

Title: The Shrinking Exit: GME at a Major Turning Point + The Short's Nightmares + PSA

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****TLDR****: Public Short Interest is about to be overshadowed by the DRS pool's total. The door out of the burning building is starting to slam shut. It'll be on paper how many apes are committed who just like the stock. Publicly shorting hedge funds and retail shorts will see this, get scared, and close their positions, price increases, leading to hidden shorts to ****CLOSE** THEIR SHORT POSITIONS**, leading to MOASS and tendies. (Scroll through for pictures!)

[Edit: Putting this at the top for visibility!](<https://preview.redd.it/rnu8yl3645091.png?width=546&format=png&auto=webp&s=cdd6e354c089cf6ee1134ca26aac15a5addf5761>)

[Four 250mg Rockstars, 0 hours of sleep, and 0 hours of studying for my exams. But at least the DD is written. Also AutoMod took down my post 3 times, and I had to redo all the formatting and readd all the images\vgifs :\\](<https://preview.redd.it/k47tpq9rc1091.png?width=955&format=png&auto=webp&s=605be49ed85f9017f303d2852507bb4fdc57c8c1>)

I recommend you play this song before reading, it makes me bullish, maybe it'll make you too, [Youtube - Alive by Zeds Dead](<https://www.youtube.com/watch?v=QGgrYaamZqc>)

Once you got it going, take a look at these photos

[On MarketBeat, you can find the public GameStop short interest. As of April 30th, 2022 the \\\"total\\\" shares sold short was 13,540,000 shares.](<https://preview.redd.it/00ob9zisc1091.png?width=501&format=png&auto=webp&s=c176c64914b2e7b1b61f8c095557c8c8b5d42572>)

[On Fintel, this figure is 13,540,994 shares.](<https://preview.redd.it/1olrksatc1091.png?width=317&format=png&auto=webp&s=bf454b174f89a8ea4117d416698f110a95aa6990>)

[On ComputerShare.net you see that the DRS pool is roughly 12,507,016 shares. This estimate is accurate as it was a few percentages off calculating\predicting the 2021 Q4 results.](<https://preview.redd.it/sb2o8d8vc1091.png?width=438&format=png&auto=webp&s=a43b8cac622106139bd6072012692eb96ce1efee>)

Okay, so what?

These numbers mean we're close to a ****major turning point**** in the GME story. What you're about to witness is undeniable proof of why diamond hands get their name. When on paper there are more shares locked away than public short positions, that's when the game changes. That's when the exit starts closing.

It's a major turning point because it's a symbolic moment that victory is in view, and the numbers will be an undeniable fact.

[Let those Jolly Rogers FLY!](<https://i.redd.it/pnn4knexc1091.gif>)

****It's a huge line to cross****. Enough GME holders have had enough of brokers and took their shares into

their own hands. Diamond hands independently choose to hold their shares away from the DTCC. Those who believe in the future of GameStop, GME, and GME's NFT marketplace. They know their shares are worth more than the price on their phone. So many in fact, **it rivals the ENTIRE public short interest.**

[I'm NOT LEAVING! Are you?](<https://preview.redd.it/1s6urfq0d1091.png?width=1849&format=png&auto;=webp&s;=555c2e6d40684a8c1dff16a928548a07cfc884dd>)

Let's break it down.

- * \# of shares dedicated to holding through CS, will soon be > # of shares being sold short
- * This data **will be publicly available** with each earnings report
- * You know this, the shorts know this, your dad can google this.
- * \# of shares in brokerages > # of shares in CS
- * The data on the total # of shares in brokerages **isn't publicly available.**
- * We know this, but retail shorts/short hedge funds MIGHT NOT believe this

Now keep that in mind.

- * Manipulation through creating shares through ETFs, retail buy flow to dark pools, etc are **RAMPANT**, and **can't be stopped because**...
- * Short hedge funds (SHFs) won't close until they **absolutely have to**, spending tens if not hundreds of millions to protect themselves. However...
- * Retail shorts and smaller short hedge funds **don't have the same protections**.

