



NOVEMBER 9 - 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	\$17,747	-8.62%	\$17,402	\$20,582	-0.0268%
ETH/USD	\$1,230	-14.64%	\$1,157	\$1,564	-0.0503%
XAU/USD	\$1,713.10	-0.03%	\$1,703.00	\$1,723.70	
USD/CAD	\$1.3443	0.16%	\$1.3409	\$1.3476	
EUR/CAD	\$1.3501	-0.15%	\$1.3472	\$1.3563	



BITCOIN

A snapshot of Bitcoin's spot price as of this writing is \$17,747 representing a 8.62% decrease the last 24 hours and 80.28% increase in trading volume. The funding rate of BTC is -0.0268.



ETHEREUM

ETH is trading at \$1,230 as of this writing, representing a 24-Hour decrease of 14.64% and a funding rate of -0.0503%. Over the last 24 Hours, the trading volume increased by 115.08%. As of today, ETH holds 18.3% of the cryptocurrency market, making it the second-largest coin traded.



OVERVIEW

Latest Digital Asset News

1- Nearly \$1 billion of solana is set to be unlocked in 24 hours

Solana validators are scheduled to unlock 49.6 million SOL (\$945 million) when the current epoch ends in less than 24 hours time. Representing 13% of the coin's supply, it's the second-largest volume of tokens to be unlocked in any Solana epoch and it is coming amid a time of considerable tumult in the crypto market. An epoch refers to a number of slots (like blocks) on the chain and takes around two to three days. Data from Solana Compass shows that Epoch 370, the current Solana network epoch, is set to end at around 8.30 AM UTC on Nov. 10. Solana epochs refer to a time period, usually two days, when validators lock in their stake on the network. Validators can choose to unlock their stake at the end of each epoch.

2 - Binance Is Strongly Leaning Toward Scrapping FTX Rescue Takeover After First Glance at Books

Cryptocurrency exchange giant Binance is highly unlikely to go through with its proposed acquisition of struggling rival FTX after less than a day of reviewing the company. Binance's non-binding letter of intent for the takeover – announced Tuesday as FTX's financial position appeared to be spiraling out of control – hinged on Binance performing due diligence. Roughly half a day into that process of reviewing FTX's internal data and loan commitments has led Binance to strongly lean against completing the transaction, the person said. Binance declined to comment on the current status of the proposed deal.

3 - Tether CTO denies exposure to FTX and Alameda after exchange's forced sale

Tether CTO Paolo Ardoio said the world's largest stablecoin issuer has no exposure to FTX or its sister firm Alameda Research after the crypto exchange was forced into a merger with rival Binance. "Tether does not have any exposure to FTX or Alameda," Ardoio tweeted, adding: "0. Null. Maybe is time to look elsewhere. Sorry guys. Try again." Ardoio's denial was responding to a tweet from crypto reporter Colin Wu that both Circle, the creator of the USDC stablecoin, and Tether should disclose their financial relationships with FTX and trading firm Alameda. Jeremy Allaire, co-founder and CEO of Circle, had earlier described the FTX insolvency crisis as a "Lehman Brothers moment" for crypto. He also said USDC is not affected by the crisis.

(1) https://www.theblock.co/post/184667/solana-tokens-worth-330-million-to-be-unlocked-in-24-hours?utm_source=rss&utm_medium=rss
(2) <https://www.coindesk.com/business/2022/11/09/binance-is-strongly-leaning-toward-scrapping-ftx-rescue-takeover-after-first-glance-at-books-source/>
(3) <https://www.theblock.co/post/184610/tether-cto-exposure-ftx-alameda-sorry-guys>



OVERVIEW

Trader's Digest

First off, I will start with a very interesting comment from a dear and trusted friend of mine regarding yesterday's event:

