

SPOTLIGHT OPTION TRADE



Attractive Long-Term Set-Up for Calls in 5G Beneficiary, Apple Product Cycle

TRADE SNAPSHOT

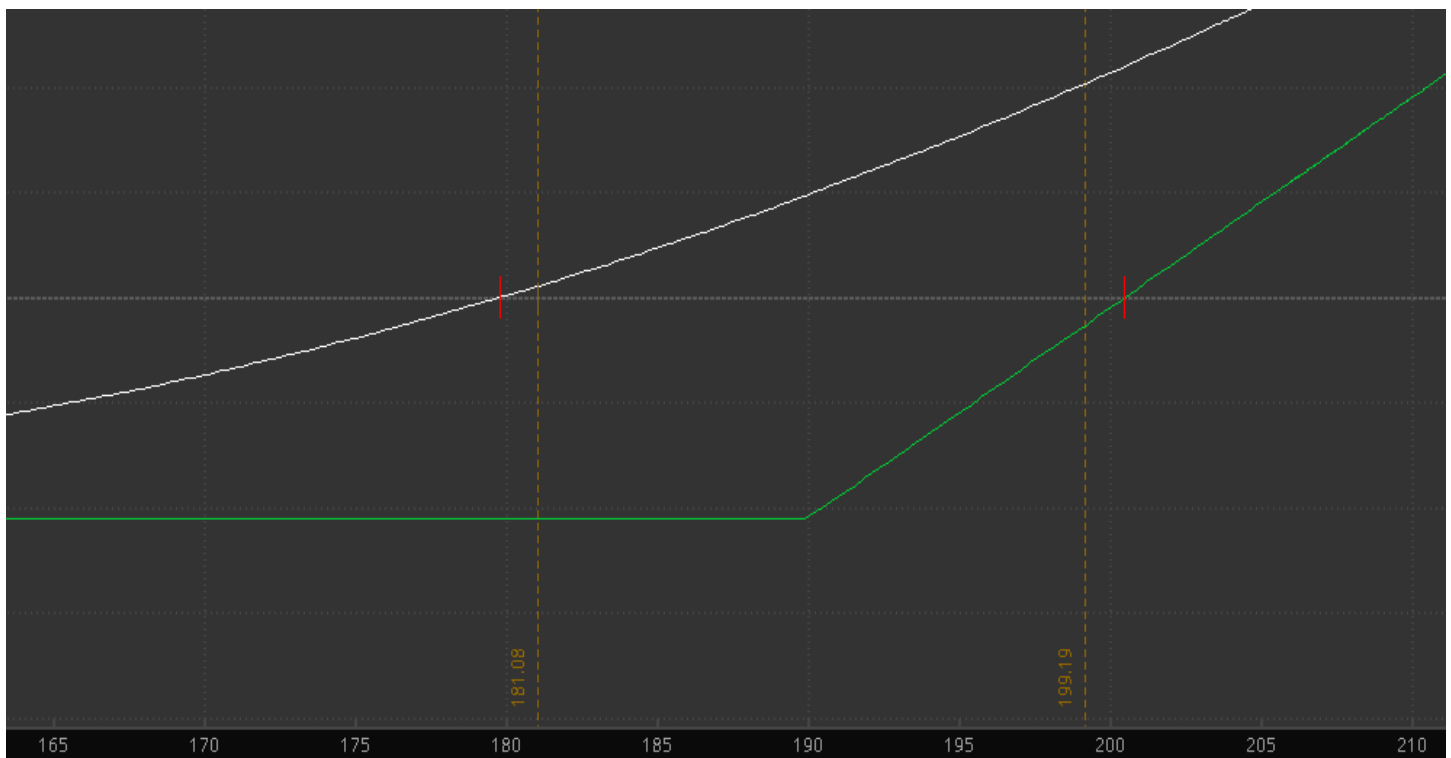
TICKER	SWKS
SECURITY	Skyworks Solutions
SECTOR	Tech – Semiconductors
CURRENT PRICE	\$181.30
LONG/SHORT	Long
TARGET	\$210
STOP	\$170
TIMEFRAME	5 Months

