U/EINFACHMAN

CHECKMATE

Checkmate - April 6, 2022

Due Diligence

Einfachman here. These past few weeks were legendary. There's a lot my DD will be discussing, but to put it short, RC's most recent move is what you call checkmate.

https://i.imgur.com/F4tQj7p.jpg

Recommended Prerequisite DD:

1. We Are Unstoppable:(https://www.reddit.com/r/Superstonk/comments/t3zp4h/we_are_unstoppable/)
2. The Numbers Are In: Mountains of GME Synthetic Shares & Mathematical Proof: (https://www.reddit.com/r/Superstonk/comments/qxljfb/the_numbers_are_in_mountains_of_gme_synthetic/)

Checkmate

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§1: Stock Split

§2: Solidified Proof of Synthetics & Entrapment via Stock Split

§3: Bank of GMERICA

§4: Quantum Mechanics & DRS

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§1: Stock Split

To get a better understanding of what the GME stock split will entail, I did digging and discovered that the GME 8K stock split announcement is similar to the TSLA stock split announcement in 2020:

GameStop 8K [Stock Split Announcement]:

Item 8.01 Other Events

On March 31, 2022, GameStop Corp. (the "Company" or "GameStop") announced its plan to request stockholder approval at the upcoming 2022 Annual Meeting of Stockholders (the "Annual Meeting") for an increase in the number of authorized shares of Class A common stock from 300,000,000 to 1,000,000,000 through an amendment to the Company's Third Amended and Restated Certificate of Incorporation (the "Charter Amendment") in order to implement a stock split of the Company's Class A common stock in the form of a stock dividend and provide flexibility for future corporate needs. GameStop also intends to request stockholder approval at the Annual Meeting for a new incentive plan (the "2022 Equity Plan") to support future compensatory equity issuances. If the 2022 Equity Plan is approved by stockholders, it will replace the current GameStop Corp. 2019 Incentive Plan (the "2019 Plan"), and 8,000,000 shares of the Company's Class A common stock, plus any shares subject to the 2019 Plan that expire, are forfeited, cancelled, terminated or settled in cash after the 2022 Plan is effective, will be available for issuance under the 2022 Plan. GameStop's Board of Directors has approved both stockholder proposals, but the stock dividend will be contingent on final Board approval.

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Tesla 8k [Stock Split Announcement]:

Tesla Announces a Five-for-One Stock Split

PALO ALTO, Calif., August 11, 2020 – Tesla, Inc. ("Tesla") announced today that the Board of Directors has approved and declared a five-for-one split of Tesla's common stock in the form of a stock dividend to make stock ownership more accessible to employees and investors. Each stockholder of record on August 21, 2020 will receive a dividend of four additional shares of common stock for each then-held share, to be distributed after close of trading on August 28, 2020. Trading will begin on a stock split-adjusted basis on August 31, 2020.

"PALO ALTO, Calif., August 11, 2020 – Tesla, Inc. ("Tesla") announced today that the Board of Directors has approved and declared a five-for-one split of Tesla's common stock **in the form of a stock dividend** to make stock ownership more accessible to employees and investors. Each stockholder of record on August 21, 2020 will receive a dividend of four additional shares of common stock for each then-held share, to be distributed after close of trading on August 28, 2020. Trading will begin on a stock split-adjusted basis on August 31, 2020."

Both announcements of a stock split in the form of a stock dividend. Some were contemplating that a stock dividend meant that the stock would first be split and then each shareholder would receive a dividend on top of the split shares. That's not the case if we compare it to the Tesla stock split.

In the case of the 5:1 stock split (in the form of a dividend) that Tesla had, each shareholder received 4 additional shares (in the form of a stock dividend) for every share that they had (i.e. 1 Tesla share + 4 Tesla shares paid out as a dividend = 5 Tesla shares, in accordance to the 5:1 split.

Considering the similar verbiage between the two announcements, it's reasonable to infer that we can expect the GME stock dividend to be paid out in a similar manner when the split comes.

What can we further ascertain from this?

For one, I think this is it. Upon approval of this stock split (in the form of a dividend), I believe this to be checkmate. I've tried calculating a variety of permutations to see what loopholes SHFs could take to evade this, and I find very few.

