

Title: Update on the Nickel squeeze and relation to GME

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Thanks to the community for the great discussion coming out of my last post

Status is as follows:

<https://www.ft.com/content/067ee28e-0375-48d3-a7c9-2d4330a9cc34#comments-anchor>

quote

Now, Beijing, Tsingshan, its brokers and the LME are scrambling to find a solution. One option under consideration is for Tsingshan to swap some of the lower grade nickel it produces — which does not meet the LME's quality standards — for refined metal held in China's State Reserves Bureau, according to people familiar with the matter.

Tsingshan could then deliver the high-grade metal against its contract on the LME, pay off its brokers and close its lossmaking position.

unquote

The difference in the squeeze around Nickel and GME is that

a) LME halted ALL trading and not only closed the buy button

b) Nickel hedges can be closed against physical deliveries, and unlike with stocks, there is usually enough material in the market as raw materials can be produced/mined within a certain time span.

For stocks, the only option to create more is either a company diluting its stock or the industry creating synthetic shares which is illegal

What we can take out of this is that each squeeze is individual in it's origin and in the way it unfolds

For GME, it supports everything the community is doing= Buy, Hold, DRS and raise our voice towards the regulators to do their job