Trading Strategy: Long the SWKS January \$190 Calls at \$10.50 or Better

Net Debit/Credit: Debit \$10.50

Profitability Zone: SWKS Above \$200.50 on January OpEx

Options Volatility / Trade Simulator View:





Technical Analysis: SWKS is building a long weekly consolidation triangle with \$184 key to clear near-term and \$193.25 the key on a weekly close above large volume node. Weekly RSI has held firm near 50 with shares consolidating and it has rebounded off its rising 200-day MA twice in the last few months, so versus that support looks like a good potential mover to new highs.



Fundamental Analysis: SWKS currently has a market cap of \$29.65B and trades 15.75X Earnings, 6.2X Sales and 37.6X FCF with a strong balance sheet and 1.25% dividend yield. SWKS revenues are seen rising 52% in 2021 and then growing 9-12% annually the next two years while EPS grows at similar rates. SWKS produces highly innovative analog semiconductors for the networking revolution within aerospace, automotive, broadband, cellular infrastructure, connected home, entertainment and gaming, industrial, medical, military, smartphone, tablet, and wearable markets. The key catalysts for Skyworks is the insatiable demand for data and the profitable usage model, as each connection becomes more valuable and the world embraces 5G. SWKS announced a \$2.75B cash deal for Silicon Labs' Infrastructure & Automotive business in April. Skyworks has successfully defended the important sockets in the key 2021 flagship phones according to research checks. SWKS should benefit from increased content in the 5G phone push. Analysts have an average target of \$210 with short interest low at 2% of the float. B. Riley raised its target to \$245 in late July while Benchmark at Buy with a \$225 target after a solid quarter with multiple design wins and content gains.

Options Activity:

