



MARCH 14 - 2023

DAILY MARKET REPORT



SECURE
DIGITAL MARKETS

Institutional research.

OVERVIEW

Markets Insights

	S2	S1	R1	R2	24HR %	7D %	30D %	YTD %
Bitcoin	22,700	23,900	26,700	28,600	9.98%	8.61%	10.12%	34.29%
Ethereum	1,230	1,565	1,780	2,030	4.96%	1.76%	9.73%	40.27%
Nasdaq	11,350	1,475	12,350	12,900	0.45%	-4.17%	-5.91%	6.90%
US Dollar Index	102.65	103.60	105.90	108.00	0.29%	-1.63%	-0.08%	0.36%



BITCOIN

A snapshot of Bitcoin's spot price as of this writing is \$25,752 representing a 14.10% increase the last 24 hours and 24.16% increase in trading volume. The funding rate of BTC is 0.0100%.



ETHEREUM

ETH is trading at \$1,731 as of this writing, representing a 24-Hour increase of 7.76% and a funding rate of 0.0100%. Over the last 24 Hours, the trading volume increased by 3.97%. As of today, ETH holds 18.3% of the cryptocurrency market, making it the second-largest coin traded.

Next FOMC meeting: March 22nd 2023.

- Probability of a 0bps hike → 17%
- Probability of a 25bps hike → 83%
- Probability of a 50bps hike → 0%



OVERVIEW

Latest Digital Asset News

1- US Fed faces internal probe over Silicon Valley Bank failure

The Federal Reserve is investigating the factors that led to the failure of Silicon Valley Bank — including how it supervised and regulated the now-collapsed financial institution. The Federal Reserve announced on March 13 that Vice Chair for Supervision Michael Barr is “leading a review of the supervision and regulation of Silicon Valley Bank, in light of its failure,” with a review set for public release by May 1. “The events surrounding Silicon Valley Bank demand a thorough, transparent, and swift review by the Federal Reserve,” Chair Jerome Powell stated in the announcement.

2 - EU Parliament passes smart contract regulation under Data Act

Smart contracts are one step closer to falling under European Union-wide regulation within a broader strategy on data markets, an issue that continues to raise concerns within the crypto industry. The European Parliament adopted legislation under the Data Act on Tuesday, with 500 votes in favor and 23 against. The legislation, and its provisions on smart contracts, is not explicitly aimed at the crypto industry, but focuses on data from connected devices, or the Internet of Things. Yet some in the industry worry the Data Act may have far-reaching effects on crypto if the scope isn't clearly defined, especially as smart contracts — automated executions written into software — underpin the infrastructure of DeFi.

3 - US SEC rejects VanEck spot bitcoin ETF application for third time

The U.S. Securities and Exchange Commission on Friday rejected a proposal to list and trade shares of the VanEck Bitcoin Trust, marking the third time the regulator has denied VanEck proposals for a spot bitcoin exchange-traded fund. The SEC has rejected a raft of ETFs that proposed tracking the digital asset, including VanEck's previous applications in June last year and in November 2021, over concerns of manipulation in the underlying market.

4 - FBI, NY authorities probes collapse of TerraUSD stablecoin

The United States Justice Department is reportedly investigating the collapse of the TerraClassicUSD (USTC) stablecoin, which contributed to a \$40 billion wipeout in the Terra ecosystem last May. Two agencies within the department — the Federal Bureau of Investigation and the U.S. Attorney's Office for the Southern District of New York — have interrogated former staff at Terraform Labs in recent weeks, according to a March 13 The Wall Street Journal report. The probe covers similar ground to a lawsuit filed against Terraform Labs and its founder Do Kwon by the U.S. Securities Exchange Commission on Feb. 16, according to people familiar with the matter.



