



MARKET RECAP 4/19/2022

Sector Leaders

REITs

Financials

Industrials

Stock Gainers

WE 12.9%

ACC 12.5%

TWLO 10%

PLUG 9.5%

FRSH 9.5%

ROKU 8.5%

Volatility Gainers

- SAVA
- LC
- NTNX
- CXW
- UL
- SDC

High Call Volume

- NCR
- APTS
- USFD
- LC
- PLAN
- ZEN

Bullish Options

- PYPL
- AAPL
- EL
- WBD
- ZEN
- NCR
- NTNX
- BILL
- BABA
- DIS
- STNE
- BP

Market Review: Stocks opened the day slightly lower amid concerns over Chinese growth, rising rates and another assault on Ukraine by Russia. It was a quiet docket for economic news with Housing Starts coming in a bit better than expected driven by growth in multi-unit activity. Earnings have become the big focus with a strong report out of J&J while Travelers is weak. Netflix after the close will be watched closely as the first big tech report. The S&P opened just above the key 4380 level noted from Monday's close and found early buyers that pushed us up out of this multi-day balance to test 4450. We saw some logical profit-taking at that spot as a key resistance of the last week. Late in the day, we broke out above the 8- and 21-EMA at 4455 which had been a brick wall over the past week, a potential positive momentum shift that could see upside to 4550.

S&P Chart:



Resistance	Support
4600	4500
4650	4450
4735	4330

Options Action Trends: We saw bullish flow into the travel and leisure space with the mask mandates rescinded with **UBER**, **CCL**, and **DAL** in focus. China tech saw some bullish flows today, most notably **BABA**.

What's On Tap: Existing Home Sales, EIA Inventories, Beige Book; Earnings from ABT, ANTM, ASML, BKR, NDAQ, PG, AA, CVNA, CCI, CSX, EFX, LRCX, SNBR, STLD, TSLA, and UAL and many more

Trade Tracker Portfolio Changes:

- 1) None

Sector Laggards

Energy

Tech

Utilities

Stock Losers

BRCC -20%

NRGV -12.5%

XRAY -12%

GFI -9.5%

EC -7.5%

TDS -6.5%

Volatility Losers

- CASA
- AXSM
- ZEN
- HAS
- JBHT
- RAD
- RUN

High Put Volume

- JBHT
- UBS
- IGT
- OVV
- AVDL
- ZI

Bearish Options

- KMT
- TPR
- TSP
- AVDL
- VST
- OVV
- FUBO
- SQ
- SIEN
- CCI
- BIGC



FEATURED OPTIONS RADAR REPORT



Large ITM Calls Target Leading Cloud Enterprise Platform Co.

Ticker/Price: NTNX (\$27)

Analysis:

Nutanix (NTNX) buyer of 2,500 July \$12.50 ITM calls for \$14.20 and also seeing some July \$20 calls active with buyers for \$7.20, over 2500X. NTNX has seen quiet flows recently but does have 5000 January \$12.50 puts in OI from a buyer in October 2021. NTNX shares are forming a wide base under \$28/\$29 and inverted head and shoulders pattern measures up to \$34 on a breakout move. The \$5.95B company trades 3.9X sales and 4.5X cash. NTNX provides an enterprise cloud platform that converges virtualization, enterprise storage services, and networking visualization and security services. NTNX is coming off of a strong quarter with ACV billings topping estimates driven by early renewables, better in-house processes, and improved execution. NTNX is optimistic on the five-year outlook as well with 25%+ ACV billings growth and cash-flow breakeven by the end of 2022. NTNX is growing share within a massive \$21B market which is set to expand to \$30B by 2025 given an increase in spending and focus on the core hybrid cloud market. They also have strong offshoots into DaaS, database services, and cloud management which can expand their TAM to \$61B. Analysts have an average target for shares of \$42 with a Street High \$58. JP Morgan positive in late February noting that talks with recent partners overall expressed strength in the demand environment with one partner referring to closing the year on a strong note, while a large partner observed a lot more people showing interest in buying Nutanix. Based on the pipeline and activity levels, the partners are also constructive on Nutanix for 2022. Keybank starting coverage at Overweight in January and positive on the outlook driven by recent acceleration in sales, new product cross-sell, and go to market partnerships. Short interest is 2.88%. Hedge fund ownership fell marginally last quarter.

