

Title: Break my Theory - The Battle of 2021 (July 16th)

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Edit: U/[\*\*dangerous\\_dylan\*\*](https://www.reddit.com/user/dangerous\_dylan/) provided a possible Theory-Killer: One thing to note, the way OTM puts are not supporting their margin requirements- their value has been effectively zero for a while now, so there's not really any effect theta can have on them.

\- Hedgies get their Margin from the Collateral they deposit/have on-hand. Margin is dynamic as the price of the Collateral (Stocks/Bonds/Index/Options) is dynamic.

\- Generally, being one Day away from an Options Contract's Expiry is deadly. Theta (Time) kills all. Less time available is less time for the Security to move in price, and in doing so, the outcome of the Bet becomes predictable (within a range), resulting in a loss of value of the contract.

**\*\*July 16th\*\***

\- Hedgies have bought a metric fuck-tonne (400,000 Contracts - 40M Shares) of OTM Puts, all of which are well out of reach (as low as \$0.5) so Theta becomes deadly, reducing the value of the non-executable (worthless/OTM) Puts.

\- If the same Puts that are supporting their Margin are bleeding value, and their Margin lowers as a result, their ability to fight decreases.

\- \\*Possibly explains why they are so desperate to drop the price (to keep in-line with the deteriorating asset) and use illegal, visible tactics to do so.

**\*\*Potential Upside\*\***

\- The Gamma Chain is ripe. It has 140,000 Calls, which is a similar number to March run-up. It's got lovely supportive, a tightly-intervalled "steps" (support structure) and was planned/bought in late 2019/early 2020. Those other two spikes (excluding the FTD Cycle - 24th May run-up) in January and March were also purchased at the same time.

\- 0 Days to Expiry (DTE) Options to be bought today with lower-than-average IV (for the Saga so far)

**\*\*Potential Fallout\*\***

\- Once the 400,000 Contracts expire OTM, they'll create a massive amount of FTDs (40 Million, which T+2/T+6/T+21/T+35 from now, would need to be sufficed)

\- Any Contracts that go ITM, that are exercised and who's Shares haven't been delivered on Friday (T+0) will need to be purchased within T+2 (Tuesday).

This all means, IMO... **\*\*Today.\*\***

Now, heres another thing... Remember my Banana Blitz and Banana Mania thing? "The Warning"?

No? Oh... I left you off the mailing list on that because it was a little cuckoo... ■

Massive speculation on Monday/Wednesday's Tweets, see here:

Part 1: [<https://gyazo.com/77b0ea98d84539e77ed1f8f87a99e1d3>](<https://gyazo.com/77b0ea98d84539e7>)

7ed1f8f87a99e1d3)

Part 2: [<https://gyazo.com/f14f451a7360c6fab5f731f05eb69cf8>](<https://gyazo.com/f14f451a7360c6fab5f731f05eb69cf8>)

Part 3: [<https://gyazo.com/434a065b71fd7ee6d1cad9d9c92529e0>](<https://gyazo.com/434a065b71fd7ee6d1cad9d9c92529e0>)

Part 4: [<https://gyazo.com/e42cc7c0d4b3dac5a12b6fc38ca99cd3>](<https://gyazo.com/e42cc7c0d4b3dac5a12b6fc38ca99cd3>)

Part 5: [<https://gyazo.com/ce81c264be822d9746846bb746895b08>](<https://gyazo.com/ce81c264be822d9746846bb746895b08>)

Well, Gamestop just did another Tweet at Market Close but this time, it's not a warning but good news instead!

[<https://mobile.twitter.com/gamestop/status/1415763163266625541>](<https://mobile.twitter.com/gamestop/status/1415763163266625541>)

Sonic is here!! Are we going to be collecting some Coins soon? ■■■■