

Title: Melvin Capital Institutional Holdings

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As a follow up on my previous post, where I discussed Melvins portfolio of stocks with negative earnings, ridiculously high multiples and billions of dollars of insider selling, I decided to do more research.

As I mentioned in my last post, a lot of these stocks have been receiving analyst upgrades by big banks and other hedgies (DDOG, SNOW, NOW, BILL, etc...) My previous thought was that Melvin was somehow pumping up these stocks through the options market (they happen to own a significant amount of calls on many of these shitcos). However, after doing some more thinking, this theory seemed a little far fetched and didn't have enough backup to prove, although still possible.

So then I started thinking, how is it that these stocks with such shitty financials have held up so well in an environment where other growth stocks and loss-making companies with high debt are getting punished? Hell, blue chips have taken more of a beating than most of these stocks have. As an example, LYV (Live Nation Entertainment) is Melvins largest holding as per their latest 13F. The media seems to be pushing the narrative that Melvin has only been taking big losses, but LYV is up 240% since it's Covid lows, and it hasn't corrected at all as of yet. Many of his other biggest positions such as H, HLT, EXPE, DDOG, NOW and BILL have also been killing it. Mastercard was also previously one of Melvins largest positions, and it appeared they sold out when it was close to all time highs, making a killing.

Now, why would big media like Bloomberg be pushing the narrative that Melvin has been losing so much money when it seems as though that's not the case? For one reason or another, they want apes to believe that, but I can't quite figure that part out.

I do have a possible theory that Melvin is in fact collaborating with the big banks and other hedgies to bag hold for them when shit goes down the hole, eventually. Since Melvin might already be fucked for legal reasons and they know it, is it possible that they are essentially being used by other institutions to falsely prop up valuations of shitcos and prevent a market crash? Again, just a theory. However, it seems as though the big banks are currently being investigated for collaborating with hedgies, so this seems very plausible. I believe Melvin could be the main one.

I would appreciate it if other smooth brains out there could look into this as well and perhaps confirm my theories or bring up more likely ones, and also how this could relate to GME.

TLDR; I think there is a Ponzi scheme going on between Melvin, other institutions like Citadel, and the big banks to falsely prop up markets for their benefit. I think they are all in bed together.