



Lam Research Corporation / LRCX

Equity | Generated Oct 30, 2026 11:31 PM EDT

Current price	Daily move	Bid / Ask	Previous close
\$240.25	-14.14 -5.56%	-/-	\$254.39

Market	NYSE
Industry	Semiconductors
Market data as of	Oct 30, 2026 11:31 PM EDT

JW Intelligence Report

Complete | 3 of 3 sections | Oct 30, 2026 6:50 PM EDT

JW Rank	Rank label	Confidence	IV percentile
44.3 / 100	Cautious	high	29 / 100
Model reference	Upside scenario	Risk reference	Wheel strategy fit
\$228.00	\$250.00	\$218.00	47 / 100

Options stance	bearish
Tail-risk safety	56 / 100
JW Rank data coverage / as of	100.0% Oct 30, 2026 6:50 PM EDT

Key insight

LRCX Option Market Implies Continued Downside Pressure

Market read

The LRCX option market is pricing in continued downside pressure following a sharp decline in the underlying stock price. Elevated implied volatility, put demand exceeding call demand, and bearish technical indicators all contribute to this negative outlook. While the fundamental backdrop remains strong, near-term risks related to supply constraints and China revenue are weighing on sentiment.

Strategy context

The option market is pricing in a higher probability of further downside movement in LRCX. This suggests potential opportunities for bearish strategies, but investors should be aware of the elevated volatility and risks associated with this trade.



JW AI conclusions

Short- and medium-term model interpretation

AI context bias

Mixed

AI analysis updated

Oct 30, 2026 2:05 PM EDT

Short-term scenario

High-uncertainty tactical idea only: a small mean-reversion long if \$225-\$230 support holds, not a trend buy. Downtrend, elevated volatility, and broad semi weakness can easily invalidate it. This is not a recommendation; position size should assume the trade can fail quickly.

Three-month outlook

Uncertainty is high. The fundamental backdrop is still supported by AI and memory-driven equipment demand, raised industry spending forecasts, and strong recent margins, and the valuation has compressed from extreme levels (forward P/E near the low-20s). That can support a choppy recovery toward the \$270-\$310 area if supply constraints ease, China revenue does not deteriorate faster than expected, and the broader AI-capex narrative stabilizes. Offsetting that, the chart is damaged, the stock is well below major moving averages, China exposure and shipment constraints are real near-term limits, and a break of \$225 opens a path toward \$200 or lower. Analyst targets remain mostly above the market but were set in a stronger tape and are not a floor. Base case is volatile range-trading with a mild upside bias only if support holds; a sustained de-rating of semiconductor equipment is a credible alternative.

Market sentiment

Near-term X sentiment is cautious to bearish. Posts frame LRCX as a high-beta leader already down roughly 19% in the recent internal market flush, highlight large opening put prints (including sizable Nov \$235 puts), and treat the post-earnings drop as a valuation and expectations reset despite record results and supply constraints. Longer-horizon comments are more constructive on DRAM and wafer-fab spending into 2027, but they are not driving the tape today. Overall tone is risk-off, not a consensus bottom call.

Supporting evidence

Implied volatility is elevated at 57.62%, suggesting significant uncertainty about future price movements. | The skew is put-demand elevated, indicating a higher demand for put options (bets on price decline) compared to call options (bets on price increase). | Technical indicators are bearish, with the stock trading below key moving averages and exhibiting negative momentum. | Recent news flow has been negative, citing supply constraints, weaker December guidance, and broader semiconductor weakness.