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TradFi

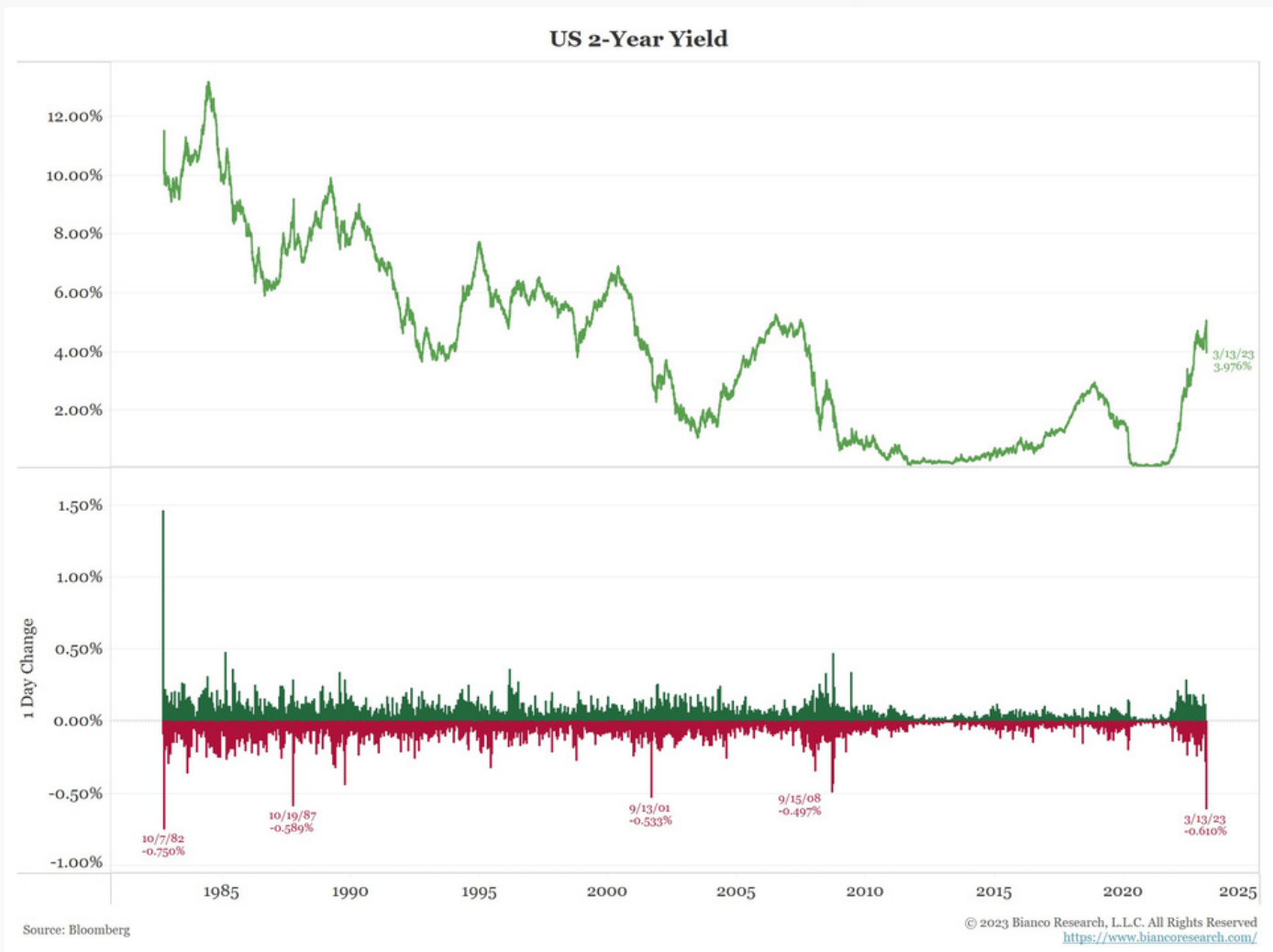
The CPI figures came out at 8:30am EST and the market loved it. Inflation rose in February by 0.4%, in-line with estimates while the YoY figure decreased to 6%, as expected, vs. 6.4% previously.