Now, what does this mean?

When on paper, diamond hands > public short interest, it will be an undeniable fact that the DRS crowd is serious. Serious enough of a problem that it might just start the race for the exit. The numbers will be public information, every SHF and retailer short will see how big the pool against them is. They'll certainly do the math.

[DRS is close to overtaking open \public\ short positions. \<8% away](<https://preview.redd.it/nt89ca64d1091.png?width=324&format=png&auto;=webp&s;a7b599fe8b0b0215a7d7bcc4edf2e4577c4aea41>)

Let's do the math too, shall we?

- * The free float is **34,693,673 shares**, DRS is estimated to be **12,507,016 shares**, and the total shares sold short (publicly) was **13,540,000 shares** on April 30th, 2022.
- * **Free Float - DRS = 22,186,657 shares** available for public shorts to close their positions with.
- * **22,186,657 - 13,540,000 closing their short positions = 8,646,657 shares left over.**
- * That's **8,646,657 shares left** for the hidden shorts to close their positions with.
- * This doesn't even include apes in brokerages and especially IRAs, who'll refuse to sell.

[Here's a graphic I cooked up in Photoshop for the smooth apes who need a visual. THE EXIT IS SHRINKING.](<https://preview.redd.it/26b77356d1091.png?width=817&format=png&auto;=webp&s;=fa2a92f0ee9290e66def0f2ed26a0c8c3914abd6>)

THAT'S the door out of their short positions, the only way out of the burning building.

8.6 million shares.

Decreasing daily.

No other escape, only that many shares.

[Tick Tock Hedge Funds.](<https://i.redd.it/qwqbkdo9d1091.gif>)

[AND THE RACE IS ON!](<https://i.redd.it/z00vvtmbd1091.gif>)

Now that we know the SHF's are scared, what else should they be afraid of?

1. NFT marketplace

- * To be released by end of Q2, which [~ends on June 30th~](<https://fundsnet.services.com/quarter-q1-q2-q3-q4>). **Correction: Ends on July 30st. (in less than 76 days)
- * GME's Marketplace [will dominate the NFT space](https://www.reddit.com/r/Superstonk/comments/rcsqzy/comparing_openseas_nft_marketplace_to_gamestops/)
- * The current largest NFT marketplace OpenSea is worth [\$13.3 billion](<https://www.bbc.com/news/technology-59880739>)
- * OpenSea costs [\$70 - \$300](<https://www.alphr.com/opensea-mint-nft/>) to sell an NFT.
- * Loopring's Chief Architect's Dune page shows each transaction costs \$0.16
- * Source: [Loopring Analytics Dune page](<https://dune.com/Brecht/loopring>)
- * Therefore, GameStop's marketplace will be cheaper, as it's powered by L2 Loopring.
- * Loopring has transaction fees "[1/30 - 1/100 of the fees on the Ethereum mainnet.](<https://loopring.io/#/>)"
- * People will naturally move to the cheapest option.
- * Plenty of room to grow in a "\$41 billion addressable market" [2022 Proxy Statement, letter from CEO Matt Furlong]
- * [GameStop's NFT wallet](<https://uspto.report/TM/97327053>) will launch soon
- * Could overtake MetaMask as the most used NFT wallet~~, as it has access to L2 and L2 fees~~
- **Edit: MetaMask does have access to L2.**
- * If the features and UI are vastly better, I could see developers switching to it.
- * This is all SHF nightmare #1

2. [Annual Share Holder Meeting; Stock

Split](<https://investor.gamestop.com/static-files/69239be2-1b34-444e-b981-ad69b586cedb>), possible Catalyst Announcement

