Adobe Inc / ADBE

Equity | Generated Aug 25, 2026 6:19 PM EDT

Current price	Daily move	Bid / Ask	Previous close
$269.30	**-6.97 -2.52%**	**$269.35/$270.50**	**$276.27**

Market	**NYSE**
Industry	**Technology**
Market data as of	**Aug 25, 2026 6:19 PM EDT**

JW Intelligence Report

Complete | 3 of 3 sections | Aug 25, 2026 5:30 PM EDT

JW Rank	Rank label	Confidence	IV percentile
72.4 / 100	**Constructive**	**high**	**96 / 100**

Model reference	Upside scenario	Risk reference	Wheel strategy fit
$265.00	**$285.00**	**$255.00**	**72 / 100**

Options stance	**bullish**
Tail-risk safety	**56 / 100**
JW Rank data coverage / as of	**100.0% | Aug 25, 2026 5:30 PM EDT**

Key insight

Adobe (ADBE) Shows Signs of Rebound, AI Adoption Fuels Optimism

Market read

The market appears bullish on Adobe (ADBE) following recent positive news regarding its AI adoption and strong earnings guidance. The stock price has rebounded over 16% in the past month, driven by investor optimism about the company's future growth prospects. Despite some concerns about competition and G&A costs, the overall sentiment is cautiously optimistic.

Strategy context

The recent price action suggests potential for further upside if the company continues to execute on its AI strategy.

JW AI conclusions

Short- and medium-term model interpretation

AI context bias	**Bearish**
AI analysis updated	**Aug 25, 2026 1:45 PM EDT**

Short-term scenario

Neutral/hold or wait for Sep 10 earnings clarity given high event risk, current resistance test, and mixed near-term signals. Consider limited dip-buy only on weakness; uncertainty is elevated.

Three-month outlook

Moderately constructive but highly uncertain. Raised AI-driven guidance and attractive valuation (low historical P/E/PEG) could support re-rating toward $290-320 if Sep 10 results confirm acceleration and AI monetization. Persistent risks include AI competition narrative, software rotation, G&A costs, and analyst targets clustered near current levels. Downside to $230-250 possible on miss or macro weakness. Earnings and broader tech sentiment will dominate; outcomes remain binary.

Market sentiment

Cautiously optimistic/value-oriented. Investors highlight cheap valuation, quality metrics, professional-tool moat that AI assists rather than replaces, buybacks, and software-sector rebound potential. Many see it as a discounted compounder after prior declines. Some note lingering AI-disruption fears, mixed analyst ratings, and G&A concerns. Short interest declining; overall tone is contrarian accumulation rather than euphoria.