The terminal rate this morning has been lowered to 4.92% from 5.5%, which means the upcoming rate hike should technically be the last.

Market sentiment has shifted dramatically.

Bank stocks rebounded heavily after getting pummeled during Monday's trading session. The SPDR S&P Regional Banking ETF (KRE) rose more than 8% in premarket trading.

Yesterday, the 2-year yield declined by 60bps resulting in the biggest one-day decline since Oct 1st 1982. This drop was larger than what took place after the 2007 - 2009 financial crisis, the 9/11 attack and the 1987 stock market crash.



yacine.ouldchikh published on TradingView.com, Mar 14, 2023 09:25 UTC-4

NASDAQ 100 E-mini Futures, 1D, CME_MINI +147.00 (+1.22%)



Upcoming

- March 15th → Retail sales & PPI
- March 22nd → FOMC meeting

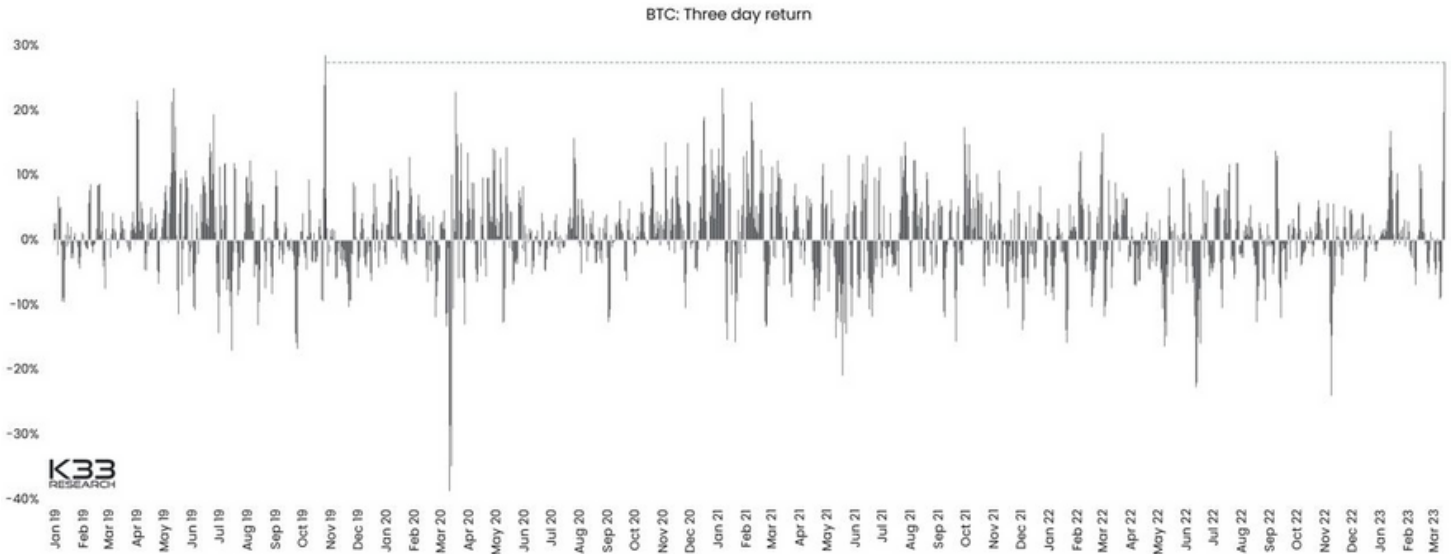
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Bitcoin

