

Title: Stock Dividend - Am I Understanding this Correctly?

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A stock split would be a split of the actual shares. Because these shares are being paid out as a dividend, they come from the reserve allowed by Gamestop.

UNLESS, that share is sold short. If a share is sold short at the point a dividend is issued, the short seller is responsible for providing the dividend. In this case, that dividend is the stock itself.

AKA Short sellers must buy back at least 1 share (depending on how much the dividend is) for each share sold short.

Is that GG?