



DECEMBER 5 - 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	\$17,231	1.49%	\$16,994	\$17,378	0.0054%
ETH/USD	\$1,286	2.39%	\$1,258	\$1,302	0.0094%
XAU/USD	\$1,786.00	-0.68%	\$1,784.70	\$1,809.90	
USD/CAD	1.3461	-0.07%	\$1.3384	\$1.3478	
EUR/CAD	\$1.4206	0.06%	\$1.4131	\$1.4212	



BITCOIN

A snapshot of Bitcoin's spot price as of this writing is \$17,231 representing a 1.49% increase the last 24 hours and 36.76% increase in trading volume. The funding rate of BTC is 0.0094%.



ETHEREUM

ETH is trading at \$1,286 as of this writing, representing a 24-Hour increase of 2.39% and a funding rate of 0.0094%. Over the last 24 Hours, the trading volume increased by 20.86%. As of today, ETH holds 18.3% of the cryptocurrency market, making it the second-largest coin traded.



OVERVIEW

Latest Digital Asset News

1 - Sam Bankman-Fried says unlikely to testify in Dec 13 House Committee hearing

Sam Bankman-Fried, the former chief executive of FTX, indicated on Sunday that he is unlikely to testify in the upcoming U.S. House committee's hearing on the collapse of his crypto exchange, saying he is still "learning and reviewing what happened." In a tweet to the Financial Services Committee Chair Maxine Waters and the committee, Bankman-Fried, who has been alleged to misappropriate customer funds, suggested he will testify at a later time. The U.S. House Financial Services Committee announced last month that it plans to hold a hearing in December to investigate the collapse of the crypto exchange FTX, which before the implosion was one of the world's largest.

2 - Genesis Creditor Groups' Loans Amount to \$1.8B and Counting

Customers whose money is locked up on trading and lending platform Genesis and who have taken legal advice on the matter currently account for some \$1.8 billion of loans, according to a person familiar with the situation. And that number looks like it will continue to grow. The FT had recently reported that a group of customers using cryptocurrency exchange Gemini's Earn program, which is tied to Genesis, were owed \$900 million after Genesis' lending unit halted customer withdrawals on Nov. 16. A second group of assorted Genesis creditors, with loans also amounting to \$900 million, is being represented by law firm Proskauer Rose.

3 - Circle and SPAC Concord mutually terminate business combination

Peer-to-peer payments technology company Circle and publicly traded special purpose acquisition company Concord Acquisition Corp mutually ended their proposed business combination after the deal "timed out." The business combination was initially proposed in July 2021. It was later amended in February 2022. Both companies' boards of directors have approved its termination, according to a press release. "Circle plays a key role in the blockchain's disruption of financial services," said Bob Diamond, chairman of Concord Acquisition Corp. "I remain confident in Circle's regulatory-first approach to building trust and transparency in the financial industry, which has never been more important, and I will continue being an advocate for the company as it continues to grow."

(1) <https://techcrunch.com/2022/12/04/sam-bankman-fried-indicates-he-is-unlikely-to-testify-in-house-committee-hearing-on-ftx-collapse-on-december-13/?guccounter=1>
(2) <https://www.coindesk.com/business/2022/12/04/genisis-creditor-groups-loans-amount-to-18b-and-counting-sources/>
(3) https://www.theblock.co/post/192090/circle-ends-deal-to-merge-with-spac-concord?utm_source=rss&utm_medium=rss



OVERVIEW

Trader's Digest

Bitcoin is still trading above \$17,000 this morning, starting the week at its highest-level since Nov 11th. Although we are seeing some support in the main cryptocurrencies, we are still noticing an evident underperformance against other risk assets.

Investors have been reassessing their commitment to these so-called hawkish Fed trades in recent weeks and piling back into risk assets, thanks to the peak inflation narrative and the central bank hinting at moderation in liquidity tightening from December.

The S&P500, in that case, has gained 16% in less than two months to trade above the widely-tracked 200-day moving average for the first time since early April, while the USD Index dropped below its 200-day average.

Bitcoin, however, appears to have decoupled from macroeconomic developments and traditional markets. Currently, the leading cryptocurrency by market value is trading at a discount of 22% to its 200-day moving average.