- * Announced in the 2022 Proxy Statement, to be on June 2nd, 2022 (in 15 Days)
- * "Our Board intends to approve the Stock Split, subject to and contingent upon stockholder approval and the effectiveness of the Authorized Shares Amendment"
- * The annual meeting is voting to increase the number of authorized shares of our Class A Common Stock (the "common stock") to 1,000,000,000
- * The Stock Split ability goes from 1:3 to 1:13, multiplying shorts positions at the same time
- * The Stock Split is distributed through an stock dividend, forcing shorts to buy shares to cover the dividend shares.
- * The Dividend might be in the form of [NFT dividend](https://www.reddit.com/r/Superstonk/comments/upw4x7/the_stock_dividend_is_going_to_crush_shfs_and_i/)
- * The Stock split is distributed through an stock dividend, forcing shorts to buy shares to cover the dividend.
- * Possibility of a bullish announcement, unexpected good earnings (especially while they are focused on spending capital on expanding), etc
- * This is SHF nightmare #2

3. Shorting GME and decreasing the price leads to accelerated DRS

- * Back to that closing door metaphor. The more they are short, the smaller the door gets.
- * Shrinking free float by DRS
- * Creating more short positions to cover/eventually close. They are digging themselves into a deeper hole.

- * Dropping GME from let's say ~\$90 to ~\$45 would allow dip-buying apes to ****TWICE**** their pace.
- * Drop it too low, the stock gets to be oversold, DRS bulls rally once again!
- * Allow it to rise too high, risk margin calls
- * This is SHF nightmare #3

[The bricks to financial freedom. BRICK BY BRICK!](<https://preview.redd.it/lwm4pii1qd1091.png?width=292&format=png&auto=webp&s=3bfedf824c1c0b438d9f42237c0a5745692b9b91>)

#

Now here's how I see the GME story continuing.

Any number of GME catalysts kick off, then the price starts to run...

- * Scenario 1: Small shorts don't close, more shorts pile on, and big shorts don't close
- * Result: Public short interest increases, float left for hidden shorts gets even smaller
- * Scenario 2: Small shorts start to close, short interest decreases, and big shorts don't close
- * Result: Price increases, hidden shorts burn more, float left for hidden shorts to close increases
- * Scenario 3: Small shorts close quickly, short interest decreases, big hidden shorts start closing
- * Result: The Mother Of All Short Squeezes

[The door is coming to a close, who'll close first?](<https://i.redd.it/purb3zlsd1091.gif>)

and that's it! Thanks for reading my DD.

Hours Slept	Bullish Meter	Tiqtes
0	140%	JACKED

****Keep reading for community shout outs, some bullish reminders, and some notes/PSA.****

<https://preview.redd.it/8ocnf5qtd1091.png?width=1432&format=png&auto=webp&s=c6e4639ff7d8f04b75dc8367ae33229dcb24cf44>

1. u/Roid_Rage_Smurf for building and maintaining DRSBot! What can I say besides they're the best!
2. u/phillythebeaut, u/Knightsbridge_1896, u/No-Vacation-654, u/SimpleJack2021, u/WrongScratch from the DRSBot Witness Squad. They volunteered to manually verify large DRS posts, remove fakes/trolls, and [keep the whole thing chugging along](https://www.reddit.com/r/Superstonk/comments/u5g6fe/perspective_of_a_drbot_witness_featuring_my/). I've never worked with a better team. <3
3. u/jonpro03 for running [ComputerShared.net](<https://ComputerShared.net>) and their Reddit scraper to automatically log DRS posts. Their calculations were spot on for the Q4 2021 Earnings.
4. u/stopfuckingwithme who tracks the "ComputerShare New High Score Winner", this high score can be converted by removing the last number to reveal the number of ComputerShare accounts. They've been [doing it for close to 8 months](https://www.reddit.com/r/Superstonk/comments/ptwr2g/comment/hdzz2nz/?utm_source=share&utm_medium=web2x&context=3)!
5. u/derhyperschlaue and u/millertime1216 for stepping up and creating [DRSGME.org](<https://DRSGME.org>) to help new apes learn the ropes from scratch.
6. u/Pharago who posts the "Today's the Day!" starfish every morning.
7. u/superheroninja who posts the GME 100% Utilization daily posts!
8. u/mr_boost for Ape News Network! This ape's commitment is inspiring!
9. u/One_Eyed_Bandito for the red/green image daily posts.
10. u/Elegant-Remote6667 for creating [ApeHistorian.com](<https://ApeHistorian.com>) to backup all the Due Diligence.
11. On YouTube, Elliot Wave Guy u/possibly6 for his technical analysis. It's nice to just hear what he

thinks.

