

Title: UPDATE: Critical Margin Theory shown in price relation between GME and the collateral used by Shitadel

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Url: /r/Superstonk/comments/vz7pt1/update_critical_margin_theory_shown_in_price/

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This is an update to today's series of DD:

[Part 1: Major assets vs. GME](https://www.reddit.com/r/Superstonk/comments/vyv5xl/part_1_critical_margin_theory_shown_in_price/)

[Part 2: The behavior of "normal" stonks](https://www.reddit.com/r/Superstonk/comments/vyv7u2/part_2_critical_margin_theory_shown_in_price/)

[Part 3: Basket stocks in comparison](https://www.reddit.com/r/Superstonk/comments/vyv8ri/part_3_critical_margin_theory_shown_in_price/)

[Part 4: Kenny's world is crumbling](https://www.reddit.com/r/Superstonk/comments/vyv9x4/part_4_critical_margin_theory_shown_in_price/)

I recommend checking those parts first since they contain the actual DD, whereas this is just an update to what happened today specifically.

Summary of Parts 1-4

In Part 1 I've shown and explained how GME's price acts in relation to major assets and how it is prevented from crossing a certain price ratio. In Part 2 I've shown how some "normal" stocks look like in comparison and in Part 3 how other basket stocks behave. Part 4 finally was trying to look for potential answers as to "why" this all is happening and then compared specifically Citadel's long positions to GME.

Recap

[From the comments section of Part 4](<https://preview.redd.it/so50ld87xlb91.png?width=736&format=png&auto=webp&s=5e34663b7f293bc051efbe24adedea334390c59f>)

In Part 4 I wrote:

It will be interesting to see how long they can keep this up for and avoid getting margin called. Just take another look at the SPY/GME chart again (see part 1), which after all is representing both the broader market as well as being one of Kenny's longs. ***Yesterday (July 13th)*** *was the first day since June 8th 2021, where we visibly* ***broke through the trendline****. Unsurprisingly they pushed us* ***back up a hair above the trendline just before close****. I assume because Kenny was afraid of Marge or something?*

For reference, this was the SPY/GME chart as of July 13th I referenced above, though it's hard to see without zooming in how we crossed yesterday:

[SPY\GME as of July 13th after market close.](<https://preview.redd.it/tcgam6snrlb91.png?width=1243&format=png&auto=webp&s=565eedea699ed6228de00bab5d37c5d77106c880>)

The conclusion of Part 4 then was:

It's a trust me bro moment I reckon, but I have a feeling as u/ultrasharpie *also pointed out,* ***that when we truly cross on the SPY/GME chart, shit is about to hit the fan***. And to jack your tits some more, if we continue to push through it this week, this will more than likely also coincide with pushing through the bull flag we're currently trading in the normal GME chart. Whoops MOASS or something?

Well that or they manage to short GME back down again. *But with the NFT marketplace, splivend, FOMO and who knows what kind of announcements are about to be dropping soon, I have a feeling Kenny is already starting to choke on his mayo.*

So what happened today?

GME went up to \$150+, SPY went down and we seriously crossed on the SPY/GME chart. To recap the recap, we crossed yesterday as well but then got pushed up just above the trendline before market close. So lets have a closer look of what happened today:

[SPYVGME as of July 14th after market close.](<https://preview.redd.it/8l2oogyds1b91.png?width=1243&format=png&auto=webp&s=86622b2293446ade103eeea47170b9c08ed284b6>)

Lets zoom in a little ("Enhaaance!"):

[SPYVGME zoomed in.](<https://preview.redd.it/1romgejks1b91.png?width=1243&format=png&auto=webp&s=a0e9f57b2aea9f795033f0504ec9dc42678da30b>)

Well I'll be damned. We crossed significantly right after market open on the SPY/GME chart, when SPY dropped on recession fears but GME continued to increase slowly but steadily up to \$151.95 as shown below. Then GME suddenly dropped down massively for no reason, whereas SPY rose again. Just in time for the price ratio of SPY/GME to pop up right above the trendline again before close (image above). "Phew... margin call averted." - Kenny, probably

[GME 5min chart with SPY overlayed.](<https://preview.redd.it/wzjuqv7ulb91.png?width=1243&format=png&auto=webp&s=4ad078cbbdfb090be2d3684f3ee0fc81ccfb0680>)

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More longs from Kenny's portfolio zoomed-in after close today

[AMZNVGME](<https://preview.redd.it/dav7l3g0vlb91.png?width=1243&format=png&auto=webp&s=634442c93b9a87a53f01da285208673c4289c48a>)

[GOOGLVGME](<https://preview.redd.it/yiwvcwc2vlb91.png?width=1243&format=png&auto=webp&s=27b2379f16cad809b7f803c649dd0b79e9da980d>)

[NVDAVGME](<https://preview.redd.it/kqtv05t4vlb91.png?width=1243&format=png&auto=webp&s=6f1dc8dd3d983a63c502e4d8cd0489abc26b5ca7>)

[TSLAVGME](<https://preview.redd.it/41d028gfv1b91.png?width=1243&format=png&auto=webp&s=0a3eb98a566355ed0acd4836f609835dc5963c7e>)

And even BeetCoin lol:

[BTCVGME](<https://preview.redd.it/xln7fwmxulb91.png?width=1243&format=png&auto=webp&s=8f5bb15f3a493a54ec8e1750aacce0c1d207265e>)

I'm really looking forward to the next few weeks. Hedgies r so fukt.

And thanks again to u/ulltrasharpie for posting about the price relationship between SPY/GME first.