The most important thing from this, in my opinion, is that SHFs can't duplicate so many synthetics in such a relatively short time. I've already established proof that there exists at least twice as many shares as issued (anywhere between 200%-1,000% total outstanding shares exist). That being said, a stock split would absolutely decimate SHFs with synthetic shorts. I don't see how they can get away from this unscathed. Allow me to explain:

Let's say, for conservative purposes, SHFs spent an entire year creating fake shares totaling the entire float of GME. Now a 7:1 stock split (in the form of a dividend) comes, and they need to create 6 more synthetics for each synthetic share they created. If they created, say, 100 million synthetic GME shares over the span of a year, but the split comes in 6 months, how the hell are they going to come up with 600 million synthetic GME shares within 6 months to distribute?

There's a limit to the chaos. They can only produce so many synthetic shares every day, which is why FOMO can get the best of them at times (case in point, January, 2021). Even last month they had to halt the stock because it was getting out of control, and they needed time to recalibrate in order to regain control of the stock. By my estimates, producing 7-fold the amount of synthetics they created should take them several years at least, so there's no way they can make all that within 6 or so months.

Even if they tried to create so many synthetics right now to keep in reserves, it would take away from the synthetics they need to keep the price suppressed now, allowing GME to break through the sell walls more easily, eventually hitting critical margin levels and kick-starting MOASS.

So, again, I don't see how they can get away from this. The only options for them I see are:

1. Voter manipulation; find a way to manipulate the vote, so that the share authorization increase is not approved (possible, but very difficult and unlikely).
2. Have brokers deny the share dividend, or opt for cash equivalent instead to give to shareholders (not very likely).

There may be some other loophole they could have under their sleeves, so stay vigilant. But, as of where it stands, this is a checkmate move.

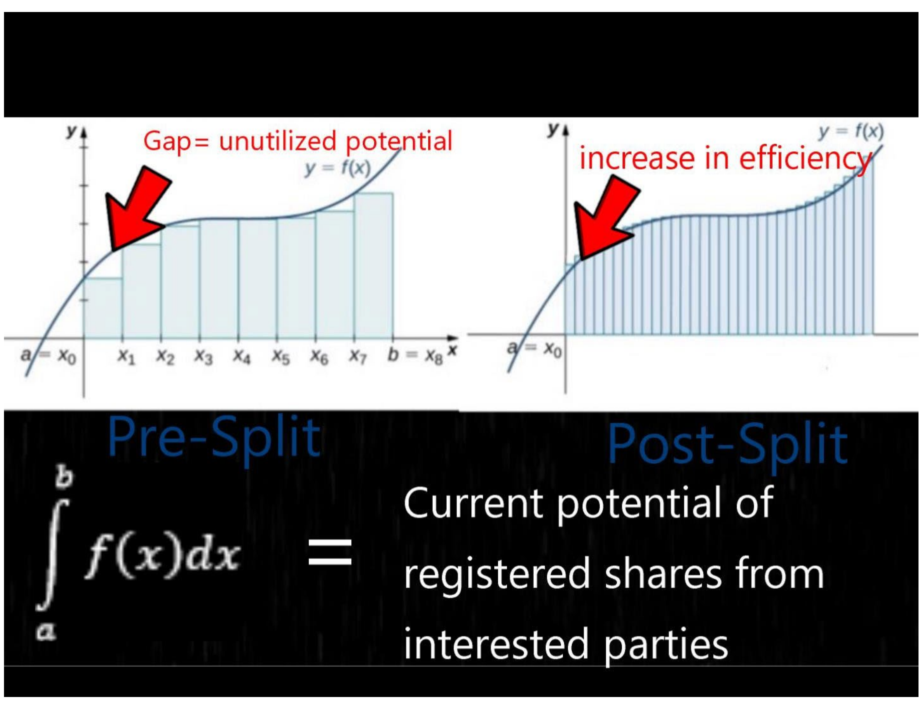
Now, for the sake of it, let's say that, hypothetically, there was some hidden loophole they took advantage of and were somehow able to evade sparking MOASS from the stock split. In that case, as we'd continue to patiently wait for MOASS, we'd find DRS rates to increase post-split. This is primarily because the stock split will increase demand in GME, and as such, increase demand for registered shares.

The ticker price is a matter of perception. Retail investors are generally more inclined to purchase whole shares rather than fractional shares. Hence, registered shares would also increase post-split, especially the ones under "book", as you can't "book" a fractional.

Simply put, not only will demand increase for GME shares post-split, but also the rate of registered shares.

Example: You have \$200, but the price of GME is \$150. You can only purchase 1 share. 75% of your potential purchasing power has been utilized. A 7:1 split is introduced, bringing the price to approx. \$21.43 per share. You can purchase 9 shares instead for approx. \$192.87. Over 96% of your potential purchasing power has been utilized instead.

