

Title: Apes buying \$950 1/21/22 calls are helping to reduce margin for SHF/MM/BD (the bad guys in our story) by \$77,523.50 per contract.

Author: No-Fox-1400

Created 2021-12-30 18:32:54 UTC

Permalink: /r/GME/comments/rs8mky/apes_buying_950_12122_calls_are_helping_to_reduce/

Url:

https://www.reddit.com/r/GME/comments/rs8mky/apes_buying_950_12122_calls_are_helping_to_reduce/

Buying these calls help the bad guys evade margin calls.

Check out my profile to see my post on the DOOMPS hiding \$16bln in margin requirements.

CBOE Rule 10.3(c)5(A) governs the margin requirement for short sales of derivatives. The calculation is full price of

Option contract

Plus

10% underlying of at current market value

Minus

Any excess OTM value of exercise price-current market value)

So for this trade it's

$\$14 + \$1,587.50 - (\$950 - \$158.75) * 100 = -\$77,523$

or a margin reduction of \$77,523 per contract for their netted options portfolio that includes selling this GME call.