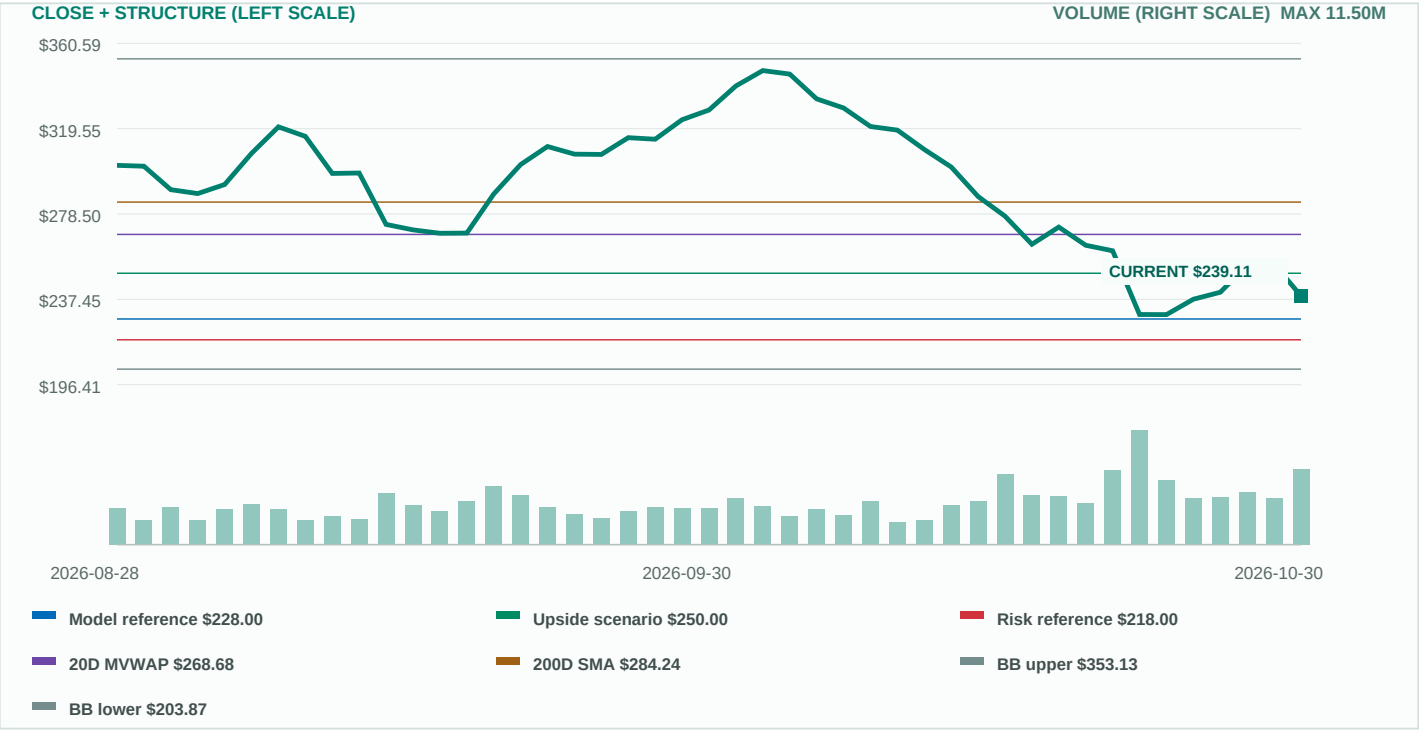
Risk watch

Supply constraints could continue to limit shipments and impact revenue 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

bearish_warning

Institutional flow

Below MVWAP

Structure

Below 200D trend

Volatility

high



Decision indicators

Detailed momentum, institutional and structural observations

Momentum kinematics

Direction, velocity and oscillator state

Current read	BEARISH WARNING neutral MACD accelerating
Trend signal	BEARISH WARNING
RSI signal	neutral
RSI (7 / 14 / 21)	32.19 / 33.80 / 36.90
RSI velocity	0.91
MACD line / signal / histogram	-18.34 / - / -15.41
MACD acceleration	0.47
Stochastic K / D	26.21 / 23.19

Institutional footprints

Volume-weighted cost, price location and flow

Current read	Below institutional MVWAP Distribution bias
Institutional flow	-4.27
20-day MVWAP	\$268.68
Price vs 20-day MVWAP	-10.58%
Daily reference VWAP	\$238.73
Price vs daily reference	+0.64%
Volume	7.59M