Hawk Vision:



Hawk's Perspective: NTNX is forming a nice base/bottoming pattern around \$28 and sets up well for a breakout and run back up to the 200-MA near \$32.50, alert set

Confidence Ranking: \$\$



FEATURED OPTIONS RADAR REPORT



Call Buyer Sees Upside from Healthcare Company Undergoing Transformation

Ticker/Price: WBA (\$45.25)

Analysis:

Walgreens (WBA) buyer earlier of 7500 January \$47.50 calls for \$3.15 in a stock replacement and follows bullish sales recently in the January 2024 \$40 puts and October \$35 puts, the latter over 10,000X. Shares have pulled back to the 50% retracement of the rally from the October 2020 lows and now basing in a small weekly range. A breakout of this small consolidation above \$45.50 has room to move to \$46.75 and then up to \$48 into the prior month value. The \$38.25B company trades 9X earnings, 0.3X sales, and 19.25X FCF with a 4.3% yield. WBA is coming off of a strong quarter with tailwinds from the Omicron surge earlier in the year. The company continues to move forward with developing a consumer-focused, tech-enabled healthcare portal with both VillageMD and Shields delivering strong results. WBA has a near-term catalyst with the sale of their Boots unit which is currently being shopped. Last week, Bloomberg reported Reliance was studying a bid along with Apollo and others. The unit could fetch \$9B+ but Walgreens could also pursue an IPO if they feel demand is muted. Analysts have an average target for shares of \$50 with a Street High \$57. Truist with a \$50 PT for shares noting in early April that while there are near-term headwinds for the company, the longer-term trends in overall pharmaceutical services is solid given aging population, utilization growth, and increased specialty demand. Hedge fund ownership fell 4% last quarter. Short interest is 2.85%.

Hawk Vision:



Hawk's Perspective: WBA is setting up a nice base and think the event-driven driver in the near-term can act as a nice catalyst to move back to and above the 200-MA at \$48.50

Confidence Ranking: \$\$

Additional Options Flow

Market/ETFs

Financials (XLF) with 22,500 January \$39 calls opening for \$2.26 as the June calls roll out and later a buyer of 75,000 May \$38.50 calls for \$0.48

Silver (SLV) with 10,000 September 30th (Q) \$24.50 calls bought for \$1.53 to open today

Russell Growth (IWO) with 2000 November \$180 puts sold to open today between \$4.60 and \$4.80

Russell (IWM) with 30,000 May \$192 puts bought for \$2.88 to \$2.92 to open today

Gold (GLD) buyers of 4250 December \$220 calls this morning between \$3.66 and \$3.75

Consumer Goods

Sysco (SYF) buyer of 1000 May 6th (W) \$86/\$90 call spreads this morning as it nears a breakout

Lucid (LCID) with 1000 May 27th (W) \$25 ITM puts bought for \$6

Peloton (PTON) buyer of 1000 October \$35 calls for \$2.69 to \$2.75 to open

GM (GM) the June \$47 calls being bought over 10,000X for \$0.98 today

Int'l Game (IGT) buyers of 1200 each of the January \$25 and \$27 calls today for \$4.75 and \$4 respectively. **IGT** also a buyer of 5000 June \$24/\$18 put spreads as some May positions adjust

Tempur Sealy (TPX) buyers of 2000 May \$32.50 calls for \$0.70 to \$0.85

ON Holdings (ONON) with 2000 January \$35 calls sold to open for \$2.70 in a buy-write

Tyson (TSN) buyer of 1200 January \$87.50 puts for \$5.30 to open today, stock tied

Estee Lauder (EL) with 1750 October \$280 calls bought to open this morning up to \$22 with shares forming a narrow base

US Foods (USFD) buyer of the October \$40/\$50 call spread 5000X for \$2.55, some July spreads adjusting out

Consumer/Business Services

Disney (DIS) with 10,000 June \$115 puts sold to open for \$2.09 to \$2.04 today ahead of mid-May earnings

UBER the May \$34/\$38 call spread bought 2500X this morning

Bumble (BMBL) with 3000 June \$35 calls sold to open for \$0.85 today into strength

