Eli Lilly and Co / LLY

Equity | Generated Sep 8, 2026 11:31 PM EDT

Current price	Daily move	Bid / Ask	Previous close
$1,126.00	-23.36 -2.03%	$1,125.71/$1,128.25	$1,149.36

Market	**NYSE**
Industry	**Pharmaceuticals**
Market data as of	**Sep 8, 2026 11:31 PM EDT**

JW Intelligence Report

Complete | 3 of 3 sections | Sep 8, 2026 7:51 PM EDT

JW Rank	Rank label	Confidence	IV percentile
57.0 / 100	Balanced	high	33 / 100

Model reference	Upside scenario	Risk reference	Wheel strategy fit
$1,120.00	$1,180.00	$1,090.00	58 / 100

Options stance	**neutral**
Tail-risk safety	**32 / 100**
JW Rank data coverage / as of	**100.0% | Sep 8, 2026 7:51 PM EDT**

Key insight

LLY Option Market Implies Balanced Sentiment

Market read

The US option market for LLY shows a neutral stance towards the stock's direction. While recent news includes positive developments like FDA approvals and strong Q2 earnings, the market also acknowledges potential risks such as valuation concerns and competition. The term structure is in backwardation, suggesting a slight preference for near-term upside but with elevated volatility.

Strategy context

The option market shows balanced sentiment with potential for both upside and downside movement.

JW AI conclusions

Short- and medium-term model interpretation

AI context bias	**Mixed**
AI analysis updated	**Sep 8, 2026 2:02 PM EDT**

Short-term scenario

Hold/wait for bounce confirmation (high uncertainty from short-term bearish technicals, recent 1.8% drop, and weak momentum despite oversold RSI; potential 1-3 week rebound if support holds but further downside risk if 1114 breaks).

Three-month outlook

Constructive on fundamentals with GLP-1 franchise (Mounjaro/Zepbound/oral Foundayo) driving volume, new CV indication, retatrutide Phase 3 package complete for 2027 filings, manufacturing expansions, and pipeline M&A, supporting potential recovery toward $1,250-1,315 analyst targets if sentiment stabilizes. However, significant uncertainty from rich valuation (TTM P/E 38+), intensifying competition, reimbursement/pricing pressures, execution on oral/new indications, and possible continued technical correction (12% off highs). High volatility expected; not a low-risk setup.

Market sentiment

Mixed-to-cautious; recent discussion notes ~11% pullback from highs despite 48% sales growth (with some pricing pressure comments), JPMorgan reiterating Overweight/$1400 PT on incretin trends/Medicare, BMO upgrade to Buy, and DCF views of undervaluation. Latest posts dominated by spam groups; older posts highlight high valuation/P/E risks and institutional ownership. Overall short-term wary of correction, longer-term constructive on GLP-1 leadership.

Supporting evidence

The 25-delta skew is balanced, indicating no strong directional bias from option pricing. | Implied volatility is high at 32.62%, reflecting market uncertainty and potential for price swings. | The term structure slopes downward (backwardation), with near-term options slightly more expensive than longer-dated options, hinting at a slight expectation of near-term upside. | Recent news includes positive developments like FDA approvals and strong Q2 earnings, but also mentions valuation concerns and competition.

Risk watch

High implied volatility suggests elevated risk of price swings. | Valuation concerns and competition could weigh on the stock price.

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%	96.4
Strategy Fit	100.0%	58.4
Technical Trend	100.0%	44.4
Market Tail Risk	100.0%	32.0
Fundamental Quality	100.0%	84.2
Volatility Pressure	100.0%	50.6

Decision summary

Primary model reads before the detailed indicator appendix

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

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)	**21.98 / 36.91 / 42.63**
RSI velocity	**-2.15**
MACD line / signal / histogram	**-11.46 / - / -0.74**
MACD acceleration	**-2.75**
Stochastic K / D	**9.22 / 10.08**