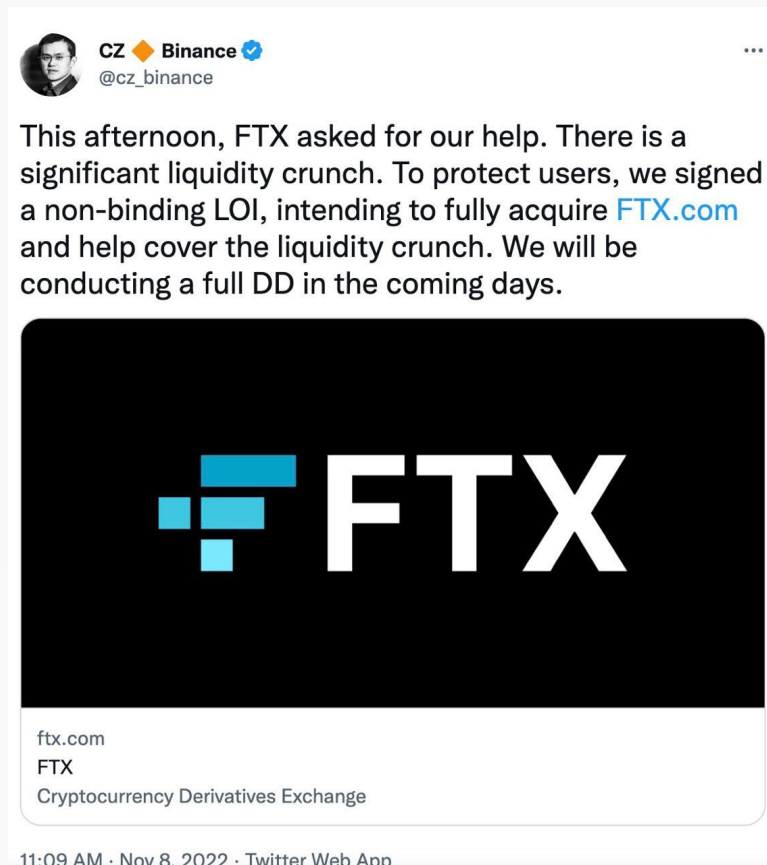
"If this Binance deal doesn't go through we will have a «Lehman moment» in crypto market... and if it happens but at bargain prices it will be a «Bear Stearns» moment. Which one will it be?"

So, what happened? Well, the digital assets market has been rocked by the near collapse of one of the world's biggest cryptocurrency exchanges, FTX.

As early as Sunday, Binance CEO Changpeng Zhao announced that he would begin selling the firm's FTT holdings from an earlier equity position in FTX in 2019. FTT is FTX's native token that holders can use to enjoy discounts and other perks.

The move sparked panic in the market, leading to mass withdrawals from FTX, until on Tuesday, FTX CEO Sam Bankman-Fried announced a tentative agreement to be acquired by Binance.

Finally, Bitcoin traded as low as \$17,250 overnight, breaking the most recent \$17,567 pivot point.



NicolasCarter published on TradingView.com, Nov 09, 2022 09:46 UTC-5
Bitcoin / U.S. Dollar, 1M, COMBASE O:20908.15 H:1069.46 L:7250.00 C:7773.75 -3385.42 (-16.09%)



TradingView

NicolasCarter published on TradingView.com, Nov 09, 2022 09:47 UTC-5
Bitcoin / U.S. Dollar, 1h, COMBASE O:17564.02 H:17797.05 L:17340.43 C:17709.32 +144.74 (+0.82%)



TradingView

OVERVIEW

Altcoin Analysis

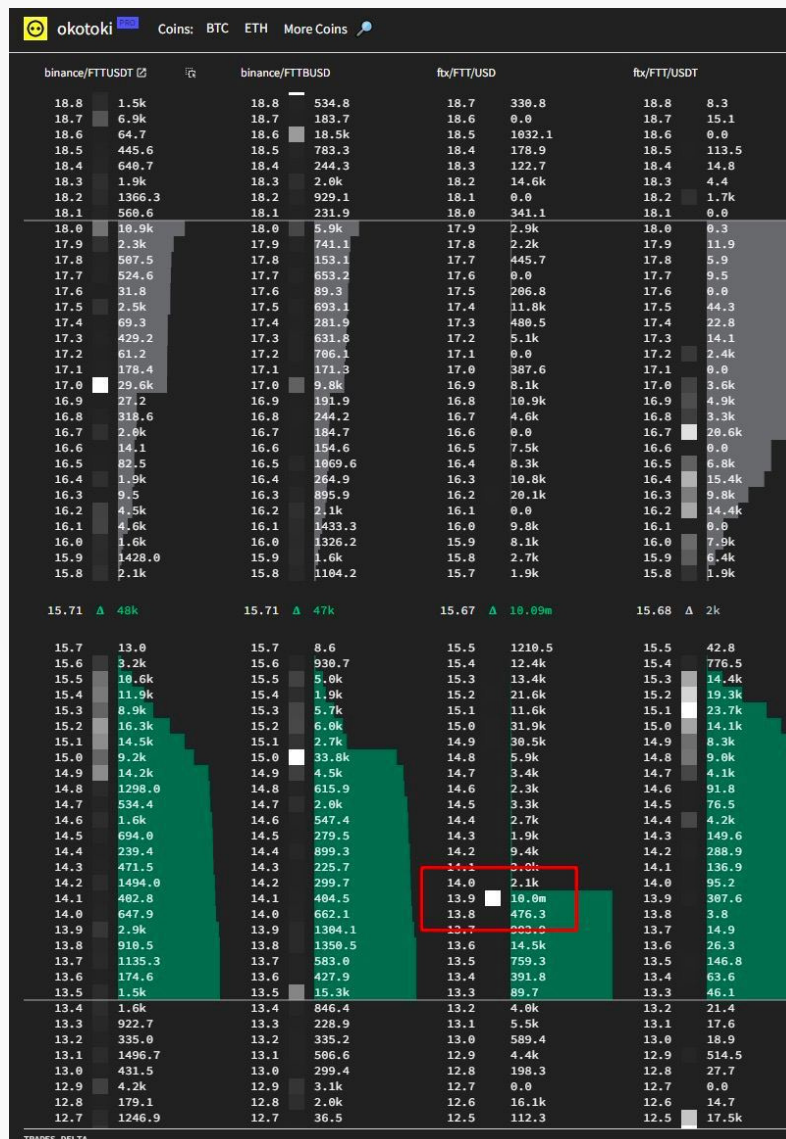
Tuesday was quite eventful to say the least. The morning started with a ton of pressure in the markets as Binance planned to dump its FTT holdings on the market. Rumors of insolvency in FTX and Alameda, SBF's trading firm, continued to circulate which pushed FTX users to initiate over \$6 billion of withdrawal requests on the platform.

