NOVEMBER 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	$19,513	-5.64%	$19,401	$20,882	0.0092%
ETH/USD	$1,440	-8.65%	$1,440	$ 1,604	0.0014%
XAU/USD	$1,681.10	0.27%	$1,664.10	$1,681.50	
USD/CAD	$1.3485	-0.07%	$1.3474	$1.3528	
EUR/CAD	$1.3504	-0.14%	$1.3477	$1.3531	

BITCOIN

A snapshot of Bitcoin's spot price as of this writing is $19,513 representing a 5.64% decrease the last 24 hours and 44.15% increase in trading volume. The funding rate of BTC is 0.0092%.

ETHEREUM

ETH is trading at $1,440 as of this writing, representing a 24-Hour decrease of 8.65% and a funding rate of 0.0014%. Over the last 24 Hours, the trading volume increased by 45.65%. As of today, ETH holds 18.3% of the cryptocurrency market, making it the second-largest coin traded.

OVERVIEW

Latest Digital Asset News

1- European crypto venture firm LeadBlock Partners hits first close of $150 million fund

LeadBlock Partners, a venture capital firm based in London and Paris, completed the first close of its new fund, which has a target value of €150 million. Founded only two years ago by former Goldman Sachs employees David Chreng-Messembourg, Baptiste Cota and Jean-Marc Puel, this is the firm's second fund, which it has so far raised capital in the tens of millions. With its first, it made bets on startups such as Yuga Labs, Bitpanda and BlockFi. The new fund, which will invest in both tokens and equity, is backed by family offices, hedge fund managers and financial institutions — as well as a who's who of crypto market makers. These include GSR, the Coatue-backed Portofino Technologies, Woorton and Keyrock among others.

2 - Russia's Central Bank promotes crypto as means of internationalizing embattled economy

The Central Bank of Russia is working on integrating crypto assets into the local financial system. The CBR released a report on digital assets, focusing on integrating them into financial systems. Main areas of concern included proper taxation and regulation of digital asset issuance — familiar themes in crypto regulatory discussions worldwide. Notably absent is the mention of any money laundering regulations, which tend to be major focus of crypto policies elsewhere in the world.

3 - Bitcoin Miner Iris Energy Faces Default Claim on $103M of Equipment Loans

Bitcoin mining firm Iris Energy (IREN) is facing claims from its lender alleging that it has defaulted on $103 million of equipment loans held by two special-purpose vehicles (SPV), the company said on Monday. The reason for the notice of default, which the lender sent to the miner on Nov. 4, is the company failed to engage in "good faith restructuring discussions" for the debt in question, according to a Monday filing with the U.S. Securities and Exchange Commission. Because Iris failed to engage in such discussions, the lender is claiming it defaulted on payments originally scheduled for Oct. 25, the Monday filing said.

(1) https://www.theblock.co/post/184000/european-crypto-venture-firm-leadblock-partners-hits-first-close-of-150-million-fund-exclusive
(2) https://www.theblock.co/post/183787/russias-central-bank-promotes-crypto-as-means-of-internationalizing-embattled-economy?utm_source=rss&utm_medium=rss
(3) https://www.coindesk.com/business/2022/11/07/bitcoin-miner-iris-energy-faces-default-claim-on-103m-of-equipment-loans/?utm_medium=referral&utm_source=rss&utm_campaign=headlines

OVERVIEW

Trader's Digest

Bitcoin broke the $20,000 support level, after a wave of sellers came in around 9:45 pm, pressuring the cryptocurrency market to new weekly lows. Indeed, Bitcoin traded as low as $19,300 while Ether touched $1,435.

The next support level to monitor for our main cryptocurrency is the $19,150 point of control, and most importantly the $17,500 pivot point ahead of the US CPI released on Thursday.

Other than the two main cryptocurrencies, a few coins also retraced to interesting levels. On the initial sell-off, BNB was indeed holding its ground versus the rest of the market. Then, once most of the market was in the red, BNB followed and retraced all the way to $313. BNB has been performing quite well in the past few weeks, looking quite attractive technically, the reasons why we saw buyers picking up the dip overnight.

Looking at the Forex market, the USD index is now trading at a very important support level. The breakout or hold of this technical support will be extremely decisive for the next directional move in the market, especially once we get the final inflation numbers at the end of the week. Additionally, the pound versus the dollar is also trading at a very key level. Indeed, looking at a daily chart GBPUSD is trading right at resistance, pretty much mirroring the USD Index.

Main components of the commodities market are also trading at critical levels this morning. Looking at gold versus the dollar, we can see the retest of the two yearlong support and resistance level of $1,680. On top of that, gold is also trading and hovering right at the August downtrend line, right at the edge of low volume area. A breakout would have gold go through the vacuum zone, while holding the technical level would have it retest the triple bottom at $1,617.

Finally, I can stress this enough... Be aware of the US CPI data being released Thursday 8:30am.

NicolasCarrier published on TradingView.com, Nov 08, 2022 09:15 UTC-5

TradingView

NicolasCarrier published on TradingView.com, Nov 08, 2022 09:15 UTC-5

TradingView

NicolasCarrier published on TradingView.com, Nov 08, 2022 09:17 UTC-5

TradingView

OVERVIEW

Altcoin Analysis

Altcoins took a beating overnight as market participants are growing fearful over concerns that FTX might be on the brink of insolvency due to Binance's remarks.

We were witnessing FTT take a deep dive during the Asian open around 9:45PM ET while the Alameda CEO was busy deleting her tweets leading up to it. FTT tumbled 13% in 5mins and 30% in 3hrs. According to The Block, on-chain data is suggesting that FTX may have stopped processing withdrawal requests starting this morning at 6:37am ET.

It's tough to know with certainty what's real and what's not, but clearly no one is interested in taking a risk in this market environment.

On the other side of the ring, BNB remained stable at first before following the market to the downside. Traders were executing spread trades going short FTT while going long BNB. After BTC and ETH started to feel more pressure, BNB decided to follow and head lower as well.

Tracking BNBUSDT/FTTUSDT, we can see that BNB outperformed FTT by over 30% on the start of the meltdown. Even after this mess, BNB/BTC remains one of the only top 20 altcoins (along with LINK) that are showing a positive return vs. BTC.

Looking at BNBUSDT, prices pulled back towards the breakout area of the previous ascending triangle pattern near $330. The coin remains in an uptrend even though it may continue slightly lower towards the $300 mark which would serve as an attractive entry zone.

BNBBTC continues to reach record highs as Binance Coin is outperforming the overall market.

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