

Title: Direct Registering Shares (DRS) is the MOASS key handed on a golden platter. Dr T has been preaching this for months with CMKM as an example that exposed phantom shares. ComputerShare is not some shady company. They are the designated transfer agent for 37.4% of the market.

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0. Preface

Hello apes. I am not a financial advisor and I am not providing financial advice.

I've been getting a few PMs and comment replies asking about ComputerShare, and there's definitely FUD around it. I get why there can be FUD, but hopefully this will dispel your doubts.

I thought I'd drop in and compile my thoughts - as well as borrow from other posts. In my opinion it's a bit crazy that there's so much negativity around the potential key to the MOASS. This isn't really "DD" but I thought I'd mark it as such anyways. Mods, feel free to change it.

Sorry that this might look like a rehashed post since there are **tons** on the subject right now. DRS is too important of a subject to pass up, and some info within this post I haven't really seen in recent posts. So hopefully there's some new stuff here for skeptics.

[Me irl](https://preview.redd.it/retmiilm7zn71.png?width=1195&format=png&auto=webp&s=c4ba72888e48e446bf823d3020975f10eb5cfbb)

1. Direct Registering Shares (DRS)

The act of Direct Registering Shares (DRS) is taking a security and registering that security **in your name** which is then held on the books of the transfer agent or the company (GameStop).

DRS is waay better than having "Street Name" Registration, which is where the security you buy through Fidelity/TD Ameritrade/Webull is under **their** name and held on their books. If the float of GameStop is "Street Name" registered, then:

- * It allows brokers to trade with one another in ex-clearing for these securities and produce fails on their books. They have a massive pool of float to borrow from to give you "shares" in your account and they can continue to "reasonably locate" shares to reset their fails.
- * The brokers don't have to purchase a share on the market when you send a buy order. If they can "reasonably locate" a share due to the float not being locked up, then they can essentially give you an IOU.
- * This is what happened to CMKM Diamonds that Dr. T has been talking about for a while. Brokers wouldn't even buy the damn shares but investors were credited with "shares" on their account. Bam. One way that phantom shares are introduced.
- * It allows shorters to continue to borrow from a massive pool of float and short the stock because they can "reasonably locate" shares, even if there is a plethora of phantom shares in existence. To the DTCC and the broker dealers, the shares are there and available!
- * As long as a massive portion of the float stays "Street Name" Registered, the float isn't locked up and they can continue to stall the game, dragging the price.

[https://www.sec.gov/reportspubs/investor-publications/investorpubsholdsechtm.html](https://preview.redd.it/2gv0vj9a2zn71.png?width=727&format=png&auto=webp&s=43fa8bb8c6aa0d1d1a5dabac2fd60a8dd56e8862)

DRS is a solution to the bullshit they're performing to suppress the stock and continue to produce phantom shares:

- * When the security is registered **in your name** on the books of the transfer agent or GameStop, it

chunks down the remaining float.

- * Think of institutions registering millions of share ownership and reducing the float. By DRSing shares, shareholders effectively do this and officially reduce the float.

- * With less float, the broker-dealers, shorters, and market makers have less power. They'll be more constrained when it comes to "reasonably locating" shares. As the float gets locked up towards 0 shares in float, everything goes to shit:

- * The brokers can no longer reasonably locate shares for you when you place an order. All shares have been purchased and the buy button effectively shuts off. (Assuming other retail isn't selling to you). This method of phantom share creation shuts down.

- * Shorters cannot locate shares to borrow to short. This method of phantom share creation shuts down.

- * Broker-dealers and others cannot locate shares to reset FTDs in ex-clearing. FTDs can skyrocket, finally triggering Reg Sho closeout obligations.

But as long as the majority of the float remains *****"Street Name" Registered**** rather than *****Direct" Registered****, they can continue producing phantom shares and resetting fails. Essentially nullifying all buy pressure from retail.