Supporting evidence

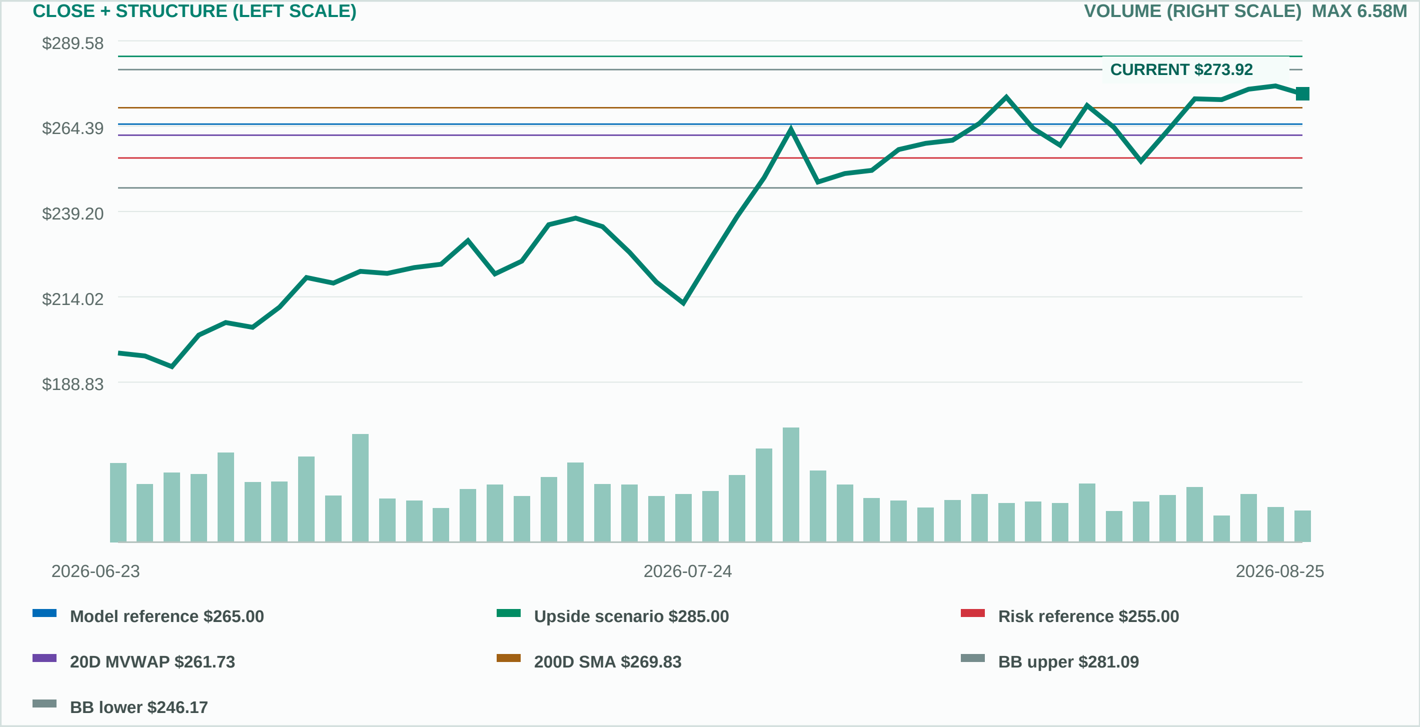
Adobe raised FY2026 revenue and earnings guidance on strong AI uptake (Firefly, Acrobat AI Assistant). | The stock price has rebounded ~16% over the past month after record revenue. | Mixed coverage: some call it a contrarian undervalued buy post-guidance raise and Topaz Labs AI acquisition; others highlight competition, G&A bloat, and growth risks.

Risk watch

Competition in the AI space could pose a risk to Adobe's future growth. | Concerns about G&A costs and their impact on profitability remain.

Enhanced price structure

45 trading days with volume, model levels and current technical reference bands



45 complete trading-session observations

JW Rank factors

Score, source coverage and interpretation for each decision factor

JW RANK FACTOR PROFILE	COVERAGE	0 – 50 – 100
Liquidity	100.0%	80.5
Strategy Fit	100.0%	72.2
Technical Trend	100.0%	79.9
Market Tail Risk	100.0%	56.3
Fundamental Quality	100.0%	82.9
Volatility Pressure	100.0%	61.9

Decision summary

Primary model reads before the detailed indicator appendix

Momentum	Institutional flow	Structure	Volatility
bullish_recovery	**Above MVWAP**	**Below 200D trend**	**medium**

Decision indicators

Detailed momentum, institutional and structural observations

Momentum kinematics

Direction, velocity and oscillator state

Current read	**BULLISH RECOVERY | neutral | MACD accelerating**
Trend signal	**BULLISH RECOVERY**
RSI signal	**neutral**
RSI (7 / 14 / 21)	**61.56 / 61.12 / 59.66**
RSI velocity	**-0.02**
MACD line / signal / histogram	**9.98 / - / 9.80**
MACD acceleration	**0.10**
Stochastic K / D	**88.86 / 90.25**

Institutional footprints

Volume-weighted cost, price location and flow

Current read	**Above institutional MVWAP | Accumulation bias**
Institutional flow	**2.05**
20-day MVWAP	**$261.73**
Price vs 20-day MVWAP	**+2.89%**
Daily reference VWAP	**$273.04**
Price vs daily reference	**-1.37%**
Volume	**1.80M**

Structural context

Long-term trend and volatility boundaries

Current read	**Below 200-day trend | Positive macro velocity**
Macro velocity	**1.89**
20-day / 200-day SMA	**$263.63 / $269.83**
Bollinger range	**$246.17 - $281.09**
Bollinger position	**0.795**

