

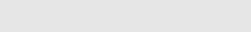
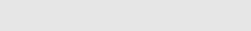
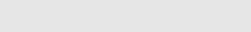


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DIGITAL ASSET MARKET NEWS

October-04-21 // TRADING@SECUREDIGITALMARKETS.COM

MARKET INSIGHT | October 04 2021, 10:30 AM EST

Key Metrics					
Assets	Spot Price	Change (%)	Low	High	7-Day Volatility
 BTC/USD	\$48,340.87	0.45%	\$47,267.50	\$ 49,191.92	
 ETH/USD	\$ 3,405.41	3.47%	\$ 3,297.81	\$ 3,489.19	
 Gold	\$ 1,757.40	-0.06%	\$ 1,747.30	\$ 1,763.40	
 USD/CAD	\$ 1.257	-0.62%	\$ 1.256	\$ 1.266	
 EUR/CAD	\$ 1.463	-0.27%	\$ 1.461	\$ 1.468	

BITCOIN: A snapshot of Bitcoin's spot price as of this writing is \$48,340 representing **10.66%** increase the last seven days and **1.5%** increase in trading volume. The 30-day volatility of BTC is **42.5%**. Bitcoin remains the top cryptocurrency trading with a support at \$42,000 and resistance at \$50,000.

ETHEREUM: ETH is trading at \$3,405 as of this writing, representing a **24-Hour decrease of 0.82%** and **30-day volatility of 72.28%**. Over the last 24 Hours, the **trading volume decreased by 4.98%**. As of today, ETH holds 19.31 % of the cryptocurrency market, making it the second-largest coin traded.

THREE INTERESTING FACTS TO START YOUR DAY

- 1) **Inflation:** Ed Yardeni, president and chief investment strategist at Yardeni Research, says inflation is spreading and expects OPEC to increase oil production. He speaks with Bloomberg's Tom Keene and Lisa Abramowicz on "Bloomberg Surveillance".
- 2) **Challenging:** China Evergrande Group and its property management unit were halted in Hong Kong trading on Monday on news that Hopson Development would buy a majority stake in its property services division. Evergrande's problems are far from over, with payment due today on a \$260 million note with no grace period, meaning failure to pay would trigger a default. However, Chinese authorities seem more concerned with ring-fencing Evergrande to prevent contagion than they are with ensuring bondholders are paid.
- 3) **Coming up:** The lack of progress in Congress on the U.S. debt crisis is alarming some Wall Street and Washington officials, despite most people not expecting a default to happen this month. Democrats are being pressured by Republicans to use a convoluted budgetary process to raise the debt ceiling limit by Yellen's deadline October 18.

LATEST DIGITAL ASSET NEWS

- 1) **Japan's National Tax authorities.** Japan's national tax authorities are strengthening their taxation procedures for crypto.

After a large-scale audit in the Kanto region, dozens of citizens have been accused of failing to pay 1.4 billion yen (\$12.6 million). In particular these transactions relate to profit from trading ADA known as the Japanese Eth. ADA traders deliberately avoided paying taxes by either not declaring their profits or deceptively hiding them. Tax authorities have identified 670,000 yen (\$6 Million) in underreported taxes.

Cardano is often called the "Japanese Ethereum" due to the fact that over 90 percent of its initial coin offering (ICO) participants are from Japan.

Until recently, however, it was only possible to trade ADA on overseas exchanges, such as Binance, due to stringent regulations. In late August, ADA became available for trading on the Bitpoint exchange in Japan.

- 2) **Coinbase Meeting with US Lawmakers to discuss crypto regulatory proposal**

The Nasdaq-listed cryptocurrency exchange Coinbase is meeting with members of Congress to discuss the cryptocurrency regulation it plans to propose, according to CEO Brian Armstrong.

In an interview with Techcrunch Disrupt 2021 on Sept. 22, Armstrong revealed his company was preparing a draft regulatory framework to submit to US lawmakers. The crypto regulatory proposal is expected to be distributed in October.

As regulators often seek industry feedback when creating new rules, the CEO said he had been asked more than once for a crypto regulatory framework proposal.

Coinbase's CEO said he prefers a federal framework rather than dealing with individual state laws and agencies. He was quoted as saying:

We have a proposal that we want to put out there that could help maybe create at least one idea about moving forward. But this is going to require input from a lot of people.

Furthermore, recent tensions between Coinbase and the SEC emerged over its lending product that the Commission views as a security. The SEC threatened to sue

Coinbase if it went ahead with the product without registering. Consequently, Coinbase had put a slight pause to its lending product.