Here's a graph to better illustrate:



In conclusion, GameStop's plan to introduce a stock split in the form of a dividend will only yield positive outcomes going forward, with a high likelihood of this being a checkmate from RC (+ stock split & NFT marketplace in summer = one-two punch).

§2: Solidified Proof of Synthetics & Entrapment via Stock Split

According to GameStop's 10K for the fiscal year ended January 29, 2022 (pg. F-17),

"As of January 29, 2022, 8.9 million shares of our Class A common stock were directly registered with our transfer agent, ComputerShare."

And under ITEM 5 on page 17,

"As of March 11, 2022, there were approximately 125,543 record holders of our Class A Common Stock."

Calculating average shares per Ape using these numbers would come out to an average of approximately 70.89 shares/Ape.

In my past DD (The Numbers Are In: Mountains of GME Synthetic Shares & Mathematical Proof:https://www.reddit.com/r/Superstonk/comments/qxljfb/the_numbers_are_in_mountains_of_gme_synthetic/), I used the Pareto Principle to negate potential biases in DRS Bot's data, ultimately deriving a strong conservative average of 29 shares/Ape (I made the extreme conservative assumption that 80% of Apes only had 1 share each and only 20% of Apes had an average of 140 shares to establish an extreme lower limit). With the average of 29 shares/Ape, I was still able to prove unequivocally that synthetic shares exist (at least 200% the outstanding shares). This average is much smaller than the 70.89 average. If we were to use the factual average of 70.89 shares/Ape, given the conservative population of 5.5 million Apes I extrapolated in my previous DD (from known and public data), there should exist around [(70.89)(5.5 million)] ≈ 389.9 million shares outstanding, which should come out to over 500% the number of outstanding shares (using 76.5 million as the number of official outstanding GME shares).

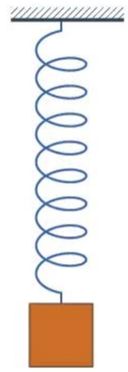
I did previously extrapolate that 200%-1,000% outstanding GME shares are in existence, so 500% still fits perfectly within this estimate.

Drawing back previously to §1: Stock Split, if 389.9 million GME shares exist (approx. 313.4 million more than supposed to), I ask again: how the hell is anybody going to come up with 2.1+ billion synthetics if GME implements a 7:1 split in the form of a dividend…within a relatively short period of time of around 6 months or less? From the looks of past data, it seems they can only create up to 500,000-1 million synthetics max every trading day. The rest of their price suppression comes from dark pool abuse, short ladder attacks, spoofing, regular shorting from borrowed shares, rehypothecated shorts, etc. Assuming they can create 1 million synthetics every day (somehow including non-trading days), it would still take about 6 years to come up with the 2.1+ billion synthetics…yikes! All I've got to say is grab some popcorn and get ready for the shitshow this year .

§3: Bank of GMERICA

"The deformation a multitude of elastic substances undergo due to an external force acting on them is directly proportional to a restoring force that resists any further deformation. This relationship is known as Hooke's Law. When the motion of an object is repeated in regular time intervals, it is, defacto, undergoing periodic motion. Now, when oscillation occurs on a hanging mass, the motion is classified as simple harmonic motion"- Prizmic's Mathematical and Conceptual Integration for Physics Quandaries.

Now why am I talking about Hooke's Law? Because I consider this to be an excellent (and fun) analogy for the circumstance that we're in right now. Consider, for a moment, this mass-spring oscillator:



The spring is SHF price suppression tactics, and the object is the price of GME. Let's also consider that if the object were to detach from the spring, it would go fall into a portal beneath it that would transport it straight to the moon (i.e. price suppression system breaks, and GME goes straight to the moon). Every time the object tries to get to the portal to the moon, it is pulled back into price suppression equilibrium by the restorative force. Simply put, GME is stuck oscillating perpetually until the cycle is broken. How does the cycle break? When too much force is applied that the spring snaps (SHFs lose control). This massive buildup of force could come from a variety of factors: FOMO, stock split dividend, DRS, DOJ, etc. But one thing's certain—the cycle will break. It's inevitable. But until then, the GME price will be oscillating around the price suppression control range (anywhere between $90-190). This won't go forever. I stated in my past DD (We Are Unstoppable: https://www.reddit.com/r/Superstonk/comments/t3zp4h/we_are_unstoppable/) that as time goes on, the control SHFs will have on GME's price will grow weaker and weaker. If the price of GME exceeds a certain point, margin calls will ensue, starting a snowball effect which will lead to MOASS. The more they short, the more money they lose, the more margin requirements pose a problem to them, and the more they will need a lower price. Alternatively, if the price declines too low, DRS rates towards locking the float will become accelerated, and as such, so will their demise. Also, GameStop literally has virtually no debt AND over a billion dollars in cash on hand, so it's genuinely over for SHFs. SHFs will never be able to short GameStop into bankruptcy. It's empirically, financially, factually impossible. Heck, they can't even bring GameStop's market cap under 3 billion, because then GameStop could technically just lock the float themselves with a share buyback. So you can be at peace knowing that SHFs can never win here, and that each registered GME share is practically a guaranteed moon ticket.

