

Title: Stock split (as dividend) facts. Setting real expectations.

Author: We-can-all-win

Created 2022-04-27 04:56:22 UTC

Permalink: /r/DDintoGME/comments/ucvohp/stock_split_as_dividend_facts_setting_real/

Url: https://www.reddit.com/r/DDintoGME/comments/ucvohp/stock_split_as_dividend_facts_setting_real/

As we all know GME is preparing for a stock split as a dividend fairly soon after the shareholder annual meeting. There has been plenty of misinformation spread ever since GME announced it's intent to increase the allowable amount of issued shares from 300M to 1B in order to move forward with split.

I'll try to address the most common misinformation spread ever since the above mentioned event was brought up to light.

Misinformation:

- Why would gme "create" more shares this will dilute the float like pop corn boyzzzz did. Wrong. In order to effectively create share dilution GME would have to sell more shares into the market than currently exist from the currently allowed amount which would effectively dilute the value of current shares by injecting more into the market. Aka pop corn move. GME is offering a stock split/stock as a dividend which YES there would now be more shares out there but the value of your current holdings don't change you just get more bananas for your hard earned Mula.

- You must have shares by said date in order to receive the "stock split as a dividend". Wrong again. TSLA and APPL did same stock split last year and you can buy the stock even the day before it splits and you will receive the "stock split" because that's just what it is. The term that got people confused is "as a dividend" and all kinds of shenanigans began flooding the subs. You went to supermarket today before split and bought 1 banana and tomorrow supermarket says with the same money you paid you now get 7 bananas. You will get extra 6 bananas from your supermarket (broker) and if you purchase it the next day once split is fulfilled well you now paying the result cost of the split if you were to buy 7 bananas or only 1 for same price the day before.

- Stock split immediate MOASS!!! Hedge funds will have to buy up now (say 7 4 1 split) 7 times the amount of shares they r so fukkkkk. Nope. Hedge funds and the likes also went to the supermarket and already "paid" for the banana cost prior to split so they get the same bananas. They don't have to go to market to buy more bananas. Butttttt what about the synthetic bananas... well you guessed it ...just like they have a way to show on your brokerage account that you have a synthetic banana without you knowing, their sophisticated fake banana generation system would also magically do a full split for those fake bananas too. No need to spend a dime to get more shares that shouldn't even exist to begin with.

Misinformation could be purposely inflicted to the subs in order to generate FUD. Setting false expectation in order to utilize it later to demoralize unaware investors.

BUY, Hodl, DRS

This is not financial advice, just trust me bro ■