Academy Sports (ASO) with 3000 May 13th (W) \$43 calls bought for \$1.35 as the May \$40 calls roll out

Pinterest (PINS) strong today and seeing 5000 January \$30 calls bought up to \$2.60

Warner (WBD) with 10,000 June \$20/\$17.50 bull risk reversals opening for \$4.02 debit

Carnival (CCL) buyer of 2500 May 13th (W) \$20 calls up to \$1.08 to open today. **CCL** also with 4300 May \$19.50 calls bought for \$1.52 today in a stock replacement

Dollar Tree (DLTR) with 1200 May 27th (W) \$160 puts sold to open today from \$3.80 to \$3.75, targeting earnings around 5-26

IPG Group (IPG) with 2000 May \$36 puts bought for \$1.80 to open today, stock tied

Planet Fitness (PLNT) with 1000 May \$85/\$77.50 put spreads bought today for \$2.28 while earlier the May \$95 calls sold 1000X for \$1.20 in a buy-write

Energy

Marathon Oil (MRO) with 2,400 September \$29 calls bought up to \$2.86 to open this morning, follows large July call buys

Ovintiv (OVV) into strength a buyer of 2000 May \$50 puts for \$2.20

Antero (AR) buyer of 1000 June \$38 calls for \$2.60 and spread with the \$32 puts sold for \$2. **AR** also with 1000 May \$36 puts bought to open for \$3.20 today into the move higher this week

BP (BP) with 1000 October \$25 ITM calls bought for \$7.05 this afternoon

CleanSpark (CLSK) with 1300 September \$10 calls bought up to \$2.35 today

Devon Energy (DVN) with over 2,500 October \$40 puts sold to open near \$1.75 today

Sunnova (NOVA) spreads today are selling the October \$17.50 puts and buying the \$20/\$25 call spread 1300X

Financials

Barclays (BCS) buyers of 1000 January \$5 calls from \$2.90 to \$3

NCR Corp (NCR) with 15,000 May / July \$45 call calendar spreads opening today for \$1.15 amid their strategic review

Stone (STNE) buyers opening 8500 January \$13 calls for \$2.20 as the \$15 calls adjust back in strikes

PNC Financial (PNC) with 1000 June \$180 calls sold for \$6.75 to open today

Blackstone (BX) with 1500 May \$125 calls sold to open today from \$2.28 to \$2.22

Prudential (PRU) with over 2,000 November \$85 puts sold to open today for \$2.35, nice cup and handle forming near recent highs

Comerica (CMA) buyer of 1550 May \$90 calls for \$3.70 to open with shares basing just above the 200-MA

Morgan Stanley (MS) stock replacement sells 1250 July \$87.50 puts for \$5.10 this afternoon. **MS** now also with 2000 October \$77.50 puts bought for \$3.95

PacWest (PACW) with 1,550 May \$40 calls bought for \$1.90 to open this afternoon, earnings after the close

Gladstone Land (LAND) with the May \$40 puts sold to open this afternoon for \$1.35, over 1000X

Healthcare

Moderna (MRNA) with 500 October \$140 puts sold to open from \$21.30 to \$20.60

BioHaven (BHAVN) with 500 May \$100 puts bought for \$5.30 to \$5.50 to open today

Horizon (HZNP) with 1700 May \$110 puts bought this morning for \$3.70

Sientra (SIEN) buyers of 6000 May \$2.50 ITM puts for \$0.80 to \$0.90

Edwards (EW) the May \$130 calls opening 3000X today for \$2.55, closing the \$120 calls from late January buys

Capital One (COF) with 1000 December \$120 puts bought for \$7.60 to open this morning

BioMarin (BMRN) with 1000 May \$75 puts sold for \$1.60 to buy the \$85/\$90 call spread for \$1.55

Maravai Lifesciences (MRVI) with 1000 May \$30 puts sold to buy the \$35/\$40 call spread for a net \$1.70 with the recent M&A reports

Bridge Bio (BBIO) with 5000 May \$12.50/\$15 call spreads bought for \$0.45 today

Industrials

Manpower (MAN) with 925 May \$90 ITM calls sold to open today for \$5

Terex (TEX) buyer of 1000 May \$37 calls this morning for \$1.50 to \$1.55 to open head of earnings next week