Date	Description	Volum	Open.Int	Price	Delt	Impl Vo	Prob.ITV	Premium Paid	Symbol	Current Price	Current OI	Price Change
8/24/2021	SWKS 100 (Weeklys) 3 SEP 21 177.5 PUT	1,723	51	\$1.02	-0.25	24.58%	26.61%	\$208,483	.SWKS210903P177.5	\$1.09	1551	6.86%
8/20/2021	SWKS 100 18 FEB 22 220 CALL	365	102	\$4.10	0.2	31.87%	14.29%	\$151,475	.SWKS220218C220	\$4.40	455	7.32%
8/20/2021	SWKS 100 (Weeklys) 27 AUG 21 180 CALL	3,353	306	\$1.78	0.43	23.06%	41.33%	\$637,070	.SWKS210827C180	\$2.90	3089	62.92%
8/10/2021	SWKS 100 19 NOV 21 165 PUT	802	197	\$5.10	-0.24	33.55%	29.47%	\$409,020	.SWKS211119P165	\$4.75	1088	-6.86%
7/30/2021	SWKS 100 20 JAN 23 210 CALL	435	270	\$17.97	0.42	34.62%	26.64%	\$781,695	.SWKS230120C210	\$16.00	666	-10.96%
7/30/2021	SWKS 100 (Weeklys) 3 SEP 21 185 CALL	640	1	\$6.35	0.506	28.68%	47.04%	\$406,400	.SWKS210903C185	\$1.61	1592	-74.65%
7/22/2021	SWKS 100 20 JAN 23 230 CALL	325	238	\$16.35	0.38	32.98%	24.16%	\$531,375	.SWKS230120C230	\$12.01	324	-26.54%
7/22/2021	SWKS 100 20 JAN 23 145 PUT	622	526	\$12.61	-0.21	36.05%	35.64%	\$784,342	.SWKS230120P145	\$14.40	991	14.20%
7/14/2021	SWKS 100 18 FEB 22 190 CALL	150	32	\$23.00	0.58	34.90%	47.63%	\$346,500	.SWKS220218C190	\$12.75	257	-44.57%
7/6/2021	SWKS 100 19 NOV 21 155 PUT	592	64	\$3.35	-0.14	34.74%	19.81%	\$198,320	.SWKS211119P155	\$2.80	847	-16.42%
7/2/2021	SWKS 100 21 JAN 22 165 PUT	737	205	\$7.45	-0.249	35.00%	34.00%	\$549,065	.SWKS220121P165	\$7.85	893	5.37%
7/2/2021	SWKS 100 20 JAN 23 145 PUT	340	215	\$11.55	-0.202	34.41%	34.69%	\$392,000	.SWKS230120P145	\$14.40	991	24.68%
6/29/2021	SWKS 100 20 JAN 23 150 PUT	753	400	\$13.60	-0.228	35.03%	38.40%	\$1,024,080	.SWKS230120P150	\$16.55	1157	21.69%
6/28/2021	SWKS 100 20 JAN 23 140 PUT	1,254	255	\$11.31	-0.207	33.41%	34.94%	\$1,418,274	.SWKS230120P140	\$12.50	1849	10.52%
6/28/2021	SWKS 100 20 JAN 23 125 PUT	750	91	\$7.65	-0.136	32.92%	25.02%	\$573,750	.SWKS230120P125	\$8.10	988	5.88%
6/24/2021	SWKS 100 18 FEB 22 170 PUT	500	70	\$14.95	-0.388	33.77%	49.87%	\$747,500	.SWKS220218P170	\$12.80	553	-14.38%
5/14/2021	SWKS 100 21 JAN 22 155 PUT	351	272	\$14.35	-0.364	35.96%	48.38%	\$503,685	.SWKS220121P155	\$4.90	1254	-65.85%
5/10/2021	SWKS 100 19 NOV 21 250 CALL	1,143	13	\$1.48	0.08	36.01%	4.82%	\$172,593	.SWKS211119C250	\$0.40	1090	-72.97%
5/5/2021	SWKS 100 20 JAN 23 170 PUT	301	172	\$30.05	-0.4	35.33%	58.83%	\$958,685	.SWKS230120P170	\$24.94	496	-17.00%
4/8/2021	SWKS 100 20 JAN 23 190 CALL	361	39	\$36.50	0.58	38.88%	37.80%	\$1,330,285	.SWKS230120C190	\$23.34	662	-36.05%
3/18/2021	SWKS 100 21 JAN 22 250 CALL	327	194	\$8.40	0.23	40.94%	13.56%	\$277,950	.SWKS220121C250	\$0.85	483	-89.88%
2/17/2021	SWKS 100 21 JAN 22 190 CALL	645	246	\$33.50	0.57	45.60%	39.76%	\$2,160,750	.SWKS220121C190	\$10.81	2564	-67.73%
2/1/2021	SWKS 100 20 JAN 23 160 CALL	190	98	\$48.90	0.659	43.41%	43.23%	\$929,100	.SWKS230120C160	\$41.00	214	-16.16%
1/4/2021	SWKS 100 21 JAN 22 165 CALL	303	175	\$16.80	0.46	39.03%	31.14%	\$509,040	.SWKS220121C165	\$24.70	373	47.02%
11/20/2020	SWKS 100 21 JAN 22 125 CALL	606	323	\$30.90	0.67	43.23%	49.15%	\$1,872,540	.SWKS220121C125	\$52.50	362	69.90%
11/3/2020	SWKS 100 21 JAN 22 140 PUT	200	174	\$26.50	-0.44	40.61%	62.26%	\$583,000	.SWKS220121P140	\$2.52	898	-90.49%
3/9/2020	SWKS 100 21 JAN 22 105 CALL	233	78	\$15.50	0.5	41.30%	29.46%	\$405,420	.SWKS220121C105	\$86.98	172	461.16%
3/6/2020	SWKS 100 21 JAN 22 125 CALL	253	79	\$9.86	0.38	37.37%	21.29%	\$249,458	.SWKS220121C125	\$52.50	362	432.45%

Potential Catalysts: Early November Earnings; Apple iPhone 13 Launch

Disclaimer:

Not Investment Advice or Recommendation

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