

Title: Understanding GME Chart

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I'm trying to get a better understanding on charting GME via options/underlying. My understanding is options can be used as a leading indicator as MM will want to stay delta neutral and will hedge as needed, regardless of call/puts. So options time/sales in Thinkorswim logs this:

<https://preview.redd.it/5cp5lw97t7t91.jpg?width=554&format=pjpg&auto=webp&s=d1b370253c8c02e0e2d81684c15211d104bf2e9a>

I then used Fidelity's Option Calc to recreate the trade - pretty sizeable:

<https://preview.redd.it/hnw40gkew7t91.jpg?width=853&format=pjpg&auto=webp&s=70e2e90b1774cd2c580482a833032571a0d0b2aa>

They would need 208k shares to stay neutral. Looking at TOS chart I would assume maybe this is the range for those shares, not sure through. From a scalp perspective I would think one would just want to get in as close as possible to the 4160 put buy:

<https://preview.redd.it/7r06jn7fx7t91.jpg?width=1369&format=pjpg&auto=webp&s=8b2ed31562139552dbe4ac481b4d055d7570199a>

Next I'll confirm with the weekly as to possible range of price movement using the option chain and max pain:

<https://preview.redd.it/xyk43qewx7t91.jpg?width=1145&format=pjpg&auto=webp&s=d2de443b5398144778a7252a554e99201059828a>

<https://preview.redd.it/9bwkr31ky7t91.jpg?width=1757&format=pjpg&auto=webp&s=8c21b26c621c1f453034a657c0095962e4fe9af3>

Even with the T+69 cycle supposedly for today I'm going to guess by Friday we'll be near Max Pain and all those calls/puts will expire worthless. As such:

1. Am I on a right track here? Is this how people follow whales and subscribe/scan for unusual option volume for scalps for any equity?
2. That 4160 trade nets someone \$1.6 million in premium . If MM have been doing this since Jan 21 wouldn't they have made enough to close some of their positions by now, even with cost to borrow and liquidity issues?

Thanks.