Obviously this has to do with the FTX implosion. Without the FTX saga, Bitcoin would be trading near the mid 20K's, or just around its 200-day moving average.

On a positive note, Bitcoin's one-month call-put skew, which measures the premium investors pay for out-of-the-money calls versus OTM puts, has bounced to -9% from -29% seen on November 13th. A signal that investors are starting to move-on, which could tighten the spread against US equities.



NicolasCarrier published on TradingView.com, Dec 05, 2022 09:11 UTC-5



NicolasCarrier published on TradingView.com, Dec 05, 2022 09:11 UTC-5





Skew Constant Maturity
DERIBIT BTC



Delta C-P/P-C Date Range Interval
 $\Delta 25$ C-P 11/05/2022 12/06/2022 1 day



OVERVIEW

Altcoin Analysis

Axie Infinity (AXS), one of the play-2-earn game pioneers, gained over 28% in the last 24 hours and traders are capitalizing on increased trading volumes. The project is now ranked 51st with a market cap of \$825 million.

The team is looking to progressively decentralize the project where “invested” community members “are responsible for making resourcing decisions around the Axie Infinity ecosystem” with the help of “council formation, resource allocation, on-chain voting, and treasury activation”.



Artie   
@Axie44 · [Follow](#)



Today, a group of over 600 dedicated and impactful community members have been gathered together to help shape the future of [@AxieInfinity](#).

It's been an honor to play a role in this early process. I'm looking forward to being part of whatever comes next! Let's keep building 



Axie Infinity | #AxieOrigins  [@AxieInfinity](#)

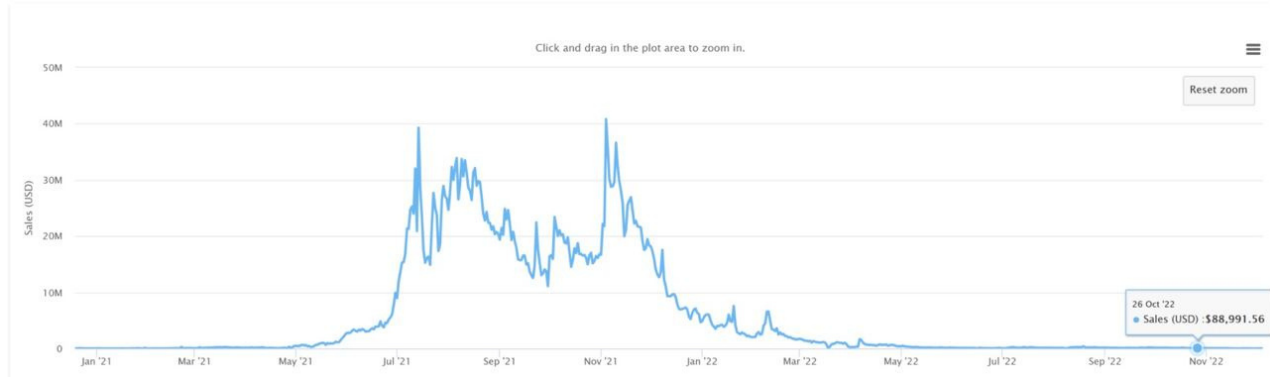
The Lunacian: Axie Contributor Initiative Kickoff!
axie.substack.com/p/contributorl...

12:38 AM · Dec 5, 2022



For now, the fundamentals behind AXS look very weak. According to CryptoSlam, the sales volume has shrunk significantly since the peak on November 3rd at \$40.8 million. On Sunday December 4th, it was only \$19,500.

Axie Infinity Sales Volume Data, Graphs & Charts



Looking at the recent price action, we notice something very interesting. Prices have formed a falling wedge pattern, considered a bullish reversal pattern. The pattern in play is only confirmed as a reversal if we break above the top-end of the formation. A break above this pattern would also intersect with the 50-day moving average, reinforcing the importance of this price range.

A break of \$10.60 would be important to reverse the previous downtrend but a break above \$12 is crucial for bulls to regain control as this level serves as an important resistance zone on the daily chart but also represents the 20-week moving average on the weekly chart, which increases its importance.

If prices manage to break above both of these levels, then there's a high probability that they continue higher towards \$15.25 and even \$19.15 in extension.



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