Earlier this year, Gary Gensler, chairman of SEC, explained that crypto exchanges that accept funds from investors should consider the securities laws carefully and seek registration with the agency."

3) KuCoin latest Crypto exchange to boot Chinese mainlanders

Mainland Chinese residents were once again barred from trading crypto last Friday after the People's Bank of China issued another blanket ban of the market. KuCoin became the latest exchange to remove mainland users from its existing user base of 8 million. The exchange had announced all mainland Chinese users would be required to withdraw before December 31.

Huobi and Gate.io had also joined the list of exchanges ceasing mainland Chinese users. In a statement last Sunday, Huobi announced Chinese mainland citizens will not be able to create new accounts, while existing Chinese accounts will have until December 31 to withdraw before their accounts are removed. Over the weekend, Gate.io had also announced the decision to stop accepting new customers from mainland China.

Several top mining pools, including Ethereum mining pool SparkPool and Chinese-based BeePool, had ceased operations, citing the new Chinese regulation. China's e-commerce giant, Alibaba had also stepped in to help the shutdown of China's crypto industry. The e-commerce had announced vendors are prohibited from selling crypto mining equipment through Alibaba's platform. Furthermore, coin aggregator sites CoinGecko and CoinMarketCap have also been blocked by China's firewall.

TRADER'S DIGEST: MARKET MOVEMENT

A heated market is developing for cryptocurrencies. September saw a number of bearish events, which sparked a debate about when proper regulation would come into force.

Gary Gensler, chairman of the Securities and Exchange Commission, recently spoke about the issue at the Vox Media's Code Conference in Beverly Hills in an interview with former federal prosecutor Preet Bharara.

In discussing the current wave of innovation in the world, Gensler maintained the same views on being tech neutral. His concerns are primarily in making sure that investors are "getting full and fair disclosure" when it comes to investing in digital assets.

He made an impressive comment about how the trillion-dollar industry will be affected if it does not comply with cryptocurrency regulations.

"This is not going to end well if it stays outside of the regulatory space. To think that a field that's grown 10-fold in the last 18 months—not just in terms of asset value, but in the underlying lending and much more—that it's going to stay outside of these public policy frameworks and succeed. We'll end up with a problem, and a lot of people will be hurt."

Furthermore, Glenser stressed the consequences of the market depend on whether the market players are willing to comply with all the tax and AML policies, adding that the SEC's role was to "have a responsibility to the American Public", and therefore, it is important for the crypto space to be regulated.

Over the weekend, BTC/USD broke the resistance of \$48,000, where it stood for a while. A brief retracement occurred on Sunday to \$47,000, but the bulls soon regained control and sent the pair back north.

For the first time since early September, BTC exceeded \$49,000. However, It failed to rise further, and the subsequent rejection caused it to plummet by more than \$1000.

At the time of press BTC is trading at 47,900, the pair had recovered some ground. Nevertheless, the market capitalization of Bitcoin is just over \$900 billion, with a dominance of

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42.5% over alternative coins. Most alternative coins have experienced a similar stagnation today,



apart from Alogorand, Tezos, and Axe Infinity.

Currently the pair, BTC/USD is trading in the high 50's RSI level on the 4-hour chart, indicating BTC is approaching overbought territory. In the short run, we may see an increase in selling pressure.

Support: In contrast, the MACD indicator for BTC/USD indicates a rise in downward pressure, which is consistent with RSI approaching overbought territory. **The support range is between \$40,000 and \$42,000**, where a breakout occurred on August 6.

Resistance: Following the rally above \$49K, **the next resistance level is seen at \$50K**. The next all-time high could come if bitcoin breaks above \$50K resistance.

UPCOMING DATES		
Company	Pending Applications	SEC Response Date
VanEck	VanEck Bitcoin Trust	Nov. 10 2021
Wisdomtree	Wisdomtree Bitcoin Trust	Dec. 05 2021
Kryptoin Invst Advisrs	Kryptoin Bitcoin ETF Trust	Dec. 18 2021
Valkyrie Investments	Valkyrie Bitcoin Fund	Jan. 1 2022
First Trust & SkyBridge	First Trust SkyBridge Bitcoin ETF Trust	Jan. 16 2021
Fidelity	Wise Origin Bitcoin	Jan. 20 2022
21Shares / Ark Invest	ARK 21Shares Bitcoin ETF	Mar. 30 2022
Global X	Global X Bitcoin Trust	Apr. 14 2021

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Disclosure

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