Structural context

Long-term trend and volatility boundaries

Current read	Below 200-day trend Negative macro velocity
Macro velocity	-4.48
20-day / 200-day SMA	\$278.50 / \$284.24
Bollinger range	\$203.87 - \$353.13
Bollinger position	0.236



Options and volatility intelligence

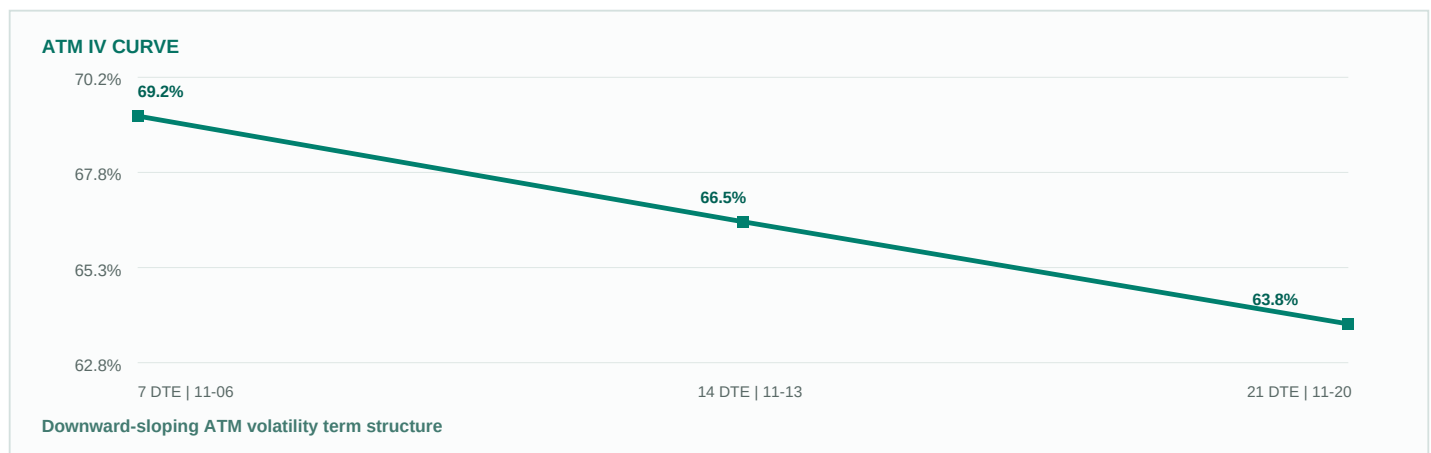
Structure, premium conditions and principal risks

IV rank 28 / 100	IV percentile 27 / 100	VVIX 121.93	SKEW 151.03
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Market regime	Calm
Tail-risk regime	NORMAL TAIL RISK
Term structure	backwardation
Term slope	-5.37 pts
Skew read	PUT DEMAND ELEVATED
Liquidity / quote coverage	100.0%
Options Snapshot IV sources	ATM: option chain Rank/percentile: fundamentals
Options Snapshot IV observed at	Oct 30, 2026 2:41 PM EDT
Options data quality	Coverage 100.0%

