NOVEMBER 4 - 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	$21,095	4.35%	$20,181	$21,159	0.0047%
ETH/USD	$1,660	7.33%	$1,527	$ 1,661	0.0012%
XAU/USD	$1,675.10	2.67%	$1,638.60	$1,675.10	
USD/CAD	$1.3482	-1.91%	$1.3477	$1.3753	
EUR/CAD	$1.3386	-0.09%	$1.3271	$1.3417	

BITCOIN

A snapshot of Bitcoin's spot price as of this writing is $21,095 representing a 4.35% increase the last 24 hours and 9.96% decrease in trading volume. The funding rate of BTC is 0.0047%.

ETHEREUM

ETH is trading at $1,660 as of this writing, representing a 24-Hour increase of 7.33% and a funding rate of 0.0012%. Over the last 24 Hours, the trading volume decreased by 30.40%. As of today, ETH holds 18.3% of the cryptocurrency market, making it the second-largest coin traded.

OVERVIEW

Latest Digital Asset News

1- Goldman Sachs seeks to impose order on expanding crypto universe with classification system

Goldman Sachs is making a bid to standardize the way the financial industry talks about, tracks and invests in the burgeoning universe of digital assets, CNBC is first to report. The investment bank is set to unveil a data service created with global index provider MSCI and crypto data firm Coin Metrics that seeks to classify hundreds of digital coins and tokens so institutional investors can make sense of the new asset class, according to executives at the three firms. “The digital asset ecosystem has really expanded over the last couple of years,” said Anne Marie Darling, head of client strategy for Goldman’s Marquee platform, in an interview. “We’re trying to create a framework for the digital asset ecosystem that our clients can understand, because they increasingly need to think about performance tracking and risk management in digital assets.”

2 - EU Delays Vote on MiCA Crypto Legislation Until February

European Union lawmakers won’t vote on the Markets in Crypto Assets regulation (MiCA) until February, likely meaning further delays in the landmark licensing regime for crypto companies within the bloc, a spokesperson said. A previous tentative plan for the parliament to vote at its December plenary session has been abandoned given the length and complexity of the text. The political outline of the legislation, which sets reserve requirements for stablecoins intended to avoid a terraUSD-style collapse, was approved in June, and the final text published in October. However, the text still needs to be formally signed off by both lawmakers and national governments that make up the EU’s Council.

3 - UBS AG unveils publicly traded digital bond that settles on blockchain

Investment bank UBS AG has introduced its new digital bond, which the bank says is the first-ever to be publicly traded and settled on both blockchain-based and traditional exchanges. The digital bond has the same investment structure, legal status and rating as a traditional senior unsecured note, the bank said in a press release. “We are proud to leverage distributed ledger technology to launch the inaugural UBS digital bond,” UBS Group Treasurer Beatriz Martin said in a statement. “This shows our commitment to support the development of new financial market infrastructure.”

4 - ‘Hundreds’ of Crypto Cases Coming, IRS Criminal Chief Says

The IRS’s Criminal Investigation division is building “hundreds” of crypto cases, and many of them will soon be public, division chief Jim Lee said Thursday. The cases involve areas like “off-ramping” transactions, in which digital assets are exchanged for fiat currency, as well as people being paid in crypto and not reporting, Lee said during a press call. “In the last three years I’ve really seen a shift” in digital asset investigations, Lee said. Previously, most were related to money-laundering, he said, but tax cases now make up about half the mix.

(1) https://www.cnbc.com/2022/11/03/goldman-sachs-unveils-crypto-classification-system-aimed-at-institutional-investors.html
(2) https://www.coindesk.com/policy/2022/11/04/eu-delays-vote-on-mica-crypto-legislation-until-february/
(3) https://www.theblock.co/post/182788/ubs-ag-unveils-publicly-traded-digital-bond-that-settles-on-blockchain?utm_source=rss&utm_medium=rss
(4) https://news.bloombergtax.com/crypto/hundreds-of-crypto-cases-coming-irs-criminal-chief-says

OVERVIEW

Trader's Digest

The U.S. releases its official labor market report for October, which is expected to show that hiring slowed again last month as the economy cooled. But the labor data came in mixed, with strong NFP, mixed average hourly earnings, and lower Unemployment rate.

Take notes of the rising unemployment rate and a sizable decline from previous readings (not expectations) in the household survey of 325,000 jobs… Safe to say the UR number was the major market moving metric this morning.

Investors initially took the data as bearish, pushing risk assets and bonds lower, before mean reverting, making new session highs as the US Dollar melted 0.65% lower.

Additionally, Chinese stocks roared to their best week in 11 years as hopes grew for an end to the Zero-COVID policy, supporting the broader equity, and commodity market.

Technically, Bitcoin is now trading above yesterday's high, hovering around 20,800 while other cryptocurrencies are heavily in the green early this morning.

Prices are in a sideways trading range looking at higher time frame but the direction in which prices "break out" of the trading range is likely to be the direction of the next significant trending price move. Bulls have the slight overall near-term technical advantage, which puts technical odds slightly in favor of an upside breakout towards $22,700.

NicolasCarrier published on TradingView.com, Nov 04, 2022 09:30 UTC-4
U.S. Dollar Currency Index, 4h, TVC O112.423 H112.753 L111.522 C111.620 −0.800 (−0.71%)
TradingView

NicolasCarrier published on TradingView.com, Nov 04, 2022 09:30 UTC-4
Ethereum / U.S. Dollar, 1D, COINBASE O1530.81 H1624.96 L1528.01 C1623.34 +92.53 (+6.04%)
Bitcoin / U.S. Dollar, 1D, COINBASE O20208.02 H20895.10 L20181.61 C20881.27
TradingView

OVERVIEW

Altcoin Analysis

As Bitcoin rebounds off the psychological $20k support, altcoins have stepped in and grabbed everyone's attention.

The two altcoins on our radar this morning are Polygon and Binance Coin. Both have been gaining serious traction in the headlines and have broken out from a chartist point of view.

Starting with Binance Coin (BNB), prices have finally broken out of an ascending triangle pattern and are pushing higher towards our first target of $415 and our final target of $450. It's possible that we witness a pullback towards the breakout area of $330 which would serve as an attractive entry for anyone who has missed the move.

Moving on with Polygon (MATIC), we finally broke past the psychological barrier of $1. The coin is outperforming its peers this morning with an impressive 22% push. As long as we trade above $0.93, we expect further advance towards our next target of $1.31 and $1.50 in extension.

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