



Arm Holdings PLC / ARM

Equity | Generated Oct 12, 2026 11:30 PM EDT

Current price	Daily move	Bid / Ask	Previous close
\$249.39	-16.89 -6.34%	\$249.20/\$249.92	\$266.28

Market	NYSE
Industry	Semiconductors
Market data as of	Oct 12, 2026 11:30 PM EDT

JW Intelligence Report

Complete | 3 of 3 sections | Oct 12, 2026 6:50 PM EDT

JW Rank	Rank label	Confidence	IV percentile
53.0 / 100	Balanced	high	59 / 100
Model reference	Upside scenario	Risk reference	Wheel strategy fit
\$250.00	\$272.00	\$240.00	55 / 100

Options stance	mixed
Tail-risk safety	32 / 100
JW Rank data coverage / as of	100.0% Oct 12, 2026 6:50 PM EDT

Key insight

ARM Option Market Shows Uncertainty Amidst Qualcomm Lawsuit and Earnings Approaching

Market read

The ARM option market displays a mixed sentiment, reflecting uncertainty surrounding the ongoing Qualcomm lawsuit and upcoming earnings. While implied volatility is elevated, indicating potential for significant price swings, the term structure shows backwardation, suggesting some bearishness. The recent drop in price following the inconclusive jury verdict in the Qualcomm case has contributed to this cautious outlook. However, positive factors like institutional interest in AI computing and strong data center performance provide some support.

Strategy context

The option market reflects a balance between bullish and bearish factors. Positive news like strong data center performance and institutional interest in AI computing are countered by the overhang of the unresolved Qualcomm lawsuit and upcoming earnings.



JW AI conclusions

Short- and medium-term model interpretation

AI context bias

Bearish

AI analysis updated

Oct 12, 2026 1:45 PM EDT

Short-term scenario

Cautious tactical long only on a further dip that holds support; otherwise wait. Lawsuit deliberations and Nov 4 earnings create high event risk over a 1-3 week window, and the short-term trend is still down. This is not a high-conviction setup.

Three-month outlook

Cautiously constructive if AI and data-center royalty growth continues and the Qualcomm case resolves without a material royalty disruption, which would be consistent with analyst targets modestly above the current price. Offsetting that, the valuation is extreme, beta is very high, and an adverse legal outcome or slower AI infrastructure spending could drive another meaningful drawdown. Base case is choppy and range-bound to modestly higher into and after the Nov 4 report; downside of 15-25% remains plausible. Uncertainty is high on both the lawsuit and the durability of AI capital spending.

Market sentiment

Near-term X sentiment is cautious to negative. Posts mainly flag ARM down about 4% with a broad semiconductor selloff, with sparse dip-buying interest, some technical bearish projections, and ongoing valuation skepticism. Longer-horizon comments mix AI-royalty optimism with concern over stretched multiples. Engagement on most ARM posts is low, so the signal is noisy. Uncertainty: social sentiment is reactive and not a reliable predictor of the next 1-3 weeks.

Supporting evidence

Implied volatility is elevated at 68.42%, suggesting potential for significant price swings. | The term structure shows backwardation with near-term options more expensive than longer-dated ones, hinting at some bearishness. | Recent price drop following the inconclusive jury verdict in the Qualcomm lawsuit adds to market uncertainty.

