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# DIGITAL ASSET MARKET NEWS

## MARKET INSIGHT | November 05 2021, 10:30 AM EST

Key Metrics					
Assets	Spot Price	Change (%)	Low	High	7-Day Volatility
BTC/USD	\$61,709.56	0.59%	\$60,867.87	\$ 62,622.71	
ETH/USD	\$ 4,523.82	0.21%	\$ 4,458.78	\$ 4,574.28	
Gold	\$ 1,798.20	0.26%	\$ 1,784.00	\$ 1,805.00	
USD/CAD	\$ 1.246	0.06%	\$ 1.244	\$ 1.248	
EUR/CAD	\$ 1.436	-0.18%	\$ 1.434	\$ 1.441	

**BITCOIN:** A snapshot of Bitcoin's spot price as of this writing is \$61,709 representing **0.5%** decrease the last 24 hours and **7%** increase in trading volume. The 30-day volatility of BTC is **41%**.

**ETHEREUM:** ETH is trading at **\$4523** as of this writing, representing a **24-Hour decrease of 0.8%** and **30-day volatility of 46%**. Over the last 24 Hours, the **trading volume decreased by 14%**. As of today, ETH holds 19% of the cryptocurrency market, making it the second-largest coin traded.

## LATEST DIGITAL ASSET NEWS

1) **Regulations: Pair of U.S. congressmen advocate for Bitcoin Spot ETF in letter to SEC Chair**

In a letter, US congressmen Tom Emmer and Darren Soto questioned why the financial regulators are comfortable with approving a derivative-based Bitcoin ETF rather than a spot based one. They argue that Bitcoin spot ETFs offer investors more protection than ones that are based on derivatives. "Since the SEC no longer has concerns with Bitcoin futures ETFs (given trading has begun for these products), then it presumably has changed its view about the underlying spot Bitcoin market." Stated the letter.

2) **Chainlink now secures over \$75 billion on supported dApps:**

Chainlink, which is the market-leading blockchain oracle solution has crossed \$75 billion in TVS (total value secured). In general, blockchains and smart contracts are not actually able to connect with real-world data and systems. Chainlink tackles this problem by using oracle networks that pull and aggregate data from the real world in order to trigger smart contracts that are built on top of blockchains.

- a. "Without trusted price data to trigger smart contracts, it is impossible to build DeFi applications, and we do not think it is a coincidence that the rate at which Chainlink has been able to bring new market data onto blockchains has been the rate at which developers have been able to build exciting new DeFi apps." said Sergey Nazarov, co-founder of Chainlink

**3) Bitcoin invests \$1 billion in Bitcoin Futures provider CME group:**

CME futures, has secured a \$1 billion investment from Google to help transfer its core trading systems to the cloud. The two parties have agreed one a ten-year partnership. CME will aim to onboard new users faster and develop new features with Google Technology, such as AI software. CME has recently launched Bitcoin futures trading as well as Ethereum futures and micro Ethereum futures contracts.

**4) Electronic Arts CEO: NFTs a key part of the future of gaming industry:**

Major game publisher Electronic Arts sees potential in the NFT and play-to-earn gaming spaces. On quarterly earnings call today, EA CEO Andrew Wilson was asked about the opportunity that the company sees in the space, "I think the play to earn or the NFT conversation is still really, really early, and there's a lot of conversation. And there's at some level, a lot of hype about it. I do think it will be an important part of the future of our industry on a go-forward basis. But it's still early to kind of figure out how that's going to work."

**5) Around the world: India's top payment firm Paytm reportedly considers Bitcoin services:**

Today, India's leading digital payments company said that it would consider Bitcoin services if the country's regulatory framework for cryptocurrencies was more definite. During an interview on Bloomberg with Paytm's chief financial officer Madhur Deora, he stated "Bitcoin is still in a regulatory area if not a regulatory ban in India. At the moment Paytm does not do Bitcoin. If it was ever to become fully legal in the country, then clearly there could be offerings we could launch."

## TRADER'S DIGEST: MARKET MOVEMENT

Looking at the BTCUSD 4H charts, we can see that it has been ranging for the past two weeks. BTC has been mostly trading between the 60,000 and 64,000 marks. When looking at the visible range volume profile indicator drawn from the beginning of October, we can see the point of control around 61,220. Moreover, BTCUSD does not want to trade into the low volume area below 60,000, whereas BTCUSD was bought back strongly every time it attempted to move lower.

It is also interesting to see that many indicators are forming hidden bullish divergences. As seen on the graph, these divergences were formed with the last three bottoms. The first hidden divergence is formed from the November 1st bottom, situated right on the uptrend line, connecting yesterday's hammer candlestick formed by the FOMC statement. The second hidden divergence connects once again yesterday's 4H hammer and today's downtick. To specify, a hidden divergence works like the following: The price makes a higher low compared to the initial low while the technical indicator makes a lower low relative to the previous low.



This setup signals a hidden bullish divergence where the price tends to break out higher if completed.

Another important piece of information to monitor is the uptrend line that started on October 12th. BTCUSD tested the trend line many times in the past few weeks, bouncing back higher every time it was challenged lower.

Finally, it will be key to monitor the price action and tonight's daily candle close. Looking at the short-term horizon, the next two levels to the upside are 62,000 and 63,000, both next high-volume nodes. As for volume profile, the market is attracted to high volume areas and tends to move towards them. On the other hand, if BTCUSD disregards the hidden divergences, retests the uptrend line, and breaks below 60,000, the next high-volume node is right at the 59,000 and 57,400 marks. BTCUSD could move through the nodes sharply as there is not a lot of volume between them. However, we are trading right in the middle of the range with BTC dominance trending lower.

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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