2. ComputerShare

The good news is that Direct Registering of Shares is a process that is provided through "transfer agents" for companies. So, it's possible for retail to register the shares in their name and chunk down the float.

[<https://www.securitieslawyer101.com/2017/transfer-agent-direct-registration-system-drs/>](<https://preview.redd.it/kdr233pd2zn71.png?width=811&format=png&auto=webp&s=bd816467ec32d95f5ef4795bf6d643c61e74632c>)

In fact, that is the ****ONLY**** way to DRS. It ****must**** be from the designated transfer agent of the company.

And who is the designated transfer agent for GameStop? ComputerShare. This is directly from a SEC filing for GameStop:

[<https://www.sec.gov/Archives/edgar/data/1326380/000119312521126940/d122967ddef14a.htm>](<https://preview.redd.it/6l8z7ak33zn71.png?width=1041&format=png&auto=webp&s=4d560d99e548615a30ce135f5da75961b16b07f3>)

In order to DRS GameStop shares it has to be through ComputerShare. They are the only ones who can perform the DRS service to register shares in your name on their records.

There is FUD about ComputerShare performing a buyout of Wells Fargo Trust, but that's really irrelevant. Or that they have negative reviews, CEO sold stock, so forth. That's pretty damn normal for an entity as large as themselves.

ComputerShare provides transfer agent services for many companies of all sizes. I'm sure the shareholders of the following companies are freaking out that ComputerShare is their trading agent!

Check out who also uses ComputerShare:

[Microsoft](<https://preview.redd.it/dv6djnwk2zn71.png?width=731&format=png&auto=webp&s=797f60018e75dc069418b60602f26060cb2ea514>)

[Apple](<https://preview.redd.it/3lbv7twm2zn71.png?width=758&format=png&auto=webp&s=b533356faeb9a41f1c0f217c52bcf5eb765b1fc5>)

[Amazon](<https://preview.redd.it/co52htvp2zn71.png?width=740&format=png&auto=webp&s=67cbf5829180b5f17d6447482e1870e233882e6c>)

In fact, ComputerShare is the transfer agent for the plurality of the market, at 37.4%:

[<https://blog.auditanalytics.com/transfer-agent-market-share-2020/>](<https://preview.redd.it/bol4binf2zn71>)

.png?width=735&format;=png&auto;=webp&s;=6690d1dd08bd00b10eab09f5982f1298db472ab5)

So, really, I do not see how ComputerShare is anything to worry about. It's **the** golden platter, placed right in front of apes. Honestly I feel pretty dumb for not realizing this earlier when it has been posted about many months ago.

- * Direct Registering of Shares pulls the float and locks it up because it is no longer registered as "Street Name" under broker dealers.

- * Direct Registering of Shares **must** be with the designated transfer agent of the company. In this case, it **must** be through ComputerShare.

- * ComputerShare is the transfer agent for the plurality of the market including major names such as MSFT, AAPL, and AMZN.

- * As long as the float remains "Street Name" registered, they can continue can-kicking. They can continue selling retail more phantom shares, nullifying buy pressure, and resetting fails via ex-clearing.

- * Broker dealers + shorters + market makers lose their price suppression power and phantom share creation power as they have less float to work with.

- * The moment more float is registered via DRS than exists, shit hits the fan (as Dr. T says!) because you immediately have evidence of phantom shares.

- * It's not "coordinated market manipulation" if you're just registering the shares that you already bought. You want to show that you're a registered shareholder!

3. CMKM Diamonds - Dr. T's Example of Phantom Shares Exposed by DRS

I'm surprised I didn't look into this company earlier on either. Dr. T had been mentioning them many times over as an example of how DRS exposes phantom shares, and I'm sure a few apes have created posts on them in the past.

>CMKM was a Canadian company with an interest in diamonds. The shareholders didn't know that mineral rights they were told about were owned by the founders, not the company. Criminal and civil complaints ensued. A reform management changed the company name to New Horizons Holdings, Inc with a plan to raise capital for the purchase of oil or gas assets. If successful, they would be able to return the shares to trading status with the hope of restoring value to shareholders.

