JANUARY 4 - 2023

# DAILY MARKET REPORT

SECURE
DIGITAL MARKETS

Institutional research.

OVERVIEW

# Markets Insights

| KEY METRICS | | | | | |
|---|---|---|---|---|---|
| PAIRS | SPOT PRICE | 24 HR CHANGE | LOW | HIGH | FUNDING RATES |
| BTC/USD | $16,839 | 0.58% | $16,622 | $16,886 | 0.0048% |
| ETH/USD | $1,253 | 2.95% | $1,207 | $ 1,253 | 0.0100% |
| XAU/USD | $1,860.30 | 1.07% | $1,844.80 | $1,866.40 | |
| USD/CAD | 1.3528 | -1.03% | $1.3510 | $1.3681 | |
| EUR/CAD | $1.4354 | -0.42% | $1.4330 | $1.4459 | |

### BITCOIN

A snapshot of Bitcoin's spot price as of this writing is $16,839 representing a 0.58% increase the last 24 hours and 35.76% increase in trading volume. The funding rate of BTC is 0.0048%.

### ETHEREUM

ETH is trading at $1,253 as of this writing, representing a 24-Hour increase of 2.95% and a funding rate of 0.0100%. Over the last 24 Hours, the trading volume increased by 76.00%. As of today, ETH holds 18.3% of the cryptocurrency market, making it the second-largest coin traded.

OVERVIEW

# Latest Digital Asset News

### 1- Indonesia to Start Crypto Exchange Ahead of Regulatory Shift

Indonesia plans to set up a crypto exchange this year before it shifts regulatory powers over such assets to the Financial Services Authority, from a commodities agency. Crypto assets in Indonesia are currently traded alongside commodity contracts under the supervision of the Commodity Futures Trading Regulatory Agency, known as Bappebti. As part of a broader financial sector reform, the FSA will assume regulatory power over the assets over the next two years, by which time the exchange should be set up, said Bappebti acting head Didid Noordiatmoko on Wednesday.

### 2 - Bankman-Fried Pleads Not Guilty, Faces Trial in October

FTX founder Sam Bankman-Fried pleaded not guilty to criminal charges Tuesday and is set to face a trial in October, a courtroom showdown likely to be one of the highest-profile white-collar fraud cases in recent years. Bankman-Fried appeared in US District Court in New York wearing a blue suit, white shirt and blue tie, and sitting at the defense table between his lawyers, Mark Cohen and Christian Everdell. US District Judge Lewis Kaplan set a trial date for Oct. 2, after US prosecutors said they expect to produce all evidence for the case in the next four weeks.

### 3 - Bitcoin Miner Core Scientific Reaches Agreement To Shut Off Celsius Mining Rigs

Core Scientific will shut off thousands of Celsius mining rigs, after the two bankrupt firms finally came to an agreement after months of dispute. One of the world's biggest Bitcoin miners, Core Scientific has partly blamed its financial woes on its contract with Celsius, after the crypto lender filed for bankruptcy protection in July and stopped covering its share of the electricity bills. At one point, the company's lawyers said that Core was losing $53,000 per day on the hosting agreement. Following Core's own plunge into bankruptcy in December, the two companies have now agreed to shut off 37,000 Celsius mining rigs. In a bankruptcy hearing on Tuesday, a lawyer for Celsius said that a deal to fully end the relationship was being finalized.

(1) https://www.bloomberg.com/news/articles/2023-01-04/indonesia-to-start-crypto-exchange-ahead-of-regulatory-shift#xj4y7vzkg?leadSource=uverify%20wall
(2) https://www.bloomberg.com/news/articles/2023-01-03/bankman-fried-s-not-guilty-plea-sets-up-path-to-fraud-trial?srnd=premium&leadSource=uverify%20wall
(3) https://decrypt.co/118342/bitcoin-miner-core-scientific-reaches-agreement-to-shut-off-celsius-mining-rigs

