



## MARKET RECAP REPORT 6/21/2021

### Sector Leaders

Banks

Energy

Retail

### Stock Gainers

LDL 82%

RAVN 50%

SWBI 19%

AVCL 16%

WISH 16%

MNOV 15%

### Volatility Gainers

- GSAT
- MNOV
- CBAY
- WISH
- INO
- SWBI

### High Call Volume

- SWBI
- SBH
- WISH
- THO
- AES
- OVV

### Bullish Options

- CAT
- ROKU
- BABA
- NVDA
- CLF
- DOCU
- WB
- SBH
- XBI
- FTCH
- NET
- DISCA

**Market Review:** Stocks bounced to start the week after the hawkish Fed turn last week caused some selling and volatility across markets. The US Dollar pulling back off a ten-week high helped boost metals/ag early. The rally continued the opening hour with the Fed's Bullard walking back some of last week's comments. It was the opposite of last week as Banks, Energy, Retail, Housing and Industrials led a strong upside rebound. Tech lagged along with Solar and Biotech. S&P futures moved all the way back to one-month VWAP on the morning highs with the S&P recovering back above 8 and 21 day moving averages. Momentum continued in the early afternoon erasing weakness from Friday. The Powell testimony being eyed by the market tomorrow in an otherwise quiet schedule through quarter-end.

### S&P Chart:



Resistance	Support
4,250	4,235
4,385	4,170
4,450	4,110

**Options Action Trends:** Early buyer flow in calls targeted industrials and metals with CAT, BA, FCX, CLF, NUE.

**What's On Tap:** Powell Testimony, Richmond Fed, EU Consumer Confidence.

### Trade Tracker Portfolio Changes:

- 1) Closed **ROKU** Bull Put Spreads -\$2.70 (Opened -\$5)

### Sector Laggards

Solar

China Internet

Semi's

### Stock Losers

NCTY -13.5%

MSTR -10%

CLSK -9%

ARCT -9%

CAN -9%

TIGR -8.3%

### Volatility Losers

- GERN
- GTE
- AMRN
- ATHA
- RAVN
- OPK

### High Put Volume

- STNE
- FNV
- ABCL
- PVH
- GOOS
- WEN

### Bearish Options

- ZEN
- CPE
- AKAM
- ALGT
- PVH
- UAA
- FNV
- DEN
- ABCL
- LLY
- TLT
-



## FEATURED OPTIONS RADAR REPORT



### Bullish Trades in Lightspeed as a Reopening Software/Payments Play

Ticker/Price: LSPD (\$79.95)

#### Analysis:

**Lightspeed POS (LSPD)** saw elevated options trading on 6/18 as 2000 July \$80 calls bought \$4.20 with 3000 July \$70 puts sold for \$1.10 and then a separate trade sold 2000 July \$95 calls to buy the \$75/\$65 put spreads which is likely a protective collar on a stock holding. LSPD had minimal open interest prior to these trades and shares are +13.5% YTD but have shown notable relative strength. LSPD shares were higher by more than 10% last week breaking out of consolidation in a move that measures to \$95 and aligns with the strike of the calls sold. LSPD is a Canadian-based point-of-sale software provider with an all-in-one cloud-based platform that allows businesses to manage multiple revenue streams in one place and work remotely. LSPD focuses primarily on small and medium-sized businesses and retailer and restaurants their target market which is massive at 47M operators. They have broad reach as well with over 100 countries and 80,000 individual locations being served. Their payments tool is considered the next big growth engine after launching in 2019. The fully integrated platform will allow them to monetize a much larger portion of their GTV. LSPD has built out through M&A over the last couple years including a \$440M deal for ShopKeep in November, and earlier this month a \$425M deal for NuOrder and \$500M deal for Ecwid. These deals expanded its ecommerce capabilities and merchant funnel and accelerates the supplier network roadmap while opening a new B2B payments opportunity. The \$10.5B company trades 24.7X FY22 and 18.3X FY23 sales, premium valuation, though revenues growing rapidly at 83.8% in 2021 and 104% in 2022, albeit much through M&A (48% organic growth last Q). LSPD profitability is still a few years out. LSPD announced a key partnership with Google to improve product discovery for small merchants and display inventory levels online. Analysts have an average target of \$90 with short interest low at 2.8% of the float. BTIG upgraded to Buy in March as an attractive way to position in a restaurant and retail POS leader with upside optionality.

#### Hawk Vision:



**Hawk's Perspective:** LSPD is one of the most impressive growth companies out there right now and has the potential to become a major leader in Tech. Valuation is a concern but the momentum is favorable and there is likely a lot of upside to current consensus estimates.