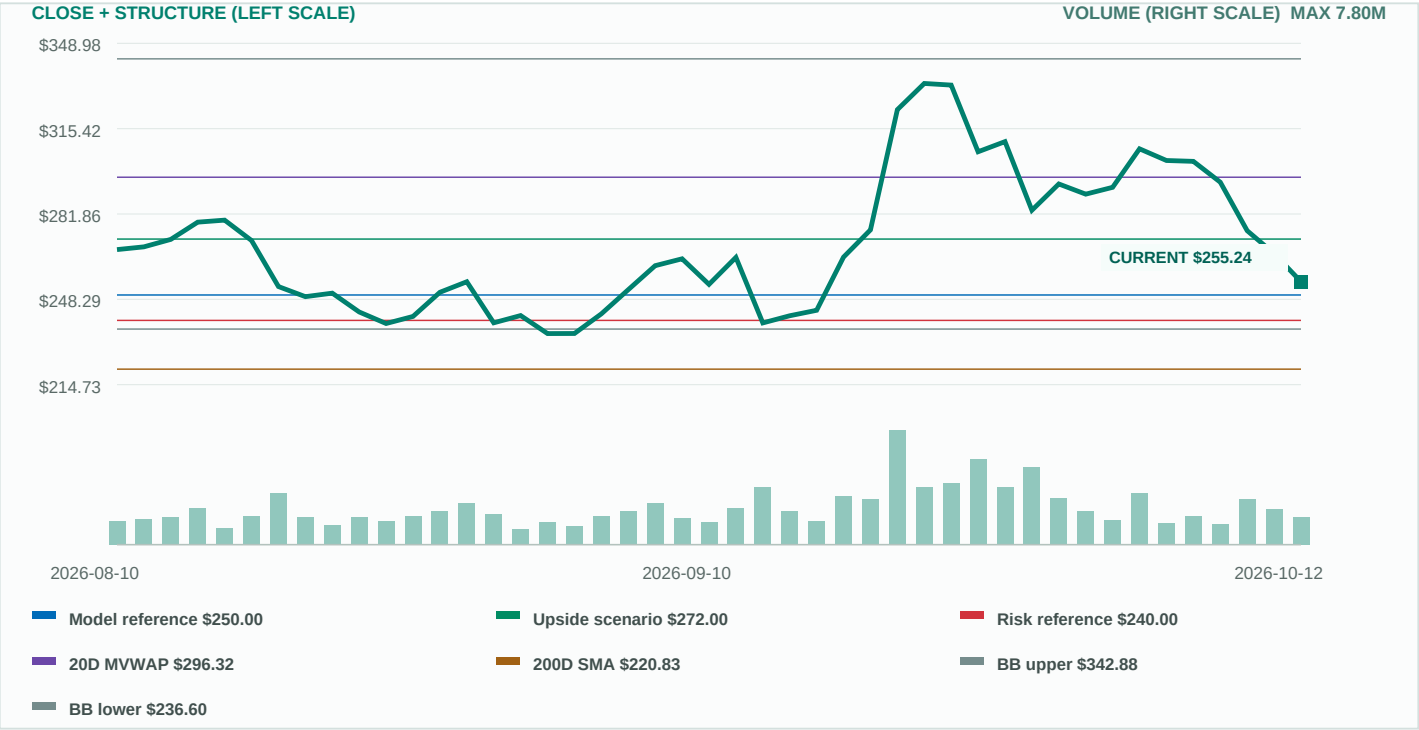
Risk watch

Unresolved Qualcomm lawsuit poses significant risk to ARM's royalty economics and future growth.



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



Decision summary

Primary model reads before the detailed indicator appendix

Momentum

bullish_recovery

Institutional flow

Below MVWAP

Structure

Above 200D trend

Volatility

high



Decision indicators

Detailed momentum, institutional and structural observations

Momentum kinematics

Direction, velocity and oscillator state

Current read	BULLISH RECOVERY neutral MACD decelerating
Trend signal	BULLISH RECOVERY
RSI signal	neutral
RSI (7 / 14 / 21)	27.38 / 40.62 / 44.48
RSI velocity	-4.26
MACD line / signal / histogram	1.87 / - / 7.34
MACD acceleration	-2.69
Stochastic K / D	3.59 / 19.02

Institutional footprints

Volume-weighted cost, price location and flow

Current read	Below institutional MVWAP Accumulation bias
Institutional flow	0.86
20-day MVWAP	\$296.32
Price vs 20-day MVWAP	-15.84%
Daily reference VWAP	\$257.27
Price vs daily reference	-3.06%
Volume	1.88M

Structural context

Long-term trend and volatility boundaries

Current read	Above 200-day trend Positive macro velocity
Macro velocity	0.65
20-day / 200-day SMA	\$289.74 / \$220.83
Bollinger range	\$236.60 - \$342.88
Bollinger position	0.175



