



Gamma squeeze, explained

When hedging becomes the move

Different fuel, same fire

A short squeeze is trapped sellers buying to cover. A gamma squeeze is dealers hedging call buying by buying stock, which pushes the stock up, which forces more hedging. Different mechanics, same vertical chart.



Call buying begets stock buying

Heavy call buying in short-dated, out-of-the-money strikes. Dealers who sold those calls are short gamma. As the stock rises, their hedge needs grow. They buy more stock into the rally they are helping create.



641 of them

The SEC doubted the gamma story at first. Researchers later counted 641 gamma squeeze events around the meme-stock era. The data said the hedging feedback loop was real, even when the narrative sounded like a conspiracy.

You are the exit liquidity

By the time you see the squeeze, the dealers are hedged and the flow is exhausted. Chasing a gamma squeeze is buying the top from the people who started it. The trade was the call buying, days ago.





Verified flow.
Zero hype.

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