Institutional footprints

Volume-weighted cost, price location and flow

Current read	**Below institutional MVWAP | Distribution bias**
Institutional flow	**-2.23**
20-day MVWAP	**$1,203.24**
Price vs 20-day MVWAP	**-6.42%**
Daily reference VWAP	**$1,124.00**
Price vs daily reference	**+0.18%**
Volume	**1.05M**

Structural context

Long-term trend and volatility boundaries

Current read	**Above 200-day trend | Negative macro velocity**
Macro velocity	**-2.95**
20-day / 200-day SMA	**$1,197.19 / $1,063.80**
Bollinger range	**$1,113.70 - $1,280.68**
Bollinger position	**0.061**

Options and volatility intelligence

Structure, premium conditions and principal risks

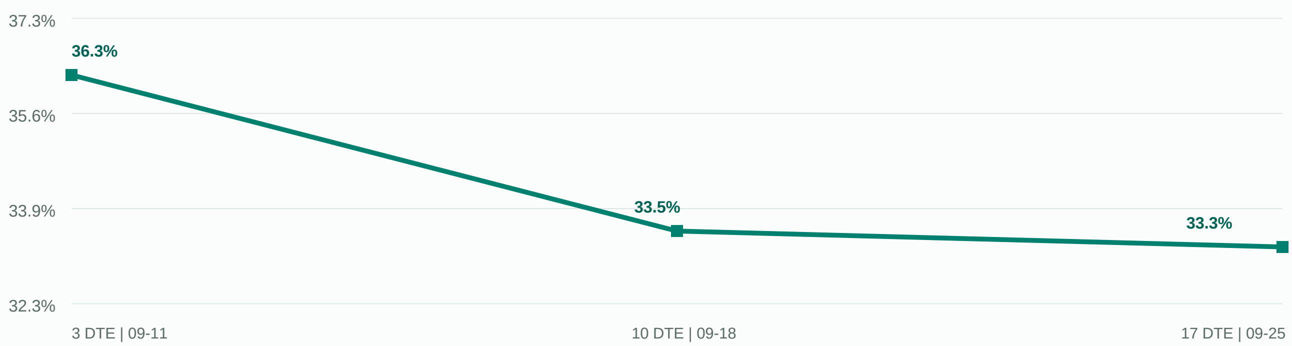
IV rank	IV percentile	VVIX	SKEW
26 / 100	30 / 100	88.50	151.58

Market regime	**DANGER ZONE**
Tail-risk regime	**NORMAL TAIL RISK**
Term structure	**backwardation**
Term slope	**-3.03 pts**
Skew read	**balanced**
Liquidity / quote coverage	**100.0%**
Options Snapshot IV sources	**ATM: option chain | Rank/percentile: fundamentals**
Options Snapshot IV observed at	**Sep 8, 2026 2:49 PM EDT**
Options data quality	**Coverage 88.9%**

Option term structure

ATM implied-volatility curve by days to expiration

ATM IV CURVE



Downward-sloping ATM volatility term structure

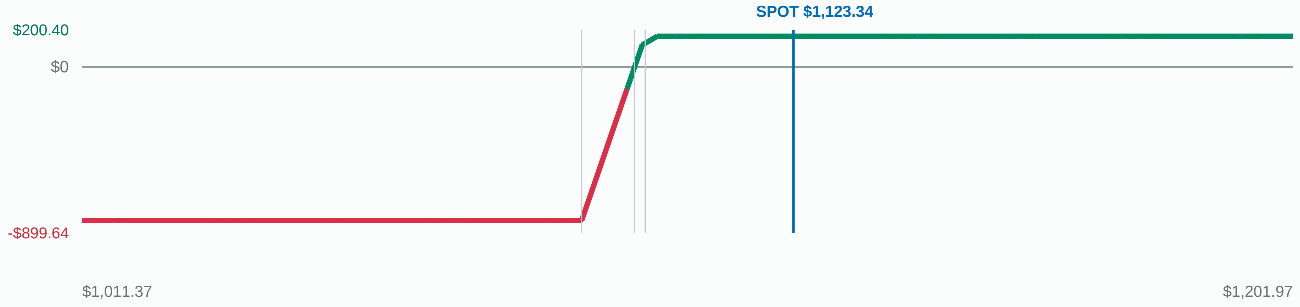
EXPIRATION	DTE	ATM IV	STATE
2026-09-11	3	36.3%	-
2026-09-18	10	33.5%	-
2026-09-25	17	33.3%	-