12. On YouTube, CosmicLightningWarrior for his bullish and hilarious live streams about GME.
13. All the daily posters and active commenters who keep the subreddit going and hyped!
14. The apes who post the "so hot rn" meme, they make me laugh.
15. The apes who post the dancing cat with the bongo music guy, which makes me dance.
16. THE MODS! Thank you for holding down the fort for so long! Couldn't do it without you all.
17. Especially shouting out all the DD writers, researchers, and wrinkled apes. <3

<https://preview.redd.it/sdcw3ezud1091.png?width=1443&format;=png&auto;=webp&s;=954dddad8c7d7b7e3c6bbd7741d3d041fc929de9>

1. Remember: Long positions have infinite upside, whereas shorts have [infinite downside](https://www.reddit.com/r/Superstonk/comments/ukzo1y/thats_why_youre_going_to_win_if_you_are_patient/)
2. GameStop Twitter posted "[Oops *moass* my bad](https://www.reddit.com/r/Superstonk/comments/unwk1j/on_this_day_one_year_ago_we_got_the_biggest/)" a year ago
3. The [news is starting to frame Reddit](https://www.reddit.com/r/Superstonk/comments/umlouv/which_narrative_will_they_choose/), especially Super Stonk [(by name)](https://www.reddit.com/r/Superstonk/comments/uo8vit/superstonk_a_very_big_community_being_recognized/) for the market crash
4. The Media, especially people like Charles Payne are NOT to be trusted. [When they take our side](<https://youtu.be/fQXwLhCeLso>) it's to convince us to believe them later.
5. IRAs [can be DRS'd](https://www.reddit.com/r/Superstonk/comments/ub4e95/ira_drs_visual_guide_traditional_and_roth_sdira/).

* [DIY: How to DRS Transfer Traditional and Roth IRA shares from a brokerage account to Computershare without tax implications (clean version)](https://www.reddit.com/r/Superstonk/comments/ukialw/diy_how_to_drs_transfer_traditional_and_roth_ira/?utm_source=share&utm_medium=web2x&context;=3)

1. Bring back "[You are Here](https://www.reddit.com/r/Superstonk/comments/um59mi/superstonk_i_find_it_wholly_unacceptable_that/)" VW chart posts! They're bullish and it's practically tradition.
2. r/ place was sick, especially how much room the subreddits were able to hodl down
3. GME apes are so committed, we had a Lego weekend, pirate weekend, etc
4. I sit on Reddit everyday, and I see what feels like hundreds of purple circles and letters a day.

Let's to be bullish about, so no worries friends, buy/DRS/vote and then be zen!

<https://preview.redd.it/35q9qn3wd1091.png?width=1460&format;=png&auto;=webp&s;=64106e2a37e98b737542dfe81ae92906a6de7048>

1. FUD and Confusion around Full and Free Floats. Settings for [ComputerShared.net](<https://ComputerShared.net>)

Free Float: (Public Float) are shares that can be publicly traded and aren't restricted (example: insiders).

= Full Company aka All Issued Shares - (Institutional, Mutual Fund, ETF Shares Combined)

Full Float: These aren't the 'publicly' traded, but are at risk of being sold/paper handed to SHF's, therefore should be used in most "Float Locked" calculations.

