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Market Insight



Key Metrics					
Pairs	Spot Price	24 Hr Change	Low	High	Funding Rates
BTC/USD	\$30,658	8.20%	\$27,949	\$30,921	0.0021%
ETH/USD	\$2,106	11.31%	\$1,874	\$2,128	0.0038%
XAU/USD	\$1,802.80	-1.03%	\$1,798.60	\$1,829.50	
USD/CAD	\$1.2973	-0.56%	\$1.2975	\$1.3053	
EUR/CAD	\$1.3457	-0.62%	\$1.3451	\$1.3553	

BITCOIN: A snapshot of Bitcoin's spot price as of this writing is \$30,658 representing a 8.20% increase the last 24 hours and 37.73% decrease in trading volume. The funding rate of BTC is 0.0021%.

ETHEREUM: ETH is trading at \$2,106 as of this writing, representing a 24-Hour increase of 11.31% and a funding rate of 0.0038%. Over the last 24 Hours, the trading volume decreased by 42.92%. As of today, ETH holds 18.3% of the cryptocurrency market, making it the second-largest coin traded.

UPCOMING DATES		
Company	Pending Applications	SEC Response Date
WisdomTree Digital Commodity Services	WisdomTree Bitcoin Trust	May 15, 2022
One River Carbon Neutral Bitcoin Trust	One River Digital Asset Management	June 2, 2022
Bitwise	Bitwise Bitcoin ETP Trust	July 1, 2022
Grayscale	Grayscale Bitcoin Trust	July 6, 2022
WisdomTree Bitcoin Trust	WisdomTree	October 10, 2022

Latest Digital Asset News



1) Regulations: FTX US Hires Fidelity Executive as Crypto Exchange Seeks New York Approval ¹

FTX US has appointed former Fidelity Investments Inc. executive Marissa MacDonald as chief compliance officer for a to-be-formed New York unit, a move coming as the cryptocurrency exchange seeks approval to operate in the state. Ms. MacDonald, who has expertise in financial services as well as the digital space, will be “invaluable” to FTX’s efforts, company President Brett Harrison said Wednesday. FTX wants to secure a license from the New York State Department of Financial Services, an important regulator. Ms. MacDonald had worked for 14 years at Fidelity, most recently as chief compliance officer for digital assets. She started her career at Ernst & Young.

2) Celsius pulled half a billion dollars out of Anchor Protocol amid Terra chaos ²

Crypto lending business Celsius had at least half a billion dollars of funds parked in Anchor Protocol but appears to have pulled all of it out over a frantic 24 hour period earlier this week. Wallets controlled by Celsius sent at least 261,000 ETH (\$535 million at current prices) to Anchor Protocol over the past five months, according to analysis conducted by The Block Research and Hoptrail, a blockchain data firm. The same analysis and comments from a person close to the situation suggest, however, that Celsius was able to withdraw the entirety of those funds.

3) Tether cuts holdings of commercial paper, says majority of exposure in Treasuries ³

Tether, the third largest cryptocurrency in terms of market capitalization, said the majority of its reserves are in U.S. Treasuries after having reduced its exposure to commercial paper over the last six months, its Chief Technology Officer Paolo Ardoino said on Thursday. Ardoino did not say what proportion of the reserves are currently held in commercial paper but said it is “still going down” and that a quarterly update on the reserves would be available later in the month. Joseph Abate, managing director, fixed income research, at Barclays said the concern among investors is that in a financial run, Tether might be forced to sell its holdings in order to meet redemptions.