Options and volatility intelligence

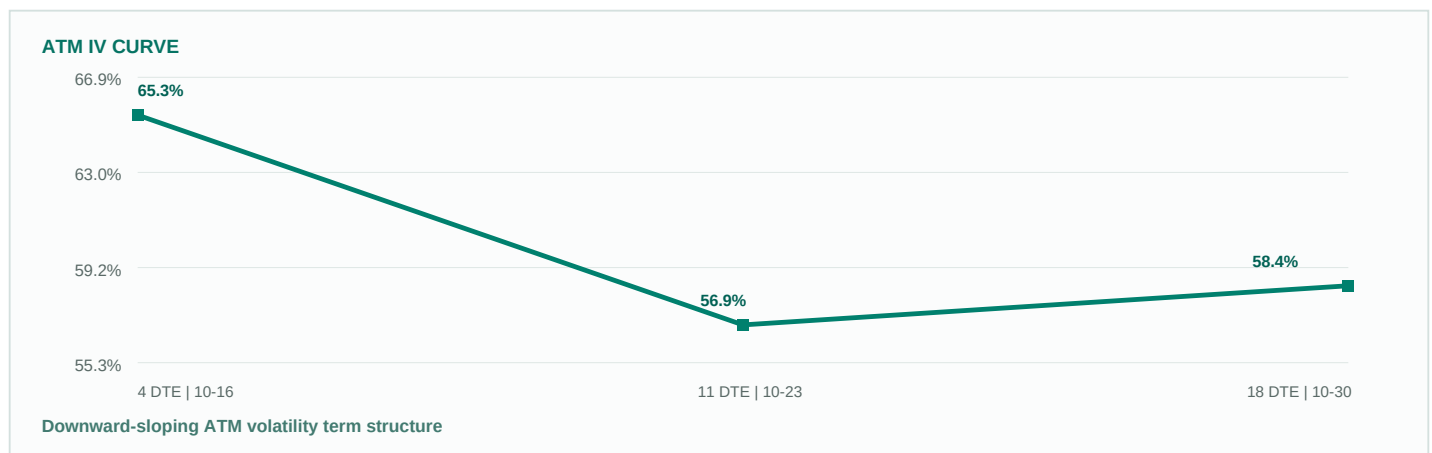
Structure, premium conditions and principal risks

IV rank	IV percentile	VVIX	SKEW
37 / 100	59 / 100	86.99	154.34

Market regime	DANGER ZONE
Tail-risk regime	NORMAL TAIL RISK
Term structure	backwardation
Term slope	-6.89 pts
Skew read	balanced
Liquidity / quote coverage	99.3%
Options Snapshot IV sources	ATM: option chain Rank/percentile: fundamentals
Options Snapshot IV observed at	Oct 12, 2026 2:55 PM EDT
Options data quality	Coverage 88.9%

Option term structure

ATM implied-volatility curve by days to expiration



EXPIRATION	DTE	ATM IV	STATE
2026-10-16	4	65.3%	-
2026-10-23	11	56.9%	-
2026-10-30	18	58.4%	-



Reference spread payoff

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



Event and tail-risk context

Known event windows and broad volatility conditions

Next earnings date	2026-11-04
Earnings IV-crush risk	NOT MEASURED
VIX	15.25
VVIX	86.99
SKEW index	154.34
Observation confidence	high
Option quote quality	reliable
Contracts observed	150



Event and tail-risk context (continued)

Known event windows and broad volatility conditions

FIELD	VALUE
Contracts with quotes	149

Strategy fit

Generalized structure fit; not a personalized recommendation

Market structure

The ARM option market displays a mixed sentiment, reflecting uncertainty surrounding the ongoing Qualcomm lawsuit and upcoming earnings. While implied volatility is elevated, indicating potential for significant price swings, the term structure shows backwardation, suggesting some bearishness. The recent drop in price following the inconclusive jury verdict in the Qualcomm case has contributed to this cautious outlook. However, positive factors like institutional interest in AI computing and strong data center performance provide some support.

Options context

ARM Option Market Shows Uncertainty Amidst Qualcomm Lawsuit and Earnings Approaching

Wheel context

The option market reflects a balance between bullish and bearish factors. Positive news like strong data center performance and institutional interest in AI computing are countered by the overhang of the unresolved Qualcomm lawsuit and upcoming earnings.

Observed evidence

Implied volatility is elevated at 68.42%, suggesting potential for significant price swings. | The term structure shows backwardation with near-term options more expensive than longer-dated ones, hinting at some bearishness. | Recent price drop following the inconclusive jury verdict in the Qualcomm lawsuit adds to market uncertainty.

Principal risks to monitor

Unresolved Qualcomm lawsuit poses significant risk to ARM's royalty economics and future growth.



