



FEATURED OPTIONS RADAR REPORT



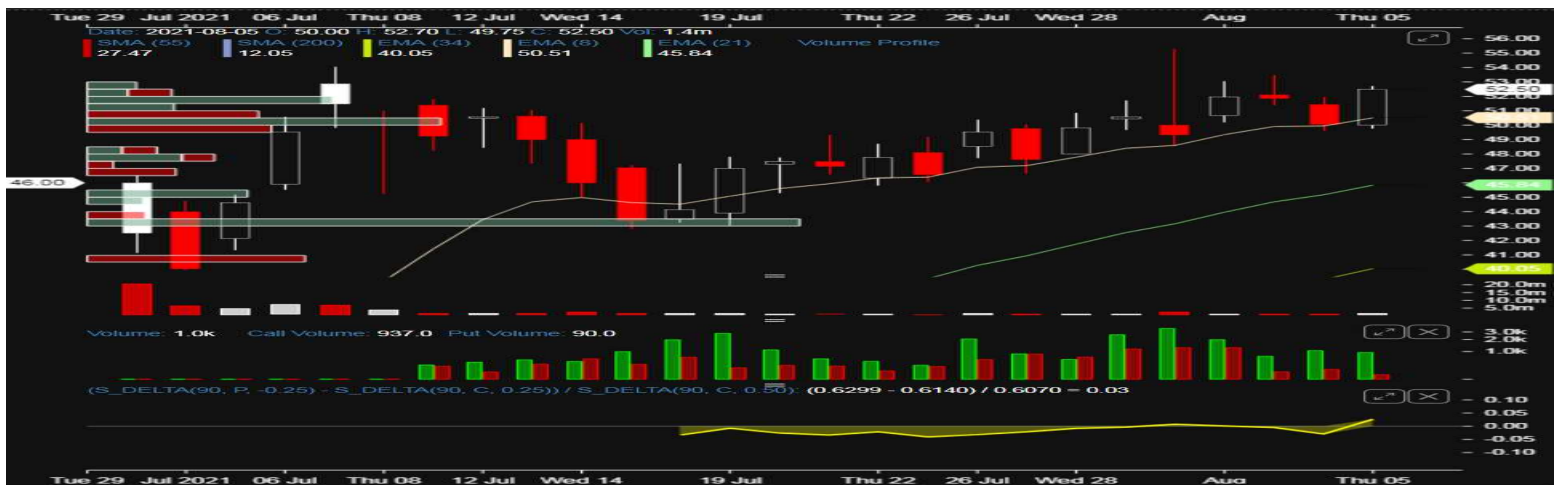
Upside Positioning in Hyper-Growth Cyber Security Leader

Ticker/Price: S (\$52.50)

Analysis:

SentinelOne (S) is a newer name that has yet to see a lot of options activity but have noticed 1000 March \$55/\$75 upside call spreads bought recently. S shares rallied the first few days after its debut and since have formed a nice cup and handle pattern looking to clear \$53 for a run to \$65 or higher, a nice looking trend chart to start its first few weeks of trading. SentinelOne is a cyber-security company that pioneered the world's first purpose-built AI-powered extended detection and response, or XDR, platform to make cybersecurity defense truly autonomous, from the endpoint and beyond. Its Singularity Platform instantly defends against cyberattacks - performing at a faster speed, greater scale, and higher accuracy than possible from any single human or even a crowd. The platform ingests, correlates, and queries petabytes of structured and unstructured data from a myriad of disparate external and internal sources in real-time. The Singularity Platform offers multi-tenancy and can be deployed on a diverse range of environments including public, private, or hybrid clouds. IDX estimates a TAM for \$40B by 2024 for its solutions with a 12% CAGR encompassing Corporate Endpoint Security, Cybersecurity Analytics, Intelligence, Response and Orchestration, and IT Operations Management. S expects to expand to adjacent markets such as Threat Intelligence and Data Loss Prevention. S currently has a market cap of \$13.4B and trades 46X FY22 EV/Sales, an extreme valuation, though a hyper-growth company seen delivering 89%, 71%, and 68% Y/Y revenue growth the next three years and nearing profitability in FY24. S has strong metrics with 116% Q1 ARR growth, 124% Net Revenue Retention, LTV/CAC of 3.4X and has over 4700 customers with Enterprise accounting for 2/3 of its revenues. SentinelOne's disruptive platform has enabled it to take share from legacy vendors at a substantial pace. According to recent data from Gartner, SentinelOne accounted for less than 2% of the total Endpoint security market in 2020, while Gartner data implies that legacy antivirus-related vendors still accounted for the majority of the market. Analysts in early coverage are mostly positive, started Buy at Goldman with a \$57 target, Outperform with a \$60 target at Cowen, Buy at BAML with a \$62 target, and Buy at BTIG with a \$61 target as a multi-year hyper-growth name with a big opportunity for market share gains.

Hawk Vision:



Hawk's Perspective: S looks great near-term and despite the valuation one of the most exciting growth stocks in the market, the kind of name that can likely 5X over the next few years.

Confidence Ranking: \$\$