When the withdrawals kept coming on FTX, especially with that amount, it was clear that the firm would not be able to cover all requests which is why the firm halted withdrawals. The last outgoing transaction from FTX took place at 6:37a.m. ET on the Ethereum blockchain.

Binance CEO, CZ, was very well aware of FTX's liquidity problems and saw that as an opportunity. At 11am ET, CZ dropped one of the biggest crypto news of the year (if not the biggest) that Binance was looking to acquire FTX and help them with their liquidity problems. At that point, the whole market squeezed including BTC +6% and a much needed pump on FTT of +45% from \$14.50 to \$21.10. There was a big bid of \$140m located at \$14 which supported the coin temporarily.

- FTX tweet → https://twitter.com/SBF_FTX/status/1590012124864348160

- Binance tweet → https://twitter.com/cz_binance/status/1590013613586411520



Once the market took a breather and realized how bad this was for the industry that one of the top crypto exchanges in the world is facing liquidity problems, the market tanked rapidly. FTX dropped from \$21 to \$2.5 (-88%) in 3hrs wiping \$2.5 billion from its market cap while BTC fell 15% in the same timeframe.

Now that the extreme period of volatility is over, at least for now, it's time to zoom out and look for trading opportunities.

SOL has lost its place within the top 10 altcoins as its market cap decreased to \$6.8B, behind Polygon at #10 and Polkadot at #11.

The CEO of FTX, SBF, has been a vocal supporter of SOL for a long time, calling it one of the 'most underrated' tokens. He has also participated in a \$314 million funding round for Solana Labs in June 2021. We believe that SOL will continue to feel some pressure especially that his number 1 fan is slowly fading away from the scenes.

Nearly \$1 billion of solana is set to be unlocked in 24 hours, representing around 13% of the coin's circulating supply. This is expected to be the second-largest token unlock for the coin in terms of the number of coins being unstaked by validators. The exact impact on price action is unclear but we believe it may add more selling pressure as token holders are most likely going to dump on the market.

From a chartist point of view, SOLUSDT broke below a triangle pattern, advocating for further pressure. Prices are trading at their lowest point since March 2021. The pair is most likely going to continue to trade lower towards the next support levels of \$16.25, \$12.50 and possibly \$9.25. A break above \$27.50 is absolutely necessary for bulls to take control.



Interesting Twitter threads →

"FTX might have provided a massive bailout for Alameda in Q2 which now came back to haunt them."

https://twitter.com/lucasnuzzi/status/1590122590206824448?s=52&t=S_g5AYJYooSFNF8r60NOaQ

"Alameda might be liquidating some SOL"

https://twitter.com/laine_sa_/status/1590133139439226880?s=52&t=ElujQhG-VoiQE-JuS6nQaw

"Alameda Research and the collapse of FTX"

https://mobile.twitter.com/jonwu_/status/1590099676744646656

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