



FEATURED OPTIONS RADAR REPORT



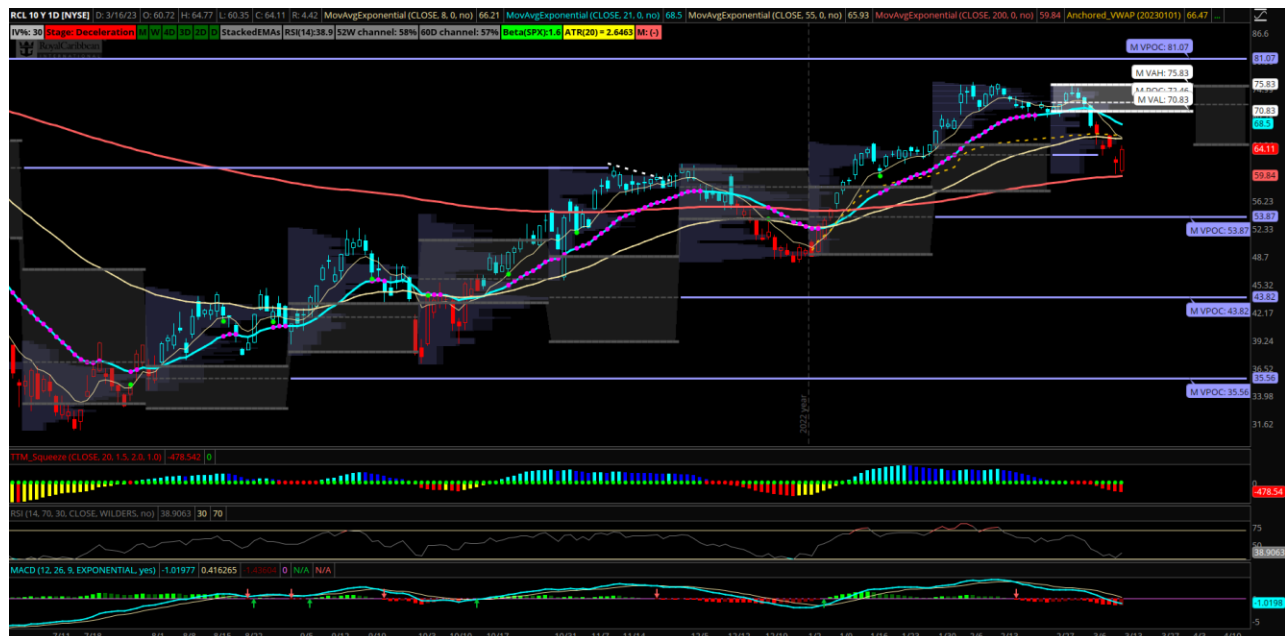
Leader in Cruise Travel Sees Massive Bull Look for Continuation

Ticker/Price: RCL (\$64.14)

Analysis:

Royal Caribbean (RCL) on 3/15 saw a large buy of 5000 each of the June \$67.50 calls at \$4.85 and the June \$82.50 calls at \$1.26, adjusting the March \$55 calls from buys late last year that caught the rally from Decembers lows. RCL also saw a 3/14 buyer of 1500 January \$70 calls for \$10.55 to \$11 and over 1000 of the Jan \$70 puts were sold to open at \$12.30 on the same day showing confidence at current levels. RCL still has a massive bull in open interest as 9900 of the January \$45 puts sold to open last August at \$12.90 and the June 2025 \$50 short puts sold at \$7.70. Shares have been pulling back to the 200-day EMA at 60 this past week and forming a strong candle today showing buyers supporting at that zone which it has stayed above all year so far. Resistance above is at 70 and then 75 while a larger VPOC target is at 81 from last year. The \$16.4B company trades at 15.8x earnings, 2.8x sales, FCF yield of 5.9% while revenue is expected to grow +47% in FY23 and +14% growth estimated in FY24. RCL last quarter reported saying results clearly demonstrate the strength of our vacation platform, which includes our leading global brands, the best and most innovative ships in the industry and a powerful and nimble commercial apparatus, coupled with strong execution by our operating teams have delivered another quarter of strong performance that exceeded our expectations. Our entire fleet is operating globally in our key destinations. Demand for our experiences was very strong, and we achieved 96% load factors overall, with the Caribbean at close to 105% at record pricing and high satisfaction scores. Average analyst target is \$79. Stifel raised to \$90 target and keeps a Buy rating citing that the company reported strong Q4 results, gave encouraging/conservative guidance and issued booking commentary that was beyond strong/upbeat. The firm ultimately believes the company's 2023 initial guidance will prove conservative and expects significant upside to 2019 EBITDA levels. Barclays boosted its target to \$88 and Overweight rating while Wells upped its target to \$78 last month and sees strong booking trends persisting. Short interest is 9.7%. Hedge fund ownership rose 1.7% last quarter.

Hawk Vision:



Hawk's Perspective: RCL is a strong uptrend and tested the 200 day EMA this week and now looks poised to bounce back strong so can trade long against a close below that level at 60.

Confidence Ranking: \$\$