Options and volatility intelligence

Structure, premium conditions and principal risks

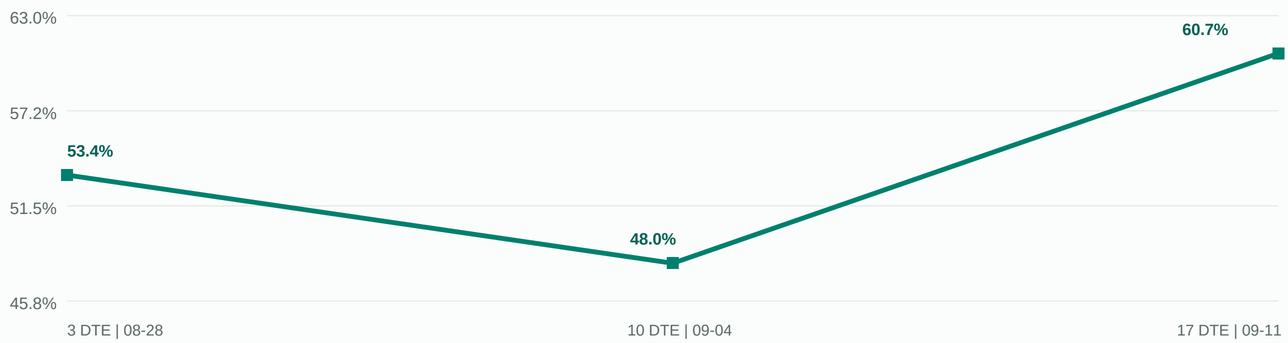
IV rank	IV percentile	VVIX	SKEW
85 / 100	96 / 100	86.49	145.64

Market regime	**Calm**
Tail-risk regime	**NORMAL TAIL RISK**
Term structure	**contango**
Term slope	**+7.34 pts**
Skew read	**balanced**
Liquidity / quote coverage	**100.0%**
Options observation	**Aug 25, 2026 4:18 PM EDT | Coverage 88.9%**

Option term structure

ATM implied-volatility curve by days to expiration

ATM IV CURVE



Upward-sloping ATM volatility term structure

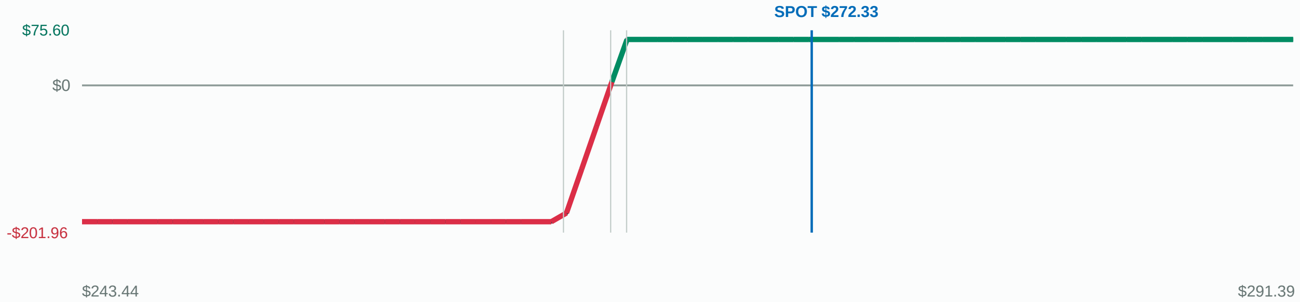
EXPIRATION	DTE	ATM IV	STATE
2026-08-28	3	53.4%	-
2026-09-04	10	48.0%	-
2026-09-11	17	60.7%	-

Reference spread payoff

Illustrative expiry profit/loss per one-lot structure, including quoted net credit