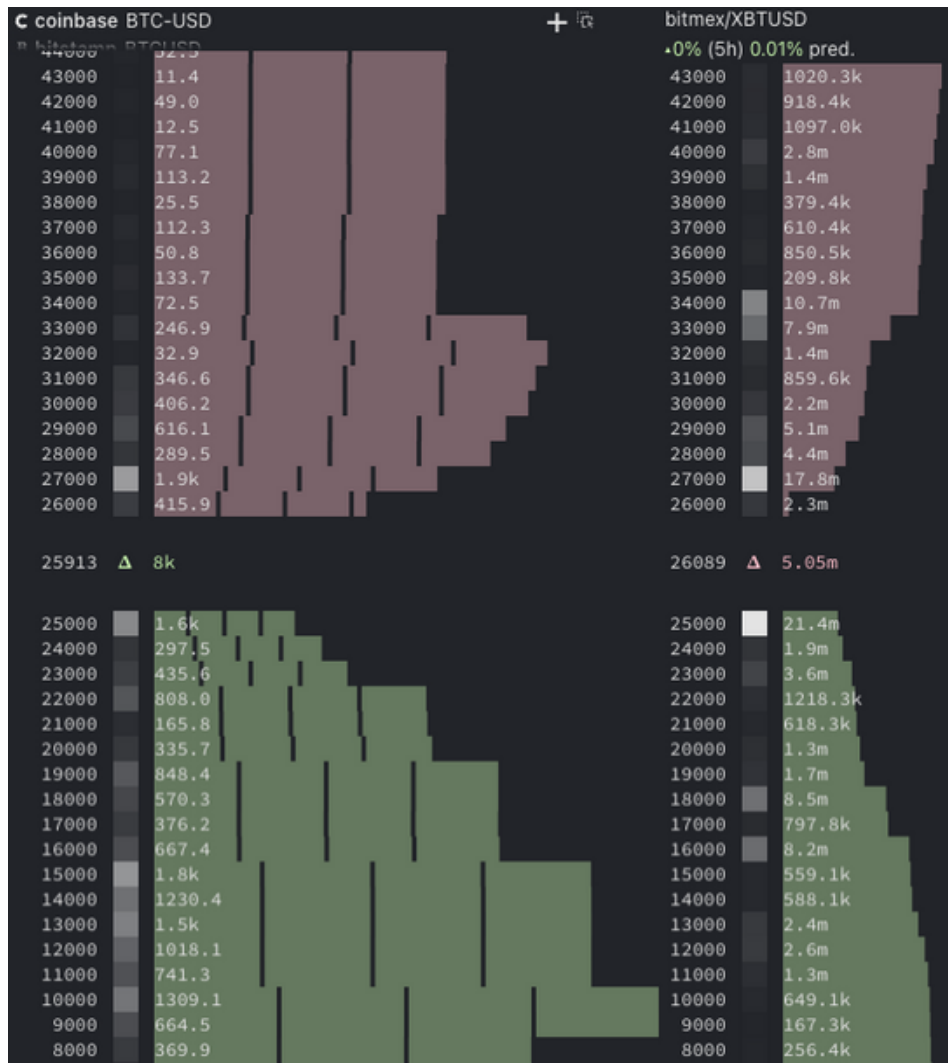
Following the CPI figure, Bitcoin surged by 7% to reach a high of \$26,400.



The recent price action represents the best 3-day performance of BTC since Oct 27th 2019



The aggregated order book is showing a big offer lined up at \$27,000 with a big bid around the \$25,000 level. Let's see if the current price action is sustainable. A break below \$25,000 should open the door for a next target near \$24,000.



