

Title: Front page of Norway's largest finance newspaper: The risk for short sellers increases in the "meme" stock Gamestop

Author: disoriented_llama

Created 2022-10-12 17:32:57 UTC

Permalink: /r/TheGloryHodl/comments/y2a3pi/front_page_of_norways_largest_finance_newspaper/

Url: /r/Superstonk/comments/y1kr62/front_page_of_norways_largest_finance_newspaper/

Linked Post Content:

<https://preview.redd.it/v0qu3zzvt8t91.jpg?width=1001&format=pjpg&auto=webp&s=50aeb5ccc4d85192a6882ca0474d0a8cd7dc3025>

Article translated to English:

****The risk for short sellers increases in the "meme" stock Gamestop****

Short sellers will find themselves using almost 2x as much time getting out of the "meme" stock.

In the last two weeks the volume of Gamestop stock has decreased by about 46%. At the same time the amount of shorted stocks is increasing some.

That means that the ones who are short the stock will need about two weeks to get out of the stock. Up from around one week in August. If the share price was to increase rapidly it would be harder to get out of the short position.

The share price has been a favorite among small shareholders/retail investors worldwide. The saga of the "meme" stock really took off in January last year. The share price increased over 1000% in an attempt to squeeze short sellers out of their positions.

Short sale ended on 51,1 million stocks last month. Up from 49,5 million stocks in August. The short positions has a value of around 14 billion Norwegian kroner according to Bloomberg.

The major increase last year inflicted several hedge funds brutal losses because they bet on the share price to fall. Some also had to give up their short positions.

Melvin capital lost at most over 1 billion dollars per day as a result of the share price increase. The total loss for the fund in January 2021 was \$6,8 billion. That amounts to approximately 73 billion Norwegian kroner.

Since then Gamestop share price has fallen back from the top and is now traded at \$24,40 per share. That is well off the peak of \$86,88 per share.

Gamestop share price is up around 2% for the day and was at most up around 4%.

Link to article: <https://e24.no/boers-og-finans/i/76dWJ8/risikoen-for-shortseltgere-oeker-i-meme-aksjen-gamestop>