¹ <https://www.wsj.com/articles/ftx-us-hires-fidelity-executive-as-crypto-exchange-seeks-new-york-approval-11652388786>

² <https://www.theblockcrypto.com/post/146752/celsius-pulled-half-a-billion-dollars-out-of-anchor-protocol-amid-terra-chaos>

³ <https://www.reuters.com/markets/currencies/tether-has-reduced-its-exposure-commercial-paper-cto-says-2022-05-12/>

4) UAE's Emirates Airline Set to Use 'Bitcoin as a Payment Service' ⁴

The United Arab Emirates (UAE)'s leading airline, Emirates Airline, will soon embrace "bitcoin as a payment service," the company's chief operating officer (COO) Adel Ahmed Al-Redha has said. In addition, the airline will add non-fungible token (NFT) collectibles on its webpage. Reports of the airline's plan to embrace bitcoin come just a few weeks after it revealed its NFT and metaverse plans. As reported by Bitcoin.com News, the company's goal with the metaverse launch is to ensure the airline is "aligned with the UAE's vision for the digital economy." The report did not state when the airline expects to launch its bitcoin payment service.

5) Around the world: Nomura Starts Offering Bitcoin Derivatives to Clients in Asia ⁵

Nomura Holdings Inc. has started offering Bitcoin derivatives to clients in Asia after institutional demand for cryptocurrency products increased "significantly" in the past two years. Japan's biggest brokerage is offering non-deliverable forwards and non-deliverable options settled in cash, and can now trade Bitcoin futures and options, Tim Albers, head of forex structuring in Asia ex-Japan, said in an interview. Nomura carried out its first digital trade on CME Group Inc.'s platform this week with Cumberland DRW LLC, a market-maker in Bitcoin and other cryptocurrencies. That trade was made despite a recent meltdown in the crypto sector after the collapse of the TerraUSD stablecoin triggered a flight from many popular digital tokens.

⁴ <https://news.bitcoin.com/report-uae-airline-emirates-set-to-use-bitcoin-as-a-payment-service/>

⁵ <https://www.bloomberg.com/news/articles/2022-05-12/nomura-starts-offering-bitcoin-derivatives-to-clients-in-asia>

Traders' Digest

Bitcoin has fallen over 35% since May 5th where the bearish pressure started. We recently rebounded from the \$25,500 level and now prices are trading near \$30,700. Using the Fibonacci retracements from when the bearish pressure started, we get a set of important levels to look out for. The 38.2% level intersects with the low posted in Summer 2021 as well as the current price where we've noticed the most amount of volume. We are also keeping a close eye to the 61.8% retracement level which approximately intersects with the lows of January and February.

Looking at the indicators, the RSI needs to break above its previous support near 38 for any sign of hope. A break above 50, which hasn't happened since April, would push us to be a lot more optimistic and is definitely a level to look out for.

Looking at the Nasdaq futures (NQ), we seem to be trading within a declining channel pattern on the 4h timeframe. In this market, it seems that most rallies are to be shorted. We recently rebounded from off the bottom-end of the channel and are now moving towards the top-end near \$12,550. A break above \$12,775 would ignite bullish momentum towards the next resistance level of \$13,500 which also intersects with the 61.8% Fibonacci level.

yacine.ouldchikh published on TradingView.com, May 13, 2022 11:14 UTC-4





Altcoin Analysis

The top Metaverse coins have followed the market to the downside but are rebounding heavily this morning.

Sandbox recently broke below a descending triangle pattern and has since been under a lot of pressure. The profit target of the pattern, which is the width of the triangle extrapolated downward from the breakout level, was spot on with a price of \$0.955. Once the profit target was achieved, prices started to rebound just like the rest of the market.

Looking at SANDBTC, we are currently trading right on the bottom-end of this declining trend channel and might continue to rebound.

It seems that we might enter a Dead Cat Bounce, where prices will recover as close as possible towards the breakout area before dropping some more. If prices recover towards \$1.95 and especially \$2.45, it could serve as an interesting level to short.



When it comes to trading alt coins, it is very important to track the movement of Bitcoin. When BTC appreciates or consolidates in a range, some of these coins can flourish but if the former gets dumped then the latter will get destroyed. Therefore, these types of analysis depend on the trajectory of Bitcoin's price action. Timing is of the essence.

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Disclosure

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