 puts \$0.90 to buy 1000 \$37.5/\$40 call spreads at \$1

Snap (SNAP) buyer 1000 October \$60 puts for \$8.95

Power Integrations (POWI) buyers of 1000 May \$90 calls for \$3.10 to \$3.20 this morning, starting to work out of a multi-week base into earnings on 4-29. **POWI** action interesting with all the Semiconductor consolidation, many of its peers been acquired

Microsoft (MSFT) with 4400 June 4th (W) \$272.5 calls opening \$3.15 today ahead of earnings tomorrow night

Advanced Micro (AMD) buyers active in July \$95 calls with 9000 trading versus 5388 in OI, buyers around \$3.30, earnings tomorrow night. **AMD** with 3000 May \$96 OTM calls bought for \$1.22 ahead of earnings tomorrow, shares back near the morning highs

Sea (SE) strong move off of last week's lows and today 1400 May \$310 calls bought for \$3.40. **SE** also with 750 June \$280 calls bought for \$15.25 as some \$240 calls adjust higher

Fastly (FSLY) with 400 January 2023 \$75 puts sold to open for \$24 to \$24.10 in stock replacements

Dada Nexus (DADA) with 500 December \$22.50 puts sold to open \$3.90

Oracle (ORCL) sale to open 1700 July \$72.5 puts into this dip to the rising 21-MA

Netflix (NFLX) remains quiet since the earnings sell-off, seeing June \$515 calls with 2300X bought today that are adjusting the \$510 strike

Splunk (SPLK) buyer 900 June \$145 calls \$4.68

Workday (WDAY) strong this afternoon with buyers of the May \$250 calls from \$13.20 to \$14.05, over 1,425X

Ultra-Clean Tech (UCTT) buyers of 1500 June \$60 calls up to \$4.20 to open ahead of 4-28 earnings, higher two of the last three and another semi equipment name with bullish positioning today

Utility

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