

# Cyber Ark Calls Accumulate as Shares Leave Wide Range



Date: 7/19/19

Cyber-Ark (CYBR) shares have traded in a narrow range under \$140 since April and forming a big volume node at \$126.75. A breakout targets the continuation of the early year run with upside to \$160 and then \$180 long-term. CYBR had 500 August \$130 calls bought earlier this week around \$8 and follows buyers in the August \$140 calls on 7-10. CYBR also had the October \$150 calls bought 800X and the January \$160 puts sold. CYBR has seen buyers in May in the October \$125 calls while the October \$125 puts sold 700X to open.

Date	Description	Volume	Open.Int	Price	%Change	Delta	Impl Vol	Prob.ITM	Premium Paic
7/16/2019	CYBR 100 17 JAN 20 160 PUT	104	11	\$26.90	-50.37%	-0.64	37.32%	72.82%	\$279,760
7/15/2019	CYBR 100 18 OCT 19 150 CALL	816	87	\$8.28	84.00%	0.44	37.60%	36.71%	\$675,648
7/11/2019	CYBR 100 16 AUG 19 130 CALL	1,068	133	\$8.07	-3.35%	0.56	44.82%	50.02%	\$875,760
7/10/2019	CYBR 100 16 AUG 19 140 CALL	414	55	\$3.30	0.00%	0.33	40.67%	27.96%	\$136,620
5/28/2019	CYBR 100 18 OCT 19 125 PUT	408	364	\$8.30	-8.08%	-0.32	41.46%	41.25%	\$338,640
5/21/2019	CYBR 100 18 OCT 19 140 CALL	151	28	\$10.45	30.63%	0.47	36.91%	38.17%	\$157,795
5/15/2019	CYBR 100 18 OCT 19 125 CALL	864	565	\$14.00	14.75%	0.58	39.86%	47.24%	\$1,209,600
4/16/2019	CYBR 100 18 OCT 19 125 CALL	465	13	\$15.00	7.53%	0.56	42.71%	44.09%	\$697,500
4/8/2019	CYBR 100 17 JAN 20 120 CALL	100	52	\$16.39	-11.41%	0.56	42.51%	41.05%	\$171,000

The \$4.94B company trades 10.59X cash and 12X EV/sales. CYBR sees 17.5% and 19.4% EPS growth with 18.8% and 19.2% revenue growth. CYBR is coming off a strong quarter with licensing revenue up 33%. CYBR is a leader in Privileged Account Security which helps add an extra layer of security to a multi-faceted system which stretches across cloud, IoT, devops, and others. Analysts have an average target for shares of \$111 with 17 buy ratings and 3 hold. Berenberg starting at Buy on 5-31 with a \$155 PT. The firm thinks topline growth will be supported by adoption of cloud and modern application and development architectures "exponentially increasing" the number of privileged credentials that must be secured and managed by enterprises. FBN with an Outperform rating and \$130 PT. They note that the PAM market is expected to grow 20% over the next few years.



Short interest is 3.4% and up from around 1% in April. Institutional ownership fell 17%. RGM Capital, Hitchwood, and Axiom are notable holders.