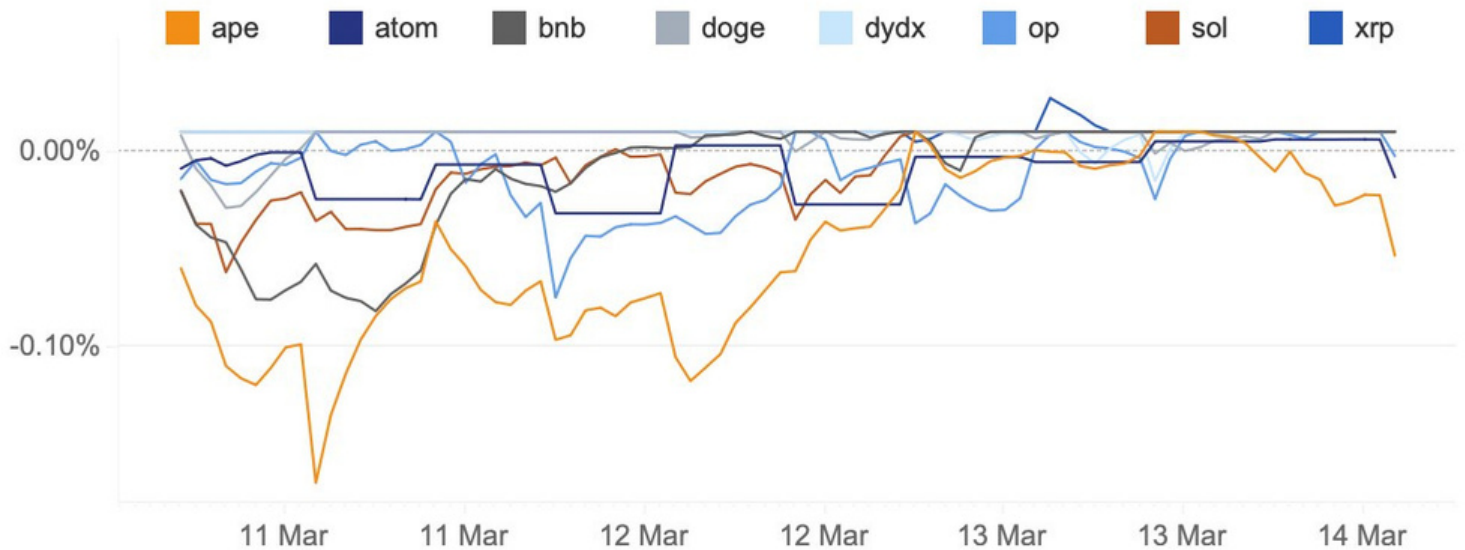
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Altcoin Analysis

Despite the funding rate of some top altcoins being negative, the market is still going up, most likely due to a short squeeze.



Altcoins Funding Rates



Source: Kaiko derivatives data for usdt perpetuals on Bybit.



Cardano has squeezed up by over 20% in the last 3 trading sessions.

From a chartist point of view, the coin had broken below a double top pattern at the start of March. Prices reached the profit target, which is measured by taking the height of the pattern and extrapolating that from the breakout area as seen with the blue arrows. Prices are now testing a resistance zone which is the bottom-end of the previous pattern and will soon test a new resistance level near \$0.423 which would be much more significant.

As long as prices trade above \$0.298, we expect further upside towards \$0.423.



OVERVIEW

DAILY INSIGHTS

1. Bitcoin Dominates Bank Stocks

<https://blockworks.co/news/bitcoin-dominates-bank-stocks>

"Bitcoin is up more than 47% this year. Nasdaq's BANK index — which includes dozens of US-listed bank stocks — has dropped more than 20% across the same period."

2. Barney Frank Admits that Signature Bank was Arbitrarily Shuttered

https://twitter.com/nic_carter/status/1635328056234766337?s=46&t=AeUubJVXjsWeffPXQljUGA

"I think part of what happened was that regulators wanted to send a very strong anti-crypto message. We became the poster boy because there was no insolvency based on the fundamentals"

3. National Australia Bank Issues & Transacts Australian Stablecoin AUDN

<https://news.nab.com.au/news/nab-completes-world-first-with-cross-border-stablecoin-transaction/>

"This pilot transaction on the public and permissionless Ethereum blockchain, involved deployment of stablecoin smart contracts for seven major global currencies. The pilot's success demonstrates the potential to cut cross-border transactions from days to minutes."

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