GameStop's natural price isn't anywhere near these current levels. Recall the GME SEC Report on October that states unequivocally, on both pg. 29 and pg. 42, that the run up was not from a gamma squeeze. "As noted above, though, staff did not find evidence of a gamma squeeze in GME during January 2021"-SEC Report, pg. 29. There was no short squeeze. No gamma squeeze. It was pure FOMO. It was all merely Adam Smith's Invisible Hand taking its natural course in the market, despite all the heavy manipulation against it. If it weren't for the buy button getting shut down & SHFs shorting stacks all the way down as soon as the buy button got removed, the price of GME would have easily reached thousands (that was over a year ago, mind you). From pure FOMO alone, without the extreme price suppression and illegal manipulation, GME would easily be anywhere between $15,000-35,000. This is without a short squeeze. Add a short squeeze, the closing off all short positions, including synthetics, with 30%+ of the float DRS'ed by Apes (and counting), and yes, there will be a nuclear level MOASS. A price in the millions can be reached easily. For anyone concerned with the feasibility of a GME price in the millions, feel free to read my DD (We Are Unstoppable: https://www.reddit.com/r/Superstonk/comments/t3zp4h/we_are_unstoppable/) where I go over the geometric mean, and demonstrate how a GME price in the millions is easily possible.

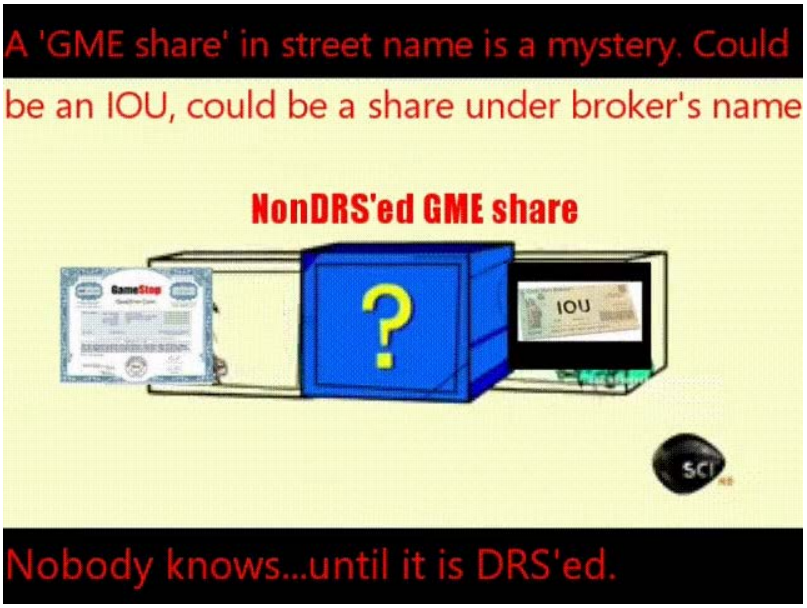
That being said, what can we infer from this?

The current price of GME will continue to oscillate around the sub $200 price levels (primarily around $90-$190) as it has the last year, until the price suppression system snaps and GME rockets to the moon almost instantaneously. One could take advantage of this known fact, and use GME as their personal bank, consistently adding registered shares at their own comfort, knowing that the price will consistently be suppressed to these levels (meaning cheap moon tickets), until the inevitable MOASS ignites. In addition, DRS'ed GME shares as a bank is quite literally more secure than actual banks with $250k FDIC insurance. Registered GME shares (moon tickets) get insured trillions by SHFs, the DTCC, and the FED, because they must be bought back by them, so rest assured that the Bank of GMERICA is here to help ensure every Ape a safe trip to the moon.