**Confidence Ranking:** \$\$



## FEATURED OPTIONS RADAR REPORT



### Large Bull Spreads See Long-Term Upside in C3.AI

Ticker/Price: AI (\$59.20)

#### Analysis:

**C3 AI (AI)** shares are down 57.5% YTD but starting to see some interesting longer-term trades that make it worth taking a closer look at growth Tech company. Last week AI saw January 2023 \$60/\$30 put spreads sell to open 4000X while 1000 January 2023 \$40 calls were bought for \$2.785M and 3000 January 2023 \$50 calls bought for nearly \$7M. AI does still have some short October \$75 and \$85 calls in OI from April trades as well. AI shares may be forming an inverse head and shoulders bottoming pattern and showing some positive RSI developments, though \$64.20 and \$69.75 are two levels to clear which would target near \$77 as VWAP off the February highs. **AI** focuses on enterprise artificial intelligence software with their C3 AI Suite a massive platform that allows users to design and deploy AI applications. AI primarily acts as a Platform-as-a-Service company that allows SaaS applications to be built on top of it. But, they've expanded their portfolio into pre-built SaaS applications, AI CRM solutions, and no-code AI and analytics software solutions. Their end-market usage is wide with applications across financials, healthcare, and energy where AI platforms have been used to build predictive models for maintenance of rigs. AI sees a \$271B TAM by 2024 for their PaaS model, growing from \$174B in 2020 – this is broken down further into a \$44B market for enterprise AI software, an \$82B market for infrastructure software, and a \$145B market for applications. The \$5.73B company currently trades 24.6X FY22 EV/Sales and 18.3X FY23 with revenues growing 71% in 2020, 17% in 2021 and seen rising 30-35% annually the next three years while profitability remains years out. AI's growth disappointed a bit in Q4 but customer count jumped 82% Y/Y. AI was most excited about AI CRM which represents the next generation of the now \$80 billion addressable CRM market it intends to lead. Analysts have an average target of \$100 and short interest is high at 18% of the float, rising 430% Q/Q. Needham cut its target to \$146 on 6/3 seeing business momentum accelerating post-pandemic and sees AI becoming the default platform for Enterprise AI.

#### Hawk Vision:



**Hawk's Perspective:** AI is a fascinating name set up for accelerating growth, although valuation remains rich, above \$62.25 a first level to consider it versus \$56.

Confidence Ranking: \$\$





## FEATURED OPTIONS RADAR REPORT



### Alnylam Risk Reversal Sees Favorable Reward/Risk Despite Surge in Shares

Ticker/Price: ALNY (\$176.9)

#### Analysis:

**Alnylam Pharma (ALNY)** with a large bullish trade on 6/18 as 2950 September \$150 puts sold to buy 2950 of the \$180/\$240 call spreads, giving shares a lot of room for upside. ALNY has previously seen 300 December \$140 synthetic long positions open, opening sales in December \$125 and \$110 puts, and otherwise light activity. ALNY shares are +36% YTD as a top performer in Biotech and on a big run since May. Shares are nearing record highs and the rising channel and 138.2% Fibonacci extension both target \$189 while the recent range break measures to \$220. ALNY is a global commercial-stage biopharmaceutical company developing novel therapeutics based on RNA interference, or RNAi. RNAi is a naturally occurring biological pathway within cells for sequence-specific silencing and regulation of gene expression. ALNY has seen approvals of four first-in-class RNAi-based medicines, ONPATRO® (patisiran), GIVLAARI® (givosiran), OXLUMO™ (lumasiran) and Leqvio® (inclisiran). The \$20.55B company trades 15X FY22 sales estimates with revenues rising 124% in 2020 and seen rising 70% in 2021 with the company in the midst of a strong commercial launch phase. ALNY has limited catalysts near-term outside of Oxlumo ILLUMINATE-C data in mid-21 to expand the opportunity into severe PH1 patients. Phase 3 vutrisiran HELIOS-A study with 18-month exploratory cardiac endpoints is expected by year-end. ALNY also expects data from ALN-HSD in NASH in 2H. One other key driver could be the upcoming results from competitor **Intellia (NTLA)** with first-in-man data from NTLA's CRISPR/Cas9 gene editing asset in ATTR-polyneuropathy expected in mid-21+. Givlaari and Oxlumo launches are progressing well with Japan approval expected for the former in mid-21. ALNY was constructive on the late-stage (Ph3 APOLLO-B data in TTR-CM in mid-22) and early-stage pipeline (Ph2 ALN-AGT in hypertension and preclinical ALN-APP in autosomal dominant Alzheimer's Disease and cerebral amyloid angiopathy) at its recent Goldman Healthcare presentation. Analysts have an average target of \$180 and short interest low at 3.8% of the float. Analyst coverage has been minimal, Citi downgraded in February on concerns of growing competition.