Bull Put Spread reference

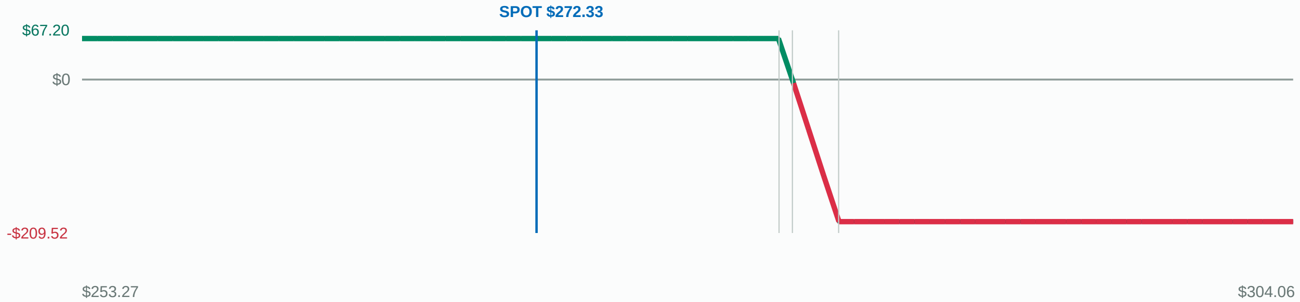
Short $265.00 | Long $262.50 | Width $2.50 | Net credit $0.63



Max profit $63.00 | Max loss -$187.00 | Break-even $264.37 | Per contract at expiry

Bear Call Spread reference

Short $282.50 | Long $285.00 | Width $2.50 | Net credit $0.56



Max profit $56.00 | Max loss -$194.00 | Break-even $283.06 | Per contract at expiry

Event and tail-risk context

Known event windows and broad volatility conditions

Next earnings date	**2026-09-10**
Earnings IV-crush risk	**unknown**
VIX	**15.55**
VVIX	**86.49**
SKEW index	**145.64**
Observation confidence	**high**
Option quote quality	**reliable**
Contracts observed	**136**

Event and tail-risk context (continued)

Known event windows and broad volatility conditions

FIELD	VALUE
Contracts with quotes	**136**

Strategy fit

Generalized structure fit; not a personalized recommendation

Market structure

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Options context

Adobe (ADBE) Shows Signs of Rebound, AI Adoption Fuels Optimism

Wheel context

The recent price action suggests potential for further upside if the company continues to execute on its AI strategy.

Observed evidence

Adobe raised FY2026 revenue and earnings guidance on strong AI uptake (Firefly, Acrobat AI Assistant). | The stock price has rebounded ~16% over the past month after record revenue. | Mixed coverage: some call it a contrarian undervalued buy post-guidance raise and Topaz Labs AI acquisition; others highlight competition, G&A bloat, and growth risks.

Principal risks to monitor

Competition in the AI space could pose a risk to Adobe's future growth. | Concerns about G&A costs and their impact on profitability remain.

Fundamentals and events

Business quality, valuation and upcoming event context

Market capitalization **$109.82B**	P/E (TTM) **15.14**
ROE **62.4%**	Revenue growth **10.5%**
EPS growth **18.3%**	Operating margin **36.1%**
Net profit margin **28.7%**	Gross margin **-**
Free cash flow CAGR **13.2%**	Debt / equity **0.53**
Dividend yield **-**	Beta **1.40**
52-week range **$190.12 - $370.86**	

Company or fund profile

Issuer identity and classification

Name **Adobe Inc**	Market **NYSE**
Industry **Technology**	Country **US**
Currency **USD**	IPO date **1986-08-20**
Shares outstanding **397.50M**	52-week return **-23.7%**
Book value per share **$28.87**	Revenue per share **$62.68**

Website	**adobe.com**

Latest strategy observation

Most recent shared general market signal available when this report was generated

ADBE Covered Call signal

Aug 25, 2026 10:28 AM EDT

Covered Call | 2026-08-28

At signal $271.54 | Current $269.30

SHORT **Option $275.00 B $4.00 / A $4.45**

High turnover | CR $4.23

Complete technical details

Full supporting indicator set used by the symbol detail experience

Volatility and options market

Price movement and premium conditions

ATR	**$10.40**
ATR as % of price	**3.8%**
Volatility environment	**medium**
Current IV	**56.6%**
IV rank	**85 / 100**
IV percentile	**96 / 100**

Technical health and risk radar

Derived indicator health and event context

Overall health	**74 / 100**
Trend health	**78 / 100**
Momentum health	**89 / 100**
Volatility health	**53 / 100**
Structure health	**71 / 100**
Earnings risk / date	**medium | 2026-09-10**
Macro risk	**unknown**
Volatility risk	**medium**
Structure risk	**low**