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>**NHH directed all shareholders to obtain their stock certificates and exchange them for new shares. That's when the masses of phantom shares and corruption of some big brokers came into stark view. Many investors discovered that their brokers had taken their money and never bought or received CMKM shares.**

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>The investors had "phantom shares." They were allocated a fail to receive on the broker's own books, but payment money was taken from their cash accounts, and they continued to receive statements showing share positions for CMKM. - [Source](<https://www.thekomisarscoop.com/2020/03/how-phantom-shares-on-wall-street-threaten-u-s-companies-and-investors/>)

Because of "Street Name" Registering, the above was allowed. Brokers wouldn't even purchase the stock and paddle fails around through ex-clear. A huge chunk of the float was not direct registered, so they had a massive pool to work with when producing phantom shares and resetting fails.

A huuge scandal around CMKM Diamond occurred, resulting in the phantom shares being exposed. A lawsuit of nearly \$4 Trillion was pushed because WallStreet got away with screwing the investors **after** creating nearly 2.25 Trillion phantom shares. They decided "eh" and just deleted the phantom shares, resulting in the class action lawsuit that stole trillions of dollars from MainStreet investors.

CMKM Diamond had a float of around 703 Million. But once the certificate pull occurred through direct registering of shares, it showed 2.25 trillion phantoms were out there.

That's **3200x** the damn float. Which was probably exacerbated because it was a penny stock that was being cellar boxed for (allegedly) illegal money laundering activities. It was an easy target for broker

dealers + market makers + short sellers to abuse.

[https://www.sec.gov/comments/s7-19-07/s71907-1421.htm](https://preview.redd.it/g3ppbl6e4zn71.png?width=788&format=png&auto=webp&s=de1e3e21e2e7ad14c7164a1a7621bf0aa14688f4)

When shit hit the fan and the stock got pulled because it was a penny stock, the phantoms got deleted and the whole situation got swept under a rug. The MainStreet investors obviously got upset and filed a class action lawsuit to the sum of almost \$4 Trillion.

But, the SEC loves retail so they helped out!

Just kidding. They didn't do jack shit because the SEC was also alleged to be complicit and that they knew of the fraudulent activities occurring on the security.

Now, the difference here was that CMKM Diamond was a penny stock and was on the brink of bankruptcy. It was easy to delist the company and hit the nuke button.

****GameStop is not in that situation.****

[https://www.sec.gov/comments/4-590/4590-100.htm](https://preview.redd.it/6nw8xrc3zn71.png?width=798&format=png&auto=webp&s=1736ee0553ccce24c3ca2742e2355f5479264b61)

The phantoms that were being produced wouldn't even show up on reported volumes, since a massive chunk was traded ex-clearing. Which is where broker dealers could reset fails and keep the phantom share machine churning:

[https://www.sec.gov/comments/4-590/4590-100.htm](https://preview.redd.it/aty3w7lj3zn71.png?width=803&format=png&auto=webp&s=04b3ab4e775bb2a8b3bc73a4019394676b066ac3)

[https://www.sec.gov/comments/4-590/4590-100.htm](https://preview.redd.it/0mwbl9xi3zn71.png?width=799&format=png&auto=webp&s=758ce26b5f2daa1495633ba564a420554669d16a)

[https://www.sec.gov/comments/4-590/4590-100.htm](https://preview.redd.it/qpkmkplk3zn71.png?width=806&format=png&auto=webp&s=fec6c90388366ebf3a3e1049bf780a131bde17f2)

In my opinion? DRS is the killshot. But do your own research. Do not take my word for it. 🗡️

[Killshot Engaged](https://preview.redd.it/8rzeemhm6zn71.png?width=1368&format=png&auto=webp&s=763db793ee46b26a830c63613d7afaf88d5e7441)