#### Hawk Vision:



**Hawk's Perspective:** ALNY has been on a massive run so one to wait for this move to retrace and offer a better entry back near \$155 ideally.

Confidence Ranking: \$\$

## **Additional Options Flow**

### **Market/ETFs**

**S&P (SPY)** with 1270 December \$388 puts bought up to \$12.52 to open, the Dec. 31st (Q) end of year \$380 puts with 2400X bought to open up to \$11.60. **SPY** buyer 2000 Dec. 2023 \$480 calls \$19.65, adjusts June 2022 \$480 calls. **SPY** block of 7500 August \$428 calls opened for \$5.63 earlier. **SPY** also seeing 2000 January 2023 \$415 calls open ITM today for over \$8M. **SPY** buyers 20,000 July 30th (W) \$407 puts this afternoon up to \$4.50

**Biotech (XBI)** with 1000 June 2022 \$145 calls opening \$11.46 this morning, also seeing spreads buy 1000 January 2023 \$111 ITM calls and sell the \$135/\$100 put spreads

**Bonds (TLT)** with 6000 October \$134 puts bought up to \$1.97

**Russell (IWM)** with over 23,000 August \$216 puts bought today, adjusting \$212 puts. **IWM** also a buyer of 9500 July 30th (W) \$217 puts \$3.39 spread versus 13,000 of the \$201 puts

### **Consumer Goods**

**Sally Beauty (SBH)** unusual 5000 August \$20 calls are bought \$1.35

**AutoNation (AN)** spread bought 1000 July \$95/\$100 call spreads and sold the \$85 puts

**Thor (THO)** been weak since earnings but seeing July \$110/\$120 call spreads bought 1000X1800 while the \$105 calls also with 1000X bought \$5.10 into **WGO** earnings

**Harley (HOG)** large bull trade buys 10,000 January \$60 calls for \$2 and sells 7000 of the \$32.5 puts for \$1.31

**Hydrofarm (HYFM)** with 1200 July \$55/\$65 call spreads bought

**US Foods (USFD)** with 2000 October \$40 calls opening \$2.15 as some July adjust

**Vista Outdoor (VSTO)** opening sale 1000 November \$50 calls for \$4.20 to \$4.10

### **Consumer/Business Services**

**Carnival (CCL)** sellers 4200 August \$25 puts \$0.95. **CCL** now 1500 June 2022 \$25 puts sell to open \$3.35

**PVH Corp (PVH)** with July \$110 calls being sold to buy the \$100/\$90 put spreads 4000X

**FarFetch (FTCH)** looking to bounce off morning lows and is coiled just under YTD VPOC as 2900 Augusts \$60 calls are bought up to \$2.05

**Under Armour (UAA)** spread sells 5000 next week \$21 calls and buys the \$19.5 puts, net \$0.15 debit ahead of the **NKE** report

**VIP-Shop (VIPS)** opening sale 8000 January \$17 puts \$2.65. **VIPS** buyer 1000 November \$21 calls \$1.60 offer as well while 3400 July \$15.5 puts bought \$0.50. **VIPS** 2500 Jan 2023 \$17 puts sold to open \$4

**Discovery (DISCA)** with 3000 July \$27.50 calls bought \$2.20 in offer sweeps into lows, name has been weak since the AT&T merger

**Party City (PRTY)** buyer 10,000 January \$7.50 calls \$3.40 to \$3.44

**Six Flags (SIX)** offer sweep buyers of 600 August \$45 calls \$2.85 after positive Barron's piece

**Dick's Sporting (DKS)** with 800 August \$90 puts selling to open \$3.40 to \$3.30

**Playboy (PLBY)** opening seller 450 January \$45 ITM puts \$15.70 bid

**Mercado-Libre (MELI)** with 450 July 30th (W) \$1300 puts sold to open for \$22.77

**AMC (AMC)** with 4000 September \$35 puts being sold to open \$8.83 to \$8.55 as July adjust

**TAL Education (TAL)** rising to session highs with spreads selling 10,000 November \$17.50 puts and buying 10,000 January 2023 \$60 calls at \$0.17 net credit

**Carvana (CVNA)** with 7000 December \$270/\$165 bull put spreads opening for \$25.40 credit

**Uber (UBER)** weak on day lows but 2000 June 2022 \$55 calls buy aggressive here \$5.90 to \$5.95 offers

**Expedia (EXPE)** with 2950 August \$165 ITM calls active \$11.05 to \$11.10

**Xerox (XRX)** moving higher after 14,000 January \$27 calls bought \$1.05 offer looking to add to the 12,000 bought 5/26, shares put in a nice reversal just above its 200-MA

