



DECEMBER 8 - 2022

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	\$16,838	-0.27%	\$16,788	\$16,884	0.0004%
ETH/USD	\$1,242	0.51%	\$1,226	\$1,244	-0.0008%
XAU/USD	\$1,787.50	0.00%	\$1,781.70	\$1,793.30	
USD/CAD	1.3595	-0.44%	\$1.3566	\$1.3690	
EUR/CAD	\$1.4314	-0.20%	\$1.4276	\$1.4401	



BITCOIN

A snapshot of Bitcoin's spot price as of this writing is \$16,838 representing a -0.27% decrease the last 24 hours and 21.77% increase in trading volume. The funding rate of BTC is 0.0004%.



ETHEREUM

ETH is trading at \$1,242 as of this writing, representing a 24-Hour increase of 0.51% and a funding rate of -0.0008%. Over the last 24 Hours, the trading volume decreased by 21.63%. As of today, ETH holds 18.3% of the cryptocurrency market, making it the second-largest coin traded.



OVERVIEW

Latest Digital Asset News

1 - Celsius must return \$44 million in crypto to users, judge orders

Crypto lender Celsius Network must return around \$44 million worth of crypto back to customers, even if it didn't enter Celsius's interest-bearing accounts. Chief Bankruptcy Judge Martin Glenn issued the order on Wednesday after parties involved in the case concluded that funds belong to users, not Celsius, Bloomberg reported. Celsius moved more than \$200,000 in assets into custody accounts before its bankruptcy this summer, which opened the possibility that it could claim ownership of those funds. However, Glenn ruled that Celsius doesn't have to return crypto if the transfers were less than \$7,500, equaling about \$11 million in assets.

2 - Hong Kong Amends Finance Law to Incorporate Crypto Firms

Hong Kong is to subject crypto providers to the same anti-money laundering and counter-terrorist financing laws that it does traditional finance firms. The territory's Legislative Council voted to add virtual asset service providers (VASPs) to the Anti-Money Laundering and Counter Terrorist Financing Ordinance as of June 1, 2023, according to a Dec. 5 amendment to the law. The fallout from the collapse of FTX, which was once based in Hong Kong, before departing for Bahamas in September last year, casts doubt over what crypto-friendly ambitions Hong Kong may now have. Prior to the exchange's failure early November, the territory showed signs of relaxing its tough regulations and becoming a more crypto-friendly environment. The Financial Services and Treasury Bureau said at end-October that it was open to allowing retail customers to trade crypto or approving a virtual assets exchange-traded fund.

3 - EU crypto taxation proposal will target firms all over the world

Companies offering crypto services to residents of the European Union will need to comply with tax reporting rules to close tax evasion gaps. A new proposal from the European Commission will require crypto asset service providers of all sizes and geographical locations to report on the transactions of EU-based clients to tax authorities. "Tax authorities currently lack the necessary information to monitor proceeds obtained by using crypto-assets, which are easily traded across borders," the European Commission wrote in a statement. "This severely limits their ability to ensure that taxes are effectively paid, which means European citizens lose important tax revenues." The gap in expected and collected tax on taxable goods and services within the bloc was €93 billion (\$98 billion USD) in 2020, according to statistics released by the Commission. That makes up 9.1% of the total expected revenue.

(1) <https://www.theblock.co/post/193100/celsius-must-return-44-million-in-crypto-to-users-judge-orders-bloomberg>
(2) <https://www.coindesk.com/policy/2022/12/08/hong-kong-amends-finance-law-to-incorporate-crypto-firms/>
(3) https://www.theblock.co/post/193234/eu-crypto-taxation-proposal-firms-global?utm_medium=referral&utm_source=rss&utm_campaign=headlines



OVERVIEW

Trader's Digest

A lot is happening across asset classes while Bitcoin is trading on very small volume and historically low volatility.

Hence, let's take a look at the overall market first, to try to understand the current narrative.

U.S. crude oil prices fell 3% to \$72.01 a barrel yesterday, the lowest level traded since December 2021, continuing to slide on global demand fears.

Additionally, the USD Index is now forming a clean head and shoulder pattern with a projection to 104.000. Our precious metal gold, on the other hand, is on its way to breakout towards the \$1,800 point of control, after its most recent retracement to \$1,766.

Looking at the fixed income market, the long-end prices are underperforming slightly this morning, after the US10Y-US02Y spread reached an inversion level -0.84% yesterday. The 10-year Treasury yield did indeed plunge 10 basis points to 3.41%, hitting the lowest level in nearly three months.