Fed-Ex (FDX) with 2,500 May 6th (W) \$220 calls bought up to \$1.39 to open this morning, targeting UPS earnings next week

Johnson Controls (JCI) with over 4000 May \$65 calls sold to open for \$1.25 today

American Air (AAL) the June 2023 \$25 calls sold to open for \$2.56 this afternoon, over 9500X. **AAL** also with 10,000 November \$25 calls sold to open for \$1.31 today

Materials

Peabody (BTU) buyer of 2000 May \$28 puts for \$2 to open today into strength

Bunge (BG) with 1000 November \$145 calls sold to open today for \$4.60 to \$4.50

Tech

Netflix (NFLX) with 1000 July \$400 calls bought up to \$12.50 to open this morning ahead of earnings

Twitter (TWTR) with 5500 May \$45.50 puts bought for \$3.50 today amid the ongoing M&A talk. **TWTR** this afternoon also seeing 6000 July \$40 puts bought for \$2.50 to \$2.55, stock tied

ZoomInfo (ZI) buyer of 1,500 June \$50/\$35 put spreads for \$2.75 today with shares consolidating below the 200-MA

Alibaba (BABA) buyers of 6000 April 29th (W) \$90 puts up to \$3.40 this morning. **BABA** also with 10,000 June \$120 calls bought for \$1.61 up to \$1.65

Apple (AAPL) with over 12,750 May \$162.50 puts sold to open from \$5.25 to \$5. **AAPL** also with 10,000 April 29th (W) \$172.50 calls sold to open for \$1.20

Salesforce (CRM) with 1325 July \$150 puts sold to open for \$3 today

Nutanix (NTNX) now with 1300 October \$30 calls bought for \$3.10

Baidu (BIDU) next week's \$120 puts being bought 2850X for \$4.30 to \$4.50

Bill.com (BILL) with 1000 May \$200 calls bought today between \$21.10 and \$21.20 to open

ZenDesk (ZEN) higher today with reports they're exploring a sale and seeing the June \$130/\$145 call spread bought 3500X7000 to open for \$2.75. **ZEN** now also seeing spreads buy 600 June \$130 calls for \$10.60 and sell 1200 of the October \$150 calls for \$5.30

Microchip (MCHP) opening sales of 2,500 May \$65 puts for \$1.95 to \$1.90 today

Crown Castle (CCI) with a buyer of 1000 January \$160 puts for \$6 today

BigCommerce (BIGC) with over 3000 May \$20 puts bought to open this morning from \$2.00 to \$2.20 as IV climbs sharply

Qualcomm (QCOM) the October \$140 puts being bought 1360X for \$15.51 as some January puts adjust down

Analog Devices (ADI) buyers of 1600 January \$125 puts for \$5.20 to \$5.40

KnowBe4 (KNBE) with 2,500 May \$30 calls sold to buy the \$22.50/\$17.50 put spread

Communications/Utilities

Vistra Energy (VST) with 3000 October \$27/\$22 bear risk reversals opening for a small credit

Disclaimer:

Not Investment Advice or Recommendation

Any descriptions "to buy", "to sell", "long", "short" or any other trade related terminology should not be seen as a recommendation. The Author may or may not take positions in any of the names mentioned, and is not obligated to disclose positions, nor position sizes.

Content is for informational and educational purposes only and is not to be construed as specific investment advice or recommendations. You alone will need to evaluate the merits and risks associated with the use of this content. Decisions based on information provided are your sole responsibility, and before making any decision on the basis of this information, you should consider (with or without the assistance of a financial and/or securities adviser) whether the information is appropriate in light of your particular investment needs, objectives and financial circumstances. Investors should seek qualified professional financial advice regarding the suitability of investing in any securities or following any investment strategies.

No reference to any specific security constitutes a recommendation to buy, sell or hold that security or any other security. Nothing constitutes investment advice or offers any opinion with respect to the suitability of any security, and the views expressed on this website should not be taken as advice to buy, sell or hold any security. In preparing the information contained in this website, OptionsHawk has not taken into account the investment needs, objectives and financial circumstances of any particular investor. This information does not consider the specific investment objectives, financial situation and particular needs of any specific recipient of this information and investments discussed may not be suitable for all investors