Reference spread payoff

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

Bull Put Spread reference

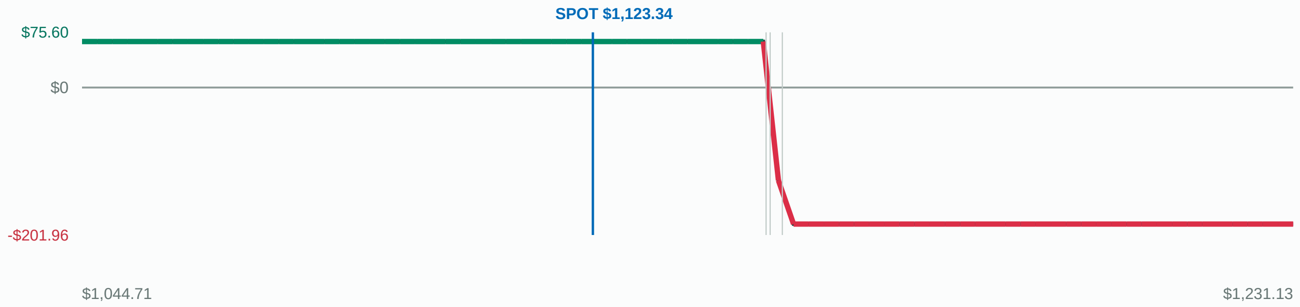
Short $1,100.00 | Long $1,090.00 | Width $10.00 | Net credit $1.67



Max profit $167.00 | Max loss -$833.00 | Break-even $1,098.33 | Per contract at expiry

Bear Call Spread reference

Short $1,150.00 | Long $1,152.50 | Width $2.50 | Net credit $0.63



Max profit $63.00 | Max loss -$187.00 | Break-even $1,150.63 | Per contract at expiry

Event and tail-risk context

Known event windows and broad volatility conditions

Next earnings date	**2026-10-29**
Earnings IV-crush risk	**NOT MEASURED**
VIX	**15.61**
VVIX	**88.50**
SKEW index	**151.58**
Observation confidence	**high**
Option quote quality	**reliable**
Contracts observed	**90**

Event and tail-risk context (continued)

Known event windows and broad volatility conditions

FIELD	VALUE
Contracts with quotes	**90**

Strategy fit

Generalized structure fit; not a personalized recommendation

Market structure

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Options context

LLY Option Market Implies Balanced Sentiment

Wheel context

The option market shows balanced sentiment with potential for both upside and downside movement.

Observed evidence

The 25-delta skew is balanced, indicating no strong directional bias from option pricing. | Implied volatility is high at 32.62%, reflecting market uncertainty and potential for price swings. | The term structure slopes downward (backwardation), with near-term options slightly more expensive than longer-dated options, hinting at a slight expectation of near-term upside. | Recent news includes positive developments like FDA approvals and strong Q2 earnings, but also mentions valuation concerns and competition.

Principal risks to monitor

High implied volatility suggests elevated risk of price swings. | Valuation concerns and competition could weigh on the stock price.

Fundamentals and events

Business quality, valuation and upcoming event context

Market capitalization **$1.08T**	P/E (TTM) **40.51**
ROE **92.6%**	Revenue growth **31.7%**
EPS growth **49.3%**	Operating margin **42.2%**
Net profit margin **33.5%**	Gross margin **-**
Free cash flow CAGR **5.9%**	Debt / equity **1.60**
Dividend yield **0.8%**	Beta **0.43**
52-week range **$712.05 - $1,292.65**	

Company or fund profile

Issuer identity and classification

Name **Eli Lilly and Co**	Market **NYSE**
Industry **Pharmaceuticals**	Country **US**
Currency **USD**	IPO date **1970-07-09**
Shares outstanding **941.74M**	52-week return **58.1%**
Book value per share **$35.98**	Revenue per share **$89.14**