**William Sonoma (WSM)** buyer 420 September \$145 puts \$7.70

**Nike (NKE)** buyer 1000 January 2023 \$105 puts \$6.90 offer

**Doordash (DASH)** opening seller 650 August \$185 calls for \$12.95 bid, also seeing 800 November \$190 calls sold to buy 480 of the \$175 puts

### Energy

**Plains (PAA)** early buyers 2000 January \$12 calls \$0.85 offer

**Callon Petro (CPE)** with 1200 January 2023 \$35 puts selling to open for \$8.80

**CVR Energy (CVI)** buyers of 1335 July \$17.50 calls \$1.35 offer early

**Devon (DVN)** buyer of 1850 August \$28 calls \$2.25, upgraded at Bernstein this morning

**Denbury (DEN)** with 1300 July \$80/\$70 bear risk reversals opening at \$0.41 credit

**Transocean (RIG)** buyer of 25,000 November \$6 calls this morning at \$0.35

**Marathon Oil (MRO)** buyer 6795 January \$13/\$17 call spreads for \$1.08

**Occidental Petro (OXY)** buyer 1150 June 2022 \$35/\$45 call spreads for \$1.90 as January spreads adjust, name on this week's open interest bull watchlist and up 5% today

### Financials

**Stone-Co (STNE)** opening seller 20,000 July \$60 puts \$0.40. **STNE** also with 1600 August \$62.5 puts bought \$3.10 to \$3.20

**MasterCard (MA)** buyer 1000 weekly \$370 calls for \$3.10

**PaySafe (PSFE)** with 6000 January \$15 calls being sold to open down to \$1.15

**UP Fintech (TIGR)** opening seller 1000 August \$22.50 puts \$2.45. **TIGR** buyers active for 6000 July \$22.50 puts up to \$2.05

**Invesco (IVR)** buyer 2000 December 2022 \$3.50 calls \$1.15

**Realty Income (O)** IV rising with 5750 July \$70 OTM calls bought \$0.20 to \$0.45

**CBOE (CBOE)** popped earlier with 1000 July \$120 calls bought \$1.20 to \$1.25

**Square (SQ)** dipped back to its 8/55 day moving averages this morning and held, seeing 3000 July 30th (W) \$225 calls bought ITM \$17 to \$17.50 in size trades

**CME Group (CME)** with 445 November \$200 puts bought up to \$6.80 to open, also sellers of 500 September \$220 calls

**Coinbase (COIN)** into weakness seeing buyers active 700 January \$240 calls for over \$2M, sellers to open in September 2022 \$160 and \$155 puts and buyers to open in September 2022 \$330 and \$340 calls

**OpenDoor (OPEN)** opening sale 1000 January 2023 \$12.50 puts \$3.60 to \$3.50

### Healthcare

**Moderna (MRNA)** opening sale 6757 July \$170 puts \$1.38. **MRNA** working out of nice pullback base and 3000 July 23rd (W) \$235 calls bought \$4

**Curevac (CVAC)** with 1000 July \$77.50 calls bought \$2.80 after disappointing COVID data last week

**AbbVie (ABBV)** nice bounce this morning seeing 1300 July \$113 ITM calls bought \$2.80 to \$2.98

**Abcellera (ABCL)** with 5000 October \$34 calls sold \$0.80 to buy 5000 of the \$17.5 puts \$1.83

**Agios (AGIO)** with 375 February \$60 puts sold to open \$8.50

**Clover (CLOV)** with 7000 November \$15 calls sold to open \$2.10 as July \$25 short calls adjust

**Ampio Pharma (AMPE)** tightly coiled chart with 3250 unusual January \$2.50 calls bought for \$0.50 to open

**Eli Lilly (LLY)** spreads sold 2000 January \$180 puts and bought 2000 January 2023 \$200 puts at \$16 debits

### Industrials

**Allegiant (ALGT)** with 1000 July \$210 puts bought \$13.50 to \$14.20 this morning

**3M (MMM)** odd spread bought stock and sold 2000 October \$200 calls \$6.62 while buying 2000 August \$185 puts \$3.30

**HC2 Holding (HCHC)** an interesting small cap with 1500 November \$5 ITM puts sold to open \$1.40 in an unusual trade

**Raytheon (RTX)** buyers coming in here last hour for 2800 January \$95 calls \$3.25 to \$3.30

### Materials

**Freeport (FCX)** early morning sweep buyers 4000 July 2nd (W) \$38 calls \$0.55 offer

**Nucor (NUE)** buyer 1000 July 2nd (W) \$101 calls \$1.20

**Cliff Natural (CLF)** buyer 1200 January \$23 calls \$4.05 offer

**MP Materials (MP)** opening sale 1000 December \$22.50 puts for \$2.60. **MP** July \$30 puts were sold 5000X at \$1.60