OVERVIEW

# Trader's Digest

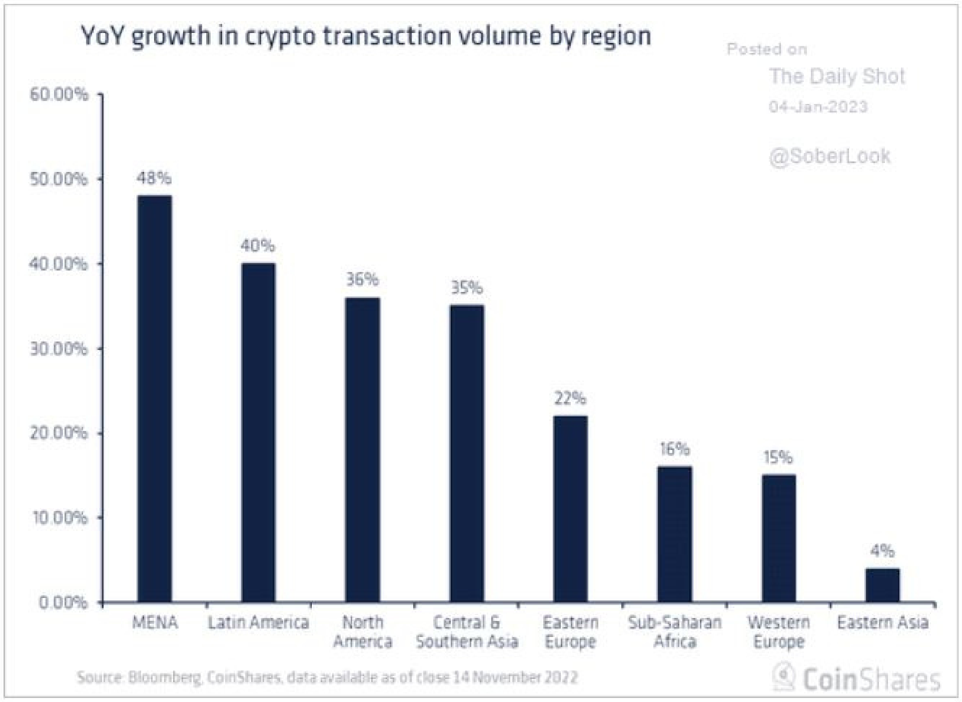
The market is in risk-on mode this morning, with the US Dollar and US yields down significantly. The benchmark is trading at 3.670%, lifting risk assets, Gold and the Japanese Yen higher. Additionally, the US10Y-US02Y spread got rejected at the 2022 downtrend line, moving into a more profound inversion while the JGB Yields are climbing.

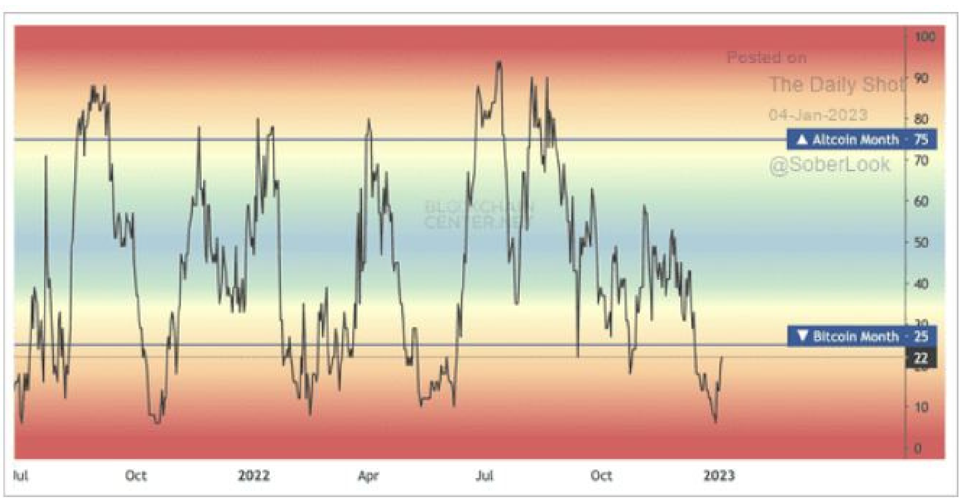
Additionally, looking at the broader market, the Bloomberg’s broad commodity index is now trading right at support while forming a descending triangle. This Index will be essential to monitor this week, being at a very crucial level.


Cryptocurrencies, and Bitcoin ont he other hand, rallied overnight. Bitcoin broke up towrad $17,000 while Ether is back above $1,250. Looking at the ETH/BTC chart, we can see a clean breakout of the pennant/triangle, up 2.25% in the past few hours.

The chart shows ether-bitcoin ratio has blasted through the upper end of the three-month triangle or wedge identified by trendlines connecting highs registered in September, October and December and lows hit in October, November and December.

Finally, here's some food for thoughts... The MENA region has seen significant growth in crypto transaction volumes over the past year while Only 22% of the top 50 coins have outperformed bitcoin over the past month, indicating risk-off conditions. 2022 was also the first year that bitcoin closed below a cycle high (consecutive weekly closes below its 200-week moving average).




BTC Takes Out Historic Price Floors
BTC Price and 200 Week Moving Average, Since 2012
$70 000
$7 000
$700
$70
Dec-12
Dec-13
Dec-14
Dec-15
Dec-16
Dec-17
Dec-18
Dec-19
Dec-20
Dec-21
Dec-2
Consecutive Weekly Closes Below Previous Cycle High and 200-Week MA
BTC Price
200 Week MA
DELPHI DIGITAL

# Altcoin Analysis

The New Year is upon us and Polygon remains at the top of our watchlist.

Most of its metrics continue to show strength vs other altcoins. Total transfer volume, social volume and active addresses have all gone up in the last couple of weeks, increasing the probability of a price hike. Trading volume is also up 67% over the past 24 hours.

Even the NFT ecosystem has been much more open to Polygon especially since the recent downfall of Solana. OrbCity and y00ts have announced plans to migrate to Polygon which further reinforces the demand and reliability of the network.

Now for price action:

Prices have rebounded off a support zone near $0.75. Since then, MATIC has been trading in a tight range but is ready for a breakout any moment now.

As Bitcoin finally broke above its 20-day moving average, altcoins are witnessing a fresh round of inflows.

If prices break above $0.82, we expect further advance towards $0.95.

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