US equities and the broader market are giving us signs of risk-on sentiment ahead of today's session, even though the Nasdaq and the S&P500 broke their respective uptrend when looking at the 1H charts.

Finally, the same levels stand for Bitcoin, as we are still trading above the uptrend line highlighted in yesterday's market note. Therefore, let's keep an eye on the \$16,700 pivot point as well as the \$17,400 weekly high. The potential technical pattern breakout on DXY could support the main cryptocurrency towards weekly highs but again, nothing is done until the USD Index breaks the 104.800 mark.





S&P 500 E-mini Futures, 1D, CME_MN D1500.00 M1500.00 L1433.00 C1573.00 +63.50 (+0.55%)
VIXP (Number Of Rows: 100, Up/Down: 70)
MA (20, close, 0, SMA, 5) 4241.67



USD NASDAQ 100 E-mini Futures, 1D, CME_MN D1500.00 M1500.00 L1433.00 C1573.00 +63.50 (+0.55%)



84888 / U.S. Dollar, 4h, CME_MN D1500.00 M1500.00 L1433.00 C1573.00 +63.50 (+0.55%)



OVERVIEW

Altcoin Analysis

Binance has unveiled a recent report from the global financial audit, tax and advisory firm Mazars which shows that customers' Bitcoin reserves on the world's largest crypto exchange are overcollateralized. Assets exceed 100% of the total platform liabilities.

The collapse of FTX pushed crypto exchanges from around the world to improve the transparency of their financial reserves.

Despite the good news, the assessment is not an official audit.

In other news, Binance.US announced that it is cutting Ethereum trading fees for all customers.

Let's analyze the price action of Binance Coin.

BNBUSDT rebounded off the bottom-end of the ascending triangle that we've been tracking for a while now. The \$255 level is acting as great support. Prices are currently trading in the middle of the range between \$255-\$330.

As long as prices remain above \$255, we expect another bull run to take place and hopefully surpass the resistance level of \$330 to send prices towards \$360.



Disclaimer

This research is for informational use only. This is not investment advice. Other than disclosures relating to Secure Digital Markets this research is based on current public information that we consider reliable, but we do not represent it is accurate or complete, and it should not be relied on as such. The information, opinions, estimates, and forecasts contained herein are as of the date hereof and are subject to change without prior notification. We seek to update our research as appropriate.

Any forecasts contained herein are for illustrative purposes only and are not to be relied upon as advice or interpreted as a recommendation. The price of crypto assets may rise or fall because of changes in the broad market or changes in a company's financial condition, sometimes rapidly or unpredictably. Past performance is not a guide to future performance, future returns are not guaranteed, and a loss of original capital may occur. Fluctuations in exchange rates could have adverse effects on the value or price of, or income derived from, certain investments. We and our affiliates, officers, directors, and employees, excluding equity and credit analysts, will from time to time have long or short positions in, act as principal in, and buy or sell, the securities or derivatives, if any, referred to in this research.

The information on which the analysis is based has been obtained from sources believed to be reliable such as, for example, the company's financial statements filed with a regulator, company website, company white paper, pitchbook and any other sources. While Secure Digital Markets has obtained data, statistics, and information from sources it believes to be reliable, it does not perform an audit or seek independent verification of any of the data, statistics, and information it receives.

Unless otherwise provided in a separate agreement, Secure Digital Markets does not represent that the report contents meet all of the presentation and/or disclosure standards applicable in the jurisdiction the recipient is located. Secure Digital Markets and their officers, directors and employees shall not be responsible or liable for any trading decisions, damages or other losses resulting from, or related to, the information, data, analyses, or opinions within the report.

Crypto and/or digital currencies involve substantial risk, are speculative in nature and may not perform as expected. Many digital currency platforms are not subject to regulatory supervision, unlike regulated exchanges. Some platforms may commingle customer assets in shared accounts and provide inadequate custody, which may affect whether or how investors can withdraw their currency and/or subject them to money laundering. Digital currencies may be vulnerable to hacks and cyber fraud as well as significant volatility and price swings.

Contact Us

Start trading with Secure Digital
Market today by e-mailing:

TRADING@SECUREDIGITALMARKETS.COM

SECUREDIGITALMARKETS.COM



SECURE
DIGITAL MARKETS

SECUREDIGITALMARKETS.COM