= Full Company aka All Issued - (Insider Restricted Shares)

[Correct settings to get free and full float from ComputerShared.net](<https://preview.redd.it/ygxlfwgxd1091.png?width=1077&format;=png&auto;=webp&s;=0cfab444ecd31fee870068bf776e98fb61c2e27f>)

2. As an avid user of this sub, I'm seeing a slow decrease in use of the sub's culture in the comments. Examples of the culture here are

- * "I am not a cat"
- * "No Cell, No Sell"
- * Calling Citadel and Kenny "financial terrorists"
- * "We can stay retarded longer than they can stay solvent"
- * "To the moon"
- * Rocket Emoji Spam "████████████████"
- * "Ape no hurt ape"
- * "Be excellent to each other"
- * "Buckle Up"
- * "Brick by Brick"

I think it would be cool to revive some of these!

3. How to use DRSBOT !

- * Note: DRS Posts on Super Stonk or GME are additive. Each new post lets you call the bot and add more shares to the total count.
- * Note2: DRS Posts on GME Orphans are cumulative. You only get one post, so you need to !DRSBOT:RESET!, then post your new image proof in the comments, followed by calling the bot!
- * Note3: Proof pictures/videos can be posted the easiest through Imgur, and then copying and pasting the link.

[DRSBOT instructions! As simple as 3 steps.](<https://i.redd.it/2yrsu0wzd1091.gif>)

4. Wish me luck on my two exams this afternoon please!! I'm gonna need it.

EDIT: Finished my exams, let's get some more wrinkles in here!

<https://preview.redd.it/yvnc1x2235091.png?width=900&format=png&auto=webp&s=485b57ff7241a35bf606753f24a13e47bbd46083>

****Corrections**!**

- * Q2 ends on ****July 30th****, not June 30th.
- * Sources: Q2 2021 ended on [July 31st](<https://investor.gamestop.com/news-releases/news-release-details/gamestop-reports-financial-results-q2-2021>) and Q2 2020 ended on [August 1st](<https://investor.gamestop.com/news-releases/news-release-details/gamestop-reports-second-quarter-results-and-strong-progress>).
- * The fiscal quarters for GME are offset from calendar quarters
- * TLDR and body text said "shorts *****cover***** their positions", should be "shorts *****CLOSE***** their positions"
- * This is important, *****covering***** a short position is just temporary.
- * *****Closing***** means sealing the deal and the shorts buy back their shares sold short.
- * u/TendiesForBacon said why 'closing' is so important in this [comment](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8zdp9f/?utm_source=share&utm_medium=web2x&context=3)
- * MetaMask Wallet [DOES](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8z4e89/?utm_source=share&utm_medium=web2x&context=3) have access to Loopring L2. I thought they didn't, my bad!
- * Thanks u/nothinkyourewrong!
- * Forgot some of some of my favorite daily posters! My Apologizes!

* [u/parsnip](https://www.reddit.com/u/parsnip/) who makes the daily Diamantenhände German Market posts! Whenever I pull an all nighter, I see their post, I check in, and it keeps me going!

* [MommaP123](https://www.reddit.com/user/MommaP123/) the fairy god mother of DRS. Bringing DRS to apes attention [11 months ago.](https://www.reddit.com/r/Superstonk/comments/o5f8zy/preliminary_information_for_direct_registering/)

* [u/pctracer](https://www.reddit.com/u/pctracer/) who posts the daily reverse repo posts. Your commitment to daily post is amazing!

****Frequently Asked Questions (FAQs)!****

* If any wrinkle apes want to contribute to this with answers and sources, send me a DM !*

1. Can institutions/mutual funds/ETFs sell their shares to short sellers to close their positions?

* Yes, they have the right to sell their shares when they chose.

* My theory is these massive funds recognize that apes are holding to the moon, and they want a taste of it. If we wouldn't sell at \$1,000, \$2,000, \$5,000, \$10,000, why would they?

* Further, these shares shouldn't get dumped all at once.