**Franco Nevada (FNV)** with 3000 October \$140 puts bought \$6.70 to \$6.80, follows size put buy last Friday

**MAG Silver (MAG)** with 1000 November \$17.50 puts sold to open \$1.19

**Pan American (PAAS)** with 2000 August \$30 puts being sold to open ITM down to \$2.85

**Barrick (GOLD)** with 1500 October \$20 calls bought \$2.16

**Anglo-Gold (AU)** with 2000 August \$19 puts sold to open \$1.20

**Alcoa (AA)** opening sale 1000 January 2023 \$25 puts for \$3.85

**Bunge (BG)** with 2000 October \$80 puts sold to open \$5 after the January put sales earlier

**Dow Chemical (DOW)** midday buyer of 1100 August \$62.5 calls \$3.40 to \$3.45

### **Tech and Telecom**

**Alibaba (BABA)** seeing 3000 each of July 2nd (W) \$202.50 and \$205 calls active early

**NVIDIA (NVDA)** buyer of 1000 August \$740 calls this morning \$40.70 to \$41.40

**DocuSign (DOCU)** working off early lows with 1700 August \$300 calls being bought up to \$8.10

**Akamai (AKAM)** sweep buyers 1550 August \$87.50 puts \$0.85/\$0.90

**ZenDesk (ZEN)** bearish size action to start the week with 1450 August \$145 puts bought \$9.50 to \$10.50

**Weibo (WB)** some bullish flow with nearly 1500 August \$45 ITM calls bought \$5.20 to \$5.50

**Bumble (BMBL)** early flag breakout trigger is running after Jefferies bullish note highlighted pre-market, July \$55 calls hot 2850X

**Cloudflare (NET)** buyer 1000 August \$105 calls \$5.35 to \$5.45 offers

**Switch (SWCH)** with 3000 January 2023 \$15/\$25 ITM call spreads bought to open for \$5.58

**Netease (NTES)** spread sold 600 December \$110 calls to buy 600 of the \$105 puts at \$0.80 credit

**Bill.com (BILL)** with 200 August \$190 calls bought \$11.70 and 650 July \$180 calls bought

**Coupa (COUP)** with 400 December \$250 ITM puts sold to open down to \$34.30 this morning

**Roku (ROKU)** with 745 September \$300 calls opening today for over \$6.8M ITM

**DropBox (DBX)** another 17,500 August \$33 calls bought \$0.71

**Sea (SE)** with 300 November \$260 puts sold \$23.10 to open

**Diode's (DIOD)** unusual action with 370 December \$80 ITM puts sold to open \$10.40 bid

**Broadcom (AVGO)** opening sale 1300 September \$420 puts \$10.30 to \$10.26 in the value Semi, pulled back under its 55-MA

**Pinterest (PINS)** opening sale 1100 January \$62.50 puts for \$6.20

**Ozon (OZON)** range breakout today and 1500 September \$60 calls are bought here \$4.20 offer

**Palantir (PLTR)** working out of range with 6000 July \$28 ITM puts being sold to open \$3.75/\$3.71

**TI (TXN)** opening sale 1100 January \$180 puts for \$17.50

**IBM (IBM)** spread in June 2022 sold 1000 of the \$145 puts and bought 1000 \$180/\$200 call spreads

**T-Mobile (TMUS)** with 2000 November \$160 calls sold to open \$3.50 to \$3.45



**C3.AI (AI)** opening seller 1500 December \$80 calls \$4.90 to \$4.70

**Micron (MU)** buyer 5000 July \$77 calls for \$3.06 as \$85 look to be adjusting

**Wayfair (W)** opening sale 398 December \$250 puts \$19.50 and 122 of the \$300 calls are bought \$46.50

**Oracle (ORCL)** with 1500 January \$77.50 puts sold to open \$5.90

**Netflix (NFLX)** this afternoon buyers 750 December \$550 calls \$22.60 to \$23.10

**Workday (WDAY)** with 625 June 2022 \$195 puts sold to open \$13.45 to \$13.25

**Spotify (SPOT)** with around 500 August \$240 puts sold to open \$13.30, also a buyer this afternoon of 750 January 2023 \$540 max strike calls \$4.50 to \$5.20

### Utility

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

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