Fundamentals and events

Business quality, valuation and upcoming event context

Market capitalization	P/E (TTM)
\$294.01B	281.62
ROE	Revenue growth
13.0%	22.5%
EPS growth	Operating margin
18.3%	17.0%
Net profit margin	Gross margin
20.3%	-
Free cash flow CAGR	Debt / equity
-2.3%	0.00
Dividend yield	Beta
-	3.77
52-week range	
\$100.02 - \$452.70	

Company or fund profile

Issuer identity and classification

Name	Market
Arm Holdings PLC	NYSE
Industry	Country
Semiconductors	GB
Currency	IPO date
USD	2023-09-14
Shares outstanding	52-week return
1.07B	56.0%
Book value per share	Revenue per share
\$8.08	\$4.78
Website	arm.com



Latest strategy observation

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

ARM Covered Call signal	Oct 6, 2026 9:59 AM EDT
Covered Call 2026-10-09	
At signal \$305.18 Current \$249.39	
SHORT Option \$307.50 B \$7.10 / A \$7.35	
Conservative CR \$7.23	



Complete technical details

Full supporting indicator set used by the symbol detail experience

Volatility and options market

Price movement and premium conditions

ATR	\$17.30
ATR as % of price	6.8%
Volatility environment	high
Current IV	67.9%
IV rank	36 / 100
IV percentile	59 / 100
Technical Snapshot IV source	Private fundamentals snapshot
Technical Snapshot IV observed at	Oct 12, 2026 7:30 PM EDT

Technical health and risk radar

Derived indicator health and event context

Overall health	61 / 100
Trend health	78 / 100
Momentum health	74 / 100
Volatility health	8 / 100
Structure health	68 / 100
Earnings risk / date	low 2026-11-04
Macro risk	unknown
Volatility risk	high
Structure risk	low

Structural indicator levels

Moving averages, volatility bands and observed trading ranges

SMA (20 / 50 / 200)	\$289.74 / \$270.18 / \$220.83
EMA (9 / 21)	\$281.36 / \$282.87
Bollinger upper / middle / lower	\$342.88 / \$289.74 / \$236.60



Structural indicator levels (continued)

Moving averages, volatility bands and observed trading ranges

FIELD	VALUE
Bollinger %B	0.175
True high / low	\$266.28 / \$253.34
5-day true high / low	\$308.50 / \$253.34

Three-day indicator history

Short-horizon change and the underlying three-session observations

INDICATOR	3-DAY CHANGE	SESSION 1 / 2 / 3
SMA20	0.647	-
SMA50	0.605	-
MVWAP20	0.862	-
MACD	-2.685	-
RSI	-4.258	-
Volume	156317.670	-
ATR	0.007	-
T1	-	4.89 / 294.24 / 281.50 / 265.60
T2	-	7.55 / 293.87 / 294.37 / 270.26
T3	-	9.92 / 293.74 / 302.56 / 290.50



Detailed options evidence

Supporting option-chain, execution and data-quality observations

Underlying price at observation	\$254.00
Options Snapshot IV sources	ATM: option chain Rank/percentile: fundamentals
Options Snapshot IV observed at	Oct 12, 2026 2:55 PM EDT
Options data coverage	88.9%
SKEW regime	HIGH TAIL RISK SKEW
VVIX regime	VVIX FLAT
Front expiration / DTE	2026-10-16 4 DTE
Front at-the-money IV	65.3%
25-delta skew	-1.64
Put / Call 25-delta	\$245.00 Delta -0.287 / \$267.50 Delta 0.239
Median option bid/ask spread	7.4%
Bid/ask spread	-
Contracts observed / quoted	150 / 149

Price context

Last Price: 254.00 | Bid: 253.81 | Ask: 254.01 | Previous Close: 266.28 | Change: -12.28 | Daily change: -4.61% | Update Time: 2026-10-12T14:55:13.136606-04:00 | Latest History Date: 2026-10-12 | Latest History Price: 254.00

Historical context

Trading-day sample: 60 sessions | First Date: 2026-07-20 | Latest Date: 2026-10-12 | Latest Price: 254.00 | Max Drawdown 60d Percent: -23.77%

Fundamental context

Current Iv Percent: 68.42% | Iv Rank: 37.10 | Iv Percentile: 58.96 | Next Earnings Date: 2026-11-04 | Ex Dividend Date: N/A



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.

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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.

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Reference documents

Official product terms and standardized options disclosure

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