Structural indicator levels

Moving averages, volatility bands and observed trading ranges

SMA (20 / 50 / 200)	**$263.63 / $235.30 / $269.83**
EMA (9 / 21)	**$269.89 / $260.94**
Bollinger upper / middle / lower	**$281.09 / $263.63 / $246.17**
Bollinger %B	**0.795**
True high / low	**$276.27 / $269.28**

Structural indicator levels (continued)

Moving averages, volatility bands and observed trading ranges

FIELD	VALUE
5-day true high / low	**$279.00 / $261.96**

Three-day indicator history

Short-horizon change and the underlying three-session observations

INDICATOR	3-DAY CHANGE	SESSION 1 / 2 / 3
SMA20	1.891	**-**
SMA50	1.129	**-**
MVWAP20	2.046	**-**
MACD	0.098	**-**
RSI	-0.024	**-**
Volume	94480.670	**-**
ATR	-0.312	**-**
T1	-	**10.15 / 260.13 / 279.00 / 273.24**
T2	-	**9.97 / 258.07 / 277.10 / 269.91**
T3	-	**9.69 / 255.60 / 274.25 / 269.66**

Detailed options evidence

Supporting option-chain, execution and data-quality observations

Underlying price at observation	**$272.33**
Options intelligence as of	**Aug 25, 2026 4:18 PM EDT**
Options data coverage	**88.9%**
SKEW regime	**HIGH TAIL RISK SKEW**
VVIX regime	**VVIX FLAT**
Front expiration / DTE	**2026-08-28 | 3 DTE**
Front at-the-money IV	**53.4%**
25-delta skew	**-0.26**
Put / Call 25-delta	**$265.00 Delta -0.279 / $282.50 Delta 0.238**
Median option bid/ask spread	**12.5%**
Bid/ask spread	**-**
Contracts observed / quoted	**136 / 136**

Price context

Last Price: 272.33 | Bid: 272.30 | Ask: 272.37 | Previous Close: 276.27 | Change: -3.94 | Daily change: -1.43% | Update Time: 2026-08-25T14:34:57.893872-04:00 | Latest History Date: 2026-08-25 | Latest History Price: 272.30

Historical context

Trading-day sample: 60 sessions | First Date: 2026-06-01 | Latest Date: 2026-08-25 | Latest Price: 272.30 | Max Drawdown 60d Percent: -29.42%

Fundamental context

Current Iv Percent: 56.56% | Iv Rank: 85.30 | Iv Percentile: 96.41 | Next Earnings Date: 2026-09-10 | Ex Dividend Date: 2005-03-23 | Dividend Yield: 0.00

Important disclosures

Scope, limitations, risk and permitted interpretation

General market information only

This report is general quantitative research and market commentary. It is not investment, legal, tax or accounting advice; it is not an offer, solicitation, order, recommendation or promise of performance. It does not consider any reader's holdings, objectives, financial circumstances, risk tolerance or suitability.

Model observations - not instructions

JW Rank, strategy fit, model reference, upside scenario and risk reference levels are model observations. They are not entries, price targets, stops, position sizes or instructions to buy, sell, open, close or hold a security or option. A higher score does not imply lower risk or a guaranteed favorable outcome.

Data, AI and model limitations

Prices, volumes, fundamentals, options data, news-derived context and model outputs reflect the timestamps shown and may be delayed, incomplete, revised or inaccurate. AI-generated explanations can omit context or produce errors. Models can fail when volatility, liquidity, correlations or market regimes change.

Performance and scenario limitations

Past, hypothetical, back-tested, simulated and model-derived results are not indicative of future results. Strategy statistics may exclude commissions, fees, taxes, slippage, early assignment, execution constraints and other costs unless expressly stated. Actual outcomes may differ materially.

Options risk

Options are complex and are not suitable for all investors. They may involve total or substantial loss, assignment, early exercise, margin calls, liquidity and spread risk, volatility and Greek exposure, event risk, regime shifts and expiration risk. Multi-leg positions may not execute or close at modeled prices.

Investor responsibility and ODD

Use current market information, assess suitability independently and consult qualified professionals when appropriate. Before trading listed options, read Characteristics and Risks of Standardized Options (ODD) available from the Options Clearing Corporation at theocc.com.

Reference documents

Official product terms and standardized options disclosure

Jason Wheel	**jasonwheel.com**
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Options Disclosure Document	**theocc.com / Options Disclosure Document**