§4: Quantum Mechanics & DRS

"The quantum Zeno effect is a quantum mechanical phenomenon first described by George Sudarshan and Baidyanaith Misra of the University of Texas in 1977. It describes the situation that an unstable particle, if observed continuously, will never decay. This occurs because every measurement causes the wavefunction to "collapse" to a pure eigenstate of the measurement basis."

Although this definition, while rudimentary, as described by Wayne in "Perspectives on the quantum Zeno paradox", does demonstrate similar fundamental principles as in the double slit experiment as well as Schrödinger's Cat: variables don't change when you're looking at them. When not being observed, they are in a state of Quantum Indeterminacy.



It's a complete mystery what you have in your broker account. For all we know they could've never bought your GME shares to begin with, which would explain why some brokerages refuse to DRS your shares that you bought in good faith. Until you register that share and 'observe' it, its behavior is subject to change. In a broker account it can be used as a locate, it can just be an IOU, it could simply not exist and the money was used to short GME to deliver back to you at a lower price (for broker profits), or maybe it was a legitimate broker that actually purchased your GME share, against the wishes of SHFs. We have no idea. But once it's registered (observed), it's fixed. It's not in an indeterminate position anymore, no manipulation can take place. It's under your name, and we can all see it on GameStop's subsequent Quarterly Report.

SHFs may take advantage of the GME shares that cannot be observed, but every single share registered is 1 more that they can't play with. It's in a fixed position and cannot be changed in anyway shape or form.

Here's a good analogy with the Double Split experiment from Dr. Wolf:

When variables are not observed, they behave differently. However, once they are observed, they are locked into a fixed position. This is the state of GME shares.

Which is why SHFs are going nuts seeing Apes registering their shares en masse.

And every subsequent Earnings Report where GameStop announces the increase in DRS'ed shares is another warning shot to everyone, and another hair pull for SHFs. Everybody starts to see how many shares are getting locked up, how many fewer shares can be used, amongst brokers, retail, etc., and they need to respond differently to these new DRS numbers that they're observing. Shorting becomes more difficult, the pressure builds up, the DOJ starts getting more involved. The tension is building up for every share that gets registered until the volcano that is GME erupts into a nuclear MOASS.

The goal of SHFs right now is to survive as long as possible. DRS puts a limit to how long they can keep their charade. The pressure building up from DRS is a serious threat to them, which is why they've been sending out Anti-DRS Campaigns to hinder the progress. Some of their primary weapons to slow down DRS rates:

1. Have Clearing Corporations trick retail investors into reversing their DRS transfers (e.g Apex Clearing deliberately trying to inhibit the DRS process, and Ally Invest sending emails to Apes that have DRS'ed in an attempt to persuade them into reversing their DRS transfers).
2. Infiltrate 'meme' stock related subs to shut down any positive DRS sentiment (e.g. proof αmc sub was infiltrated and is compromised with an Anti-DRS Agenda: https://imgur.com/a/9OdmLE4). The battle for DRS was lost in some other subs, but luckily still remains in SuperStonk. I have noticed some shills currently trying to gain influence in this sub to overthrow the DRS movement, but most attempts were rendered futile. The only methods SHFs have to destroy the DRS sentiment in SuperStonk is either infiltrate the mod community or find a way to sway the general community to be anti-DRS, neither of which are likely to work.

3. Make the DRS process as long and painful as possible (e.g. drawing out the time to transfer shares to CS to last several weeks-months instead of days. Also making Apes wait hours on the phone and go through so many hoops to transfer their shares). They may try to find every way to make transferring your shares as challenging as possible, until you give up. Some brokers might simply outright refuse to transfer your shares, forcing you to look towards additional avenues to transfer your shares to CS, such as an ACATS transfer or selling the (most likely) IOUs from the broker to buy actual shares from CS.

What's incredible is, despite all their attempts to slow down DRS rates, about 1/3 of the float got locked by Apes within 7 months (September, 2021-April, 2022) [https://www.computershared.net/]. That is what you call determination, and that's why Apes are unstoppable.

In conclusion, everything has been leading up to this being the year where the MOASS launches. From the stock split to the NFT Marketplace to a variety of strong indicators signaling towards a future break in price suppression to RC's more recent offense plays against SHFs (and overpriced consultants) to the heavy pressure from DRS'ing, I strongly believe this year to be checkmate, and we're all just waiting for the board pieces to start getting cleaned up soon.

Additional Citations

Mark V Prizmic. Mathematical and Conceptual Integration for Physics Quandaries. *Communications on Applied Electronics* 6(3):7-9, November 2016

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