

Title: January 21 options puts

Author: Great-Ape-King

Created 2022-01-21 21:30:22 UTC

Permalink: /r/GME/comments/s9lhrq/january_21_options_puts/

Url: https://www.reddit.com/r/GME/comments/s9lhrq/january_21_options_puts/

This is not Fud. I am just a retarded Ape attempting to learn something so please hear me out.

According to investopedia If an option expires out of the money, nothing happens. No shares are assigned and the entire position expires worthless and disappears from the trader's account.

Therefore what is the importance of today's put options expiring? Bc if the Options expire out of the money they are worthless but that won't make the price action move up or down. Put options and Short selling a stock are both different bearish strategies. Short selling is a bearish strategy that involves the sale of a security that is not owned by the seller but has been borrowed and then sold in the market.

Since the long-term trend of the market is to move upward, the process of short selling is viewed as being dangerous. That's why we buy and Hold bc in theory as a combined body we Apes have more money and time to invest into GME than the SHF. Short selling is far riskier than buying puts. With short sales, the reward is potentially limited since the most that the stock can decline to is zero, while the risk is theoretically unlimited.

Therefore if the SHF still have liquidity (cash) available they can keep kicking the proverbial can down the road, but if the market crashes that means that they won't have as much liquidity available to keep shorting the stock. In other words they would have to buy back shares at the price skyrocketing the price ■ which is what we are staking our lives on. That theory is what we know as the Moass bc there is infinite risk for the SHF.

But I am having trouble understanding the hype behind Today's (1/21/2022) put options expiring out of the money bc it really doesn't matter. Additionally what's the hype behind next Friday (1/28/2022) can someone please explain this to me? I am I missing something or maybe I am just too stupid to comprehend? ■