Option term structure

ATM implied-volatility curve by days to expiration



EXPIRATION	DTE	ATM IV	STATE
2026-11-06	7	69.2%	-
2026-11-13	14	66.5%	-
2026-11-20	21	63.8%	-

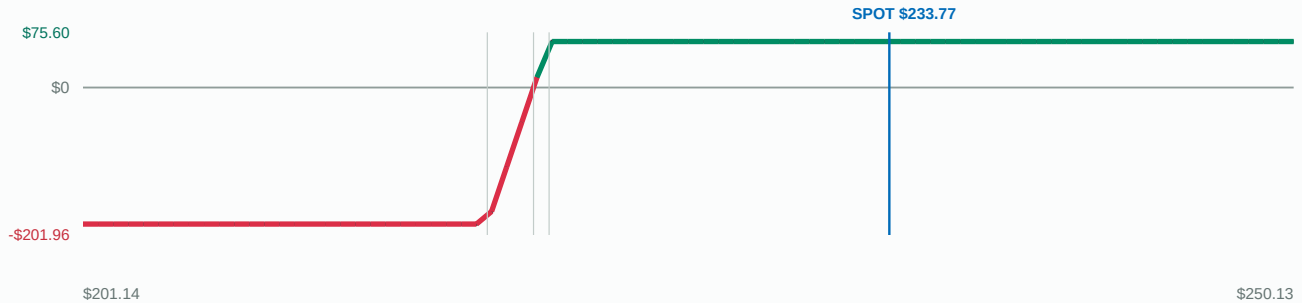


Reference spread payoff

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

Bull Put Spread reference

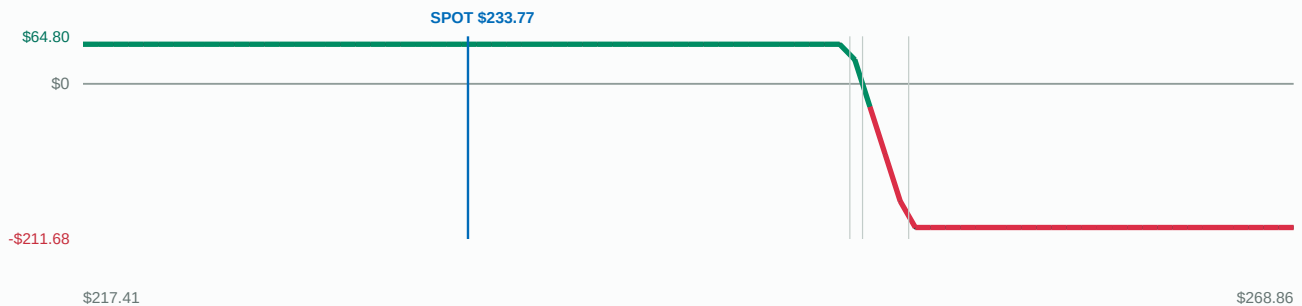
Short \$220.00 | Long \$217.50 | Width \$2.50 | Net credit \$0.63



Max profit \$63.00 | Max loss -\$187.00 | Break-even \$219.37 | Per contract at expiry

Bear Call Spread reference

Short \$250.00 | Long \$252.50 | Width \$2.50 | Net credit \$0.54



Max profit \$54.00 | Max loss -\$196.00 | Break-even \$250.54 | Per contract at expiry

Event and tail-risk context

Known event windows and broad volatility conditions

Next earnings date	2026-10-21
Earnings IV-crush risk	elevated
Event IV premium	2.73
VIX	22.61
VVIX	121.93
SKEW index	151.03
Observation confidence	high
Option quote quality	reliable



Event and tail-risk context (continued)

Known event windows and broad volatility conditions

FIELD	VALUE
Contracts observed	130
Contracts with quotes	130

Strategy fit

Generalized structure fit; not a personalized recommendation

Market structure

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Options context

LRCX Option Market Implies Continued Downside Pressure

Wheel context

The option market is pricing in a higher probability of further downside movement in LRCX. This suggests potential opportunities for bearish strategies, but investors should be aware of the elevated volatility and risks associated with this trade.

Observed evidence

Implied volatility is elevated at 57.62%, suggesting significant uncertainty about future price movements. | The skew is put-demand elevated, indicating a higher demand for put options (bets on price decline) compared to call options (bets on price increase). | Technical indicators are bearish, with the stock trading below key moving averages and exhibiting negative momentum. | Recent news flow has been negative, citing supply constraints, weaker December guidance, and broader semiconductor weakness.

Principal risks to monitor

Supply constraints could continue to limit shipments and impact revenue growth.