Website	**lilly.com**

Latest strategy observation

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

LLY Covered Call signal

Sep 8, 2026 10:04 AM EDT

Covered Call | 2026-09-11

At signal $1,125.28 | Current $1,126.00

SHORT **Option $1,065.00 B $58.30 / A $67.05**

High turnover | CR $62.68

Complete technical details

Full supporting indicator set used by the symbol detail experience

Volatility and options market

Price movement and premium conditions

ATR	**$35.48**
ATR as % of price	**3.2%**
Volatility environment	**medium**
Current IV	**32.9%**
IV rank	**28 / 100**
IV percentile	**33 / 100**
Technical Snapshot IV source	**Private fundamentals snapshot**
Technical Snapshot IV observed at	**Sep 8, 2026 3:51 PM EDT**

Technical health and risk radar

Derived indicator health and event context

Overall health	**68 / 100**
Trend health	**78 / 100**
Momentum health	**67 / 100**
Volatility health	**63 / 100**
Structure health	**56 / 100**
Earnings risk / date	**low | 2026-10-29**
Macro risk	**unknown**
Volatility risk	**medium**
Structure risk	**medium**

Structural indicator levels

Moving averages, volatility bands and observed trading ranges

SMA (20 / 50 / 200)	**$1,197.19 / $1,189.82 / $1,063.80**
EMA (9 / 21)	**$1,162.93 / $1,180.40**
Bollinger upper / middle / lower	**$1,280.68 / $1,197.19 / $1,113.70**

Structural indicator levels (continued)

Moving averages, volatility bands and observed trading ranges

FIELD	VALUE
Bollinger %B	**0.061**
True high / low	**$1,149.36 / $1,113.55**
5-day true high / low	**$1,188.33 / $1,113.55**

Three-day indicator history

Short-horizon change and the underlying three-session observations

INDICATOR	3-DAY CHANGE	SESSION 1 / 2 / 3
SMA20	-2.945	**-**
SMA50	-0.135	**-**
MVWAP20	-2.233	**-**
MACD	-2.747	**-**
RSI	-2.149	**-**
Volume	-74613.000	**-**
ATR	-0.415	**-**
T1	-	**-7.66 / 1207.47 / 1159.60 / 1138.30**
T2	-	**-5.28 / 1208.57 / 1171.66 / 1137.50**
T3	-	**-3.22 / 1209.94 / 1187.83 / 1158.00**

Detailed options evidence

Supporting option-chain, execution and data-quality observations

Underlying price at observation	**$1,123.34**
Options Snapshot IV sources	**ATM: option chain | Rank/percentile: fundamentals**
Options Snapshot IV observed at	**Sep 8, 2026 2:49 PM EDT**
Options data coverage	**88.9%**
SKEW regime	**HIGH TAIL RISK SKEW**
VVIX regime	**VVIX FLAT**
Front expiration / DTE	**2026-09-11 | 3 DTE**
Front at-the-money IV	**36.3%**
25-delta skew	**-0.16**
Put / Call 25-delta	**$1,100.00 Delta -0.254 / $1,150.00 Delta 0.254**
Median option bid/ask spread	**17.3%**
Bid/ask spread	**-**
Contracts observed / quoted	**90 / 90**

Price context

Last Price: 1,123.34 | Bid: 1,123.28 | Ask: 1,124.09 | Previous Close: 1,149.36 | Change: -26.02 | Daily change: -2.26% | Update Time: 2026-09-08T14:49:45.308025-04:00 | Latest History Date: 2026-09-08 | Latest History Price: 1,123.89

Historical context

Trading-day sample: 60 sessions | First Date: 2026-06-12 | Latest Date: 2026-09-08 | Latest Price: 1,123.89 | Max Drawdown 60d Percent: -12.22%

Fundamental context

Current Iv Percent: 32.62% | Iv Rank: 26.25 | Iv Percentile: 29.88 | Next Earnings Date: 2026-10-29 | Ex Dividend Date: 2026-08-13

Important disclosures

Scope, limitations, risk and permitted interpretation

General market information only

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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

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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.

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**