* u/aforgettableusername said it [well in this comment](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8z25i9/?utm_source=share&utm_medium=web2x&context=3),

* **I 100% expect institutional holders to sell at high but not MOASS-level high prices, because they are merely interested in squeezing out the competition, NOT fueling the collapse of the house of cards. (...) But even if all institutions sell, it will make little difference in the end because the stock is shorted waaaay beyond 100% and hedgies are fucked no matter what. The door is closing in the most optimistic scenario; in reality, everyone knows it's been shredded like Monsters Inc. a long time ago.**

1. "How will anyone but apes know the significance of one obscure number (short interest) compared to another obscure number (DRS shares) ? " - u/Patarokun

* On paper it can be shown, there are X apes holding for the moon and Y shorts publicly betting against this. This can then just be represented as $X > Y$.

* I put the significance as enough to spook some of the smaller SHFs and retail shorts.

* Which would lead to closing short positions

* Which leads to price improvement

* Which leads to more shorts closing.

* This question feels like a call to action, I think that I can cook up some poster graphics that emphasizes this 'Hodler vs Short Seller'. The simpler the better, focusing on **why and how they made such a bad bet.**

* Possibly DRSGME.org is the way to do that

1. "Can't disclosed short interest be on "legitimately" borrowed shares from institutions (ie: shares that are not part of the tradable float)?" [asked here](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8y9b82/?utm_source=share&utm_medium=web2x&context=3) by u/6days1week

* My [response](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i90yl0w/?utm_source=share&utm_medium=web2x&context=3) was "What's important is they **sold shares on the open market**. So that's where they need to pick them back up from. I think regardless of the source of the short position, by covering, you must go out and get a share."

1. What if (Insert Catalyst) doesn't trigger MOASS? (ie Stock Split, Dividend, Float Locked etc)

* We don't need one catalyst, we likely need them all at once. These are billion dollar hedge funds, we need all the infinity stones to take them down.

I could use some wrinkle apes here to answer the following questions!

5. "How long do the shorts have to deliver the shares after a share divided is declared? And what happens if they don't?" - [u/Ginger_Libra](https://www.reddit.com/user/Ginger_Libra/) [here](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8z4vmr/?utm_source=share&utm_medium=web2x&context=3)

6. Another big [question](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8zs4q0/?utm_source=share&utm_medium=web2x&context=3) from u/PDZef, that I could use help on!

7. u/PhantomBlack691 [asked](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8ykwuh/?utm_source=share&utm_medium=web2x&context=3) "Are the public shorts not a part of the institutional holdings?

****Update on my exams!****

* *Edit*: (5pm EST) Heading to my exams! I'll catch up on replying to comments when they're done tonight!

* *Edit2*: (9PM EST) Just finished! I think I did well! Thank you all for your moral support! <3

****Update to DD Graphic****

[Added the possible short positions, so it's easy to visualize how big of a problem this is for the hedgies](https://preview.redd.it/7rmzrd9ci5091.png?width=814&format=png&auto=webp&s=cdb3a6b57c9726987d9ffa8756dd93dea90ee4e5)

****Bullish Comments****

* u/SchroedengersCat88 had a [bullish comment here](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8yhwpw/?utm_source=share&utm_medium=web2x&context=3) about the symbolism of this event

* u/DoubleFisted27 questions why # of shares in brokerages isn't public info [here](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8yyxev/?utm_source=share&utm_medium=web2x&context=3).

* u/welcometosilentchill talks about keeping ourselves in check, breaking down shorts at different price points [here](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8z3kun/?utm_source=share&utm_medium=web2x&context=3), but also says some bullish things!

* u/oMrChoww talks about the halts on May 12, 2022, and the liquidity of the stock [here](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8zgddz/?utm_source=share&utm_medium=web2x&context=3)

* u/fsocietywallstreet explains how a stock split might play out [here](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8ym2da/?utm_source=share&utm_medium=web2x&context=3) with a clarification

* u/honeybadger1984 explains how symbols are powerful [here](https://www.reddit.com/r/Superstonk/comments/urmh05/comment/i8zcbom/?utm_source=share&utm_medium=web2x&context=3)