Fundamentals and events

Business quality, valuation and upcoming event context

Market capitalization	P/E (TTM)
\$294.94B	37.61
ROE	Revenue growth
71.8%	10.1%
EPS growth	Operating margin
20.2%	37.0%
Net profit margin	Gross margin
32.3%	-
Free cash flow CAGR	Debt / equity
8.6%	0.30
Dividend yield	Beta
1.1%	1.97
52-week range	
\$135.50 - \$438.50	

Company or fund profile

Issuer identity and classification

Name	Market
Lam Research Corporation	NYSE
Industry	Country
Semiconductors	US
Currency	IPO date
USD	1984-05-11
Shares outstanding	52-week return
1.25B	58.3%
Book value per share	Revenue per share
\$11.13	\$20.81
Website	lamresearch.com



Latest strategy observation

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

LRCX Covered Call signal	Oct 29, 2026 12:28 PM EDT
Covered Call 2026-11-06	
At signal \$256.62 Current \$240.25	
SHORT Option \$285.00 B \$1.24 / A \$1.40	
Conservative CR \$1.32	



Complete technical details

Full supporting indicator set used by the symbol detail experience

Volatility and options market

Price movement and premium conditions

ATR	\$14.54
ATR as % of price	6.1%
Volatility environment	high
Current IV	58.1%
IV rank	29 / 100
IV percentile	29 / 100
Technical Snapshot IV source	Private fundamentals snapshot
Technical Snapshot IV observed at	Oct 30, 2026 7:32 PM EDT

Technical health and risk radar

Derived indicator health and event context

Overall health	47 / 100
Trend health	38 / 100
Momentum health	62 / 100
Volatility health	19 / 100
Structure health	74 / 100
Earnings risk / date	unknown 2026-10-21
Macro risk	unknown
Volatility risk	high
Structure risk	low

Structural indicator levels

Moving averages, volatility bands and observed trading ranges

SMA (20 / 50 / 200)	\$278.50 / \$294.47 / \$284.24
EMA (9 / 21)	\$251.24 / \$269.68
Bollinger upper / middle / lower	\$353.13 / \$278.50 / \$203.87



Structural indicator levels (continued)

Moving averages, volatility bands and observed trading ranges

FIELD	VALUE
Bollinger %B	0.236
True high / low	\$254.39 / \$232.61
5-day true high / low	\$260.59 / \$230.10

Three-day indicator history

Short-horizon change and the underlying three-session observations

INDICATOR	3-DAY CHANGE	SESSION 1 / 2 / 3
SMA20	-4.480	-
SMA50	-1.322	-
MVWAP20	-4.274	-
MACD	0.475	-
RSI	0.911	-
Volume	926154.670	-
ATR	0.123	-
T1	-	-18.03 / 274.19 / 260.59 / 251.47
T2	-	-18.94 / 278.18 / 257.60 / 240.85
T3	-	-19.76 / 281.50 / 241.68 / 235.21



Detailed options evidence

Supporting option-chain, execution and data-quality observations

Underlying price at observation	\$233.77
Options Snapshot IV sources	ATM: option chain Rank/percentile: fundamentals
Options Snapshot IV observed at	Oct 30, 2026 2:41 PM EDT
Options data coverage	100.0%
SKEW regime	HIGH TAIL RISK SKEW
VVIX regime	VVIX FLAT
Front expiration / DTE	2026-11-06 7 DTE
Front at-the-money IV	69.2%
25-delta skew	5.25
Put / Call 25-delta	\$220.00 Delta -0.255 / \$250.00 Delta 0.250
Median option bid/ask spread	9.6%
Bid/ask spread	-
Contracts observed / quoted	130 / 130

Price context

Last Price: 233.77 | Bid: 233.50 | Ask: 233.85 | Previous Close: 254.39 | Change: -20.62 | Daily change: -8.11% | Update Time: 2026-10-30T14:41:55.749284-04:00 | Latest History Date: 2026-10-30 | Latest History Price: 233.68

Historical context

Trading-day sample: 60 sessions | First Date: 2026-08-07 | Latest Date: 2026-10-30 | Latest Price: 233.68 | Max Drawdown 60d Percent: -33.78%

Fundamental context

Current Iv Percent: 57.62% | Iv Rank: 27.81 | Iv Percentile: 27.09 | Next Earnings Date: 2026-10-21 | Ex Dividend Date: 2026-09-22



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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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.

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Reference documents

Official product terms and standardized options disclosure

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