

Title: A Quick Discussion on Options?

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What do you guys think about this? This applies to GME as well.

I'm no great trader/investor nor am I highly knowledgeable on options but I do have some retard experience with them thanks to og wsb ■. Jokes aside I want to give one suggestion to anyone who is itching to feel up some calls. First off whether you're a knew or old ape/trader, it's painfully obvious any sort of weeklies is a guaranteed waste of money for you and easy money for hedge funds, especially on momentum days/weeks. A way to make a "fairly safe" bet(I use this words and quotations with heavy emphasis because we know routine price movement) is to go for the calls that are 4+ months ahead, honestly maybe even 6+ That doesn't mean you gotta hold them for that long but it will save you a lot of theta burn being that far out.

Now on Exercising the Option Calls,

<https://www.investopedia.com/terms/e/exercise.asp>

<https://www.investopedia.com/articles/optioninvestor/09/when-exercise-options.asp>

<https://www.investopedia.com/terms/e/earlyexercise.asp>

<https://www.investopedia.com/terms/t/timevalue.asp>

This is generally something you do when the current stock price is higher than your strike price meaning you're ITM AND your call is near or at expiration. This is because if you're call is ITM but nowhere near expiration, you're gonna have Time Value along with Intrinsic Value, meaning it will be worth more. If you exercise your calls early then you lose that time value(I'm 95% sure on this). If you wait until near or at expiration to exercise, you'll have lost that Time Value already which it'd be a better time to exercise rather than sell although you'll still have Intrinsic Value.

I've seen a lot of ya'll talking about options and how exercising them is the way and blah blah, listen, if exercising options is your sole goal in buying them then stay away because you're likely to lose money and it's not guaranteed you'll have a good opportunity to which is why your USUALLY better off selling the call for a profit, and then buying shares. Now if your close to expiration and the opportunity is there then go on ahead if you wish to.

I recommend you go to those links and read and take in all the information if you're not already familiar with them past that they can make you a lot of money or take it all away.