Title: A lot of talk about options this week. I know this is a controversial topic as some say options are bad and others say it's a way to apply pressure. My take on it is, it can be good and it can be bad as it can be a good way to apply pressure on HF. Here are some thoughts

Author: mallermike

Created 2022-01-09 15:54:21 UTC

Permalink: /r/GME/comments/rzul2o/a lot of talk about options this week i know this/

Url: https://www.reddit.com/r/GME/comments/rzul2o/a_lot_of_talk_about_options_this_week_i_know_this/

- A) if you haven't traded options it's probably best you don't or you do sparingly as you could lose lot. Buy and hold is probably better
- B) if you do trade options buy in or near the money and buy them farther out, not weeklies
- C). If you Buy way out of the money GME calls you are helping the hedges as they are making money off of you as it's easy for them to bring the price below your strike on a Friday. This is why we see the price ending so close to MAX PAIN Friday afternoons
- D) don't buy options at of FOMO, you will likely lose. Buy it after the price is surprised. Aka it wasn't a good time to buy options the day after the after hour run up. A general rule is don't buy an option when everyone is posting about MOASS being tomorrow,
- E) buy with the intention of exercising. This forces HF to cover. That's why buying near the money make sense. If you bought 130 and the price appreciated \$230, well even if you don't have the cash to exercise you still would of made enough to convert 76.9% percent of the shares. (100x100/130=76.9)

so in summary, if you buy an option, make sure you time it right, it's near or below the strike and buy father out and exercise.

Also it scares me that so many people are saying buy options this week. I'm not sure if this is because of shills or not.

Also add your thoughts this is a discussion. Buy and hold and drs is good strategy as well.