

Title: Call Options & Stock Dividend

Author: HodlYourDream

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The GME Stock dividend behaves like a stock split for the longs. For the shorts it is toxic, because it is not splitting automatic the shorted shares.

What does this Stock Dividend mean to Options? In my understanding, the call option holders can get 100 shares per contract before the dividend as well as after. But if they exercise the calls before the issuing of the dividend, they will get 100 shares ****multiplied by X**** for the same price.

This could also mean, the Call options are X times less worth after the stock split, than before.

I didn't saw a post about that. I don't want to promote any market transaction with this post.