

# Crypto Week of June 13

## Thoughts on Market

This is what they call a ‘deleveraging’. In simple terms, everyone who borrowed to invest in crypto - be it by taking out fiat loans with their bank or crypto-backed loans with DeFi protocols - are getting absolutely rekt. Those who borrowed from exchanges to speculate on the short term price action of crypto got even more rekt, with at least 1.3 billion\$ lost.

Under normal conditions, these liquidations wouldn’t do that much damage to the crypto market, because there would be enough buyers around to absorb the sell pressure - “buy the dip”, as they say. Fiat HODLing is finally starting to happen in crypto too, and I say finally because BTC is generally considered to be the safe haven (relative to altcoins at least). This is why it took me by surprise when Bitcoin dominance suddenly dropped, without altcoin dominance increasing. CoinMarketCap reveals a flight to fiat - to stablecoins like USDT and USDC.

This is the first time I’ve seen this in a while, and it tells me that investors are expecting a lot more pain in the crypto market. Many were expecting the previous bull market highs of 18-20k to hold for BTC, but we sliced through 20k like butter. Some are arguing that this is because we were already below the previous high when you factor in inflation.

If you’re wondering when we could finally see the volatility start to decline, I’m afraid this is unlikely to happen anytime soon. It looks like regulators are trying to capitalise on the crypto crash by using it as justification for a crackdown. The irony of course is that everything else is crashing too, yet you don’t see calls for stricter regulation there, do you?

Crypto investors also seem to be on edge about the possibility (if not the likelihood) that the SEC will reject Grayscale’s spot Bitcoin ETF application. The decision date is set for July 6th, and a rejection could dash the hopes of a spot Bitcoin ETF being approved for the foreseeable future. Conversely, an approval could keep the crypto markets afloat.

We’re all wondering now is where exactly the bottom is, and this is a question I will be answering in the next week news letter

# FRIDAY

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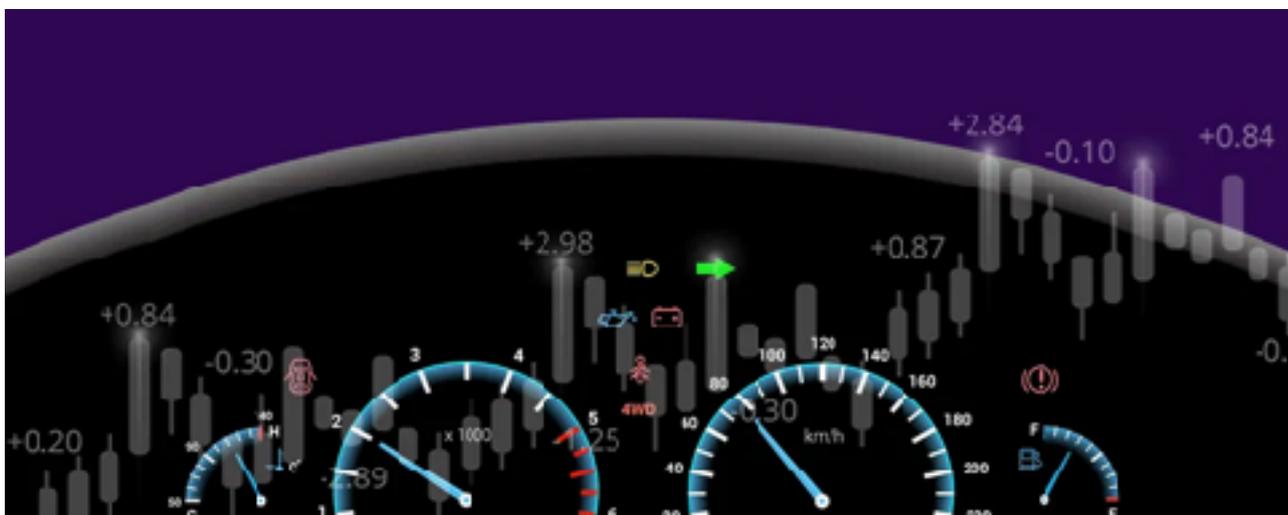
- 🛑 **Nothing to BTC Here.** BTC has dropped even lower than earlier this week. If \$20,000 support gets broken where could BTC drop to? *Click to find out.*
- 📖 **Too Cool For School.** Blockchain technology has several use cases in education. Animoca Brands recently purchased a majority stake in a company called TinyTap that they think will play more than a tiny role in the market. *Click here to find out more.*
- 📱 **You Have a Friend Request From Nansen!** Nansen announced Wednesday the launch of a crypto-native messaging app. ...

# THURSDAY



-  **Ethereum 2: The Mergening.** With Ethereum 2.0 seemingly right around the corner, let's take a look at what could be in store. ..
-  **Different Directions.** Let's look at Coinbase and Kraken - two big players handling this market very differently. *Click to find out their controversial policies.*
-  **The FED and Spiralling Inflation.** Last month the US federal reserve announced that they would use the six (of 8) remaining FOMC meetings to combat spiralling inflation. ..

# WEDNESDAY



-  **Investors, Take the Next Right.** Last week we broke down Nansen's report on using smart money indicators to improve your profitability in the crypto market. This week, in part 2, we dive into their breakdown of fundamental market indicators that anyone can use to improve their strategy.
-  **Red Arrows.** 3AC is a hedge fund in the crypto space that focuses on projects with high-risk returns. It is believed that they had a large stake in UST as it crashed.
-  **Crypto Jenga.** Celsius is a centralized crypto-staking platform, generating returns by taking advantage of arbitrage opportunities. It was all plain sailing for a while, but after having a large stake in UST all the pieces came tumbling down.

# TUESDAY



- 🧘 **Dear Meditators...** These are some of the worst market conditions since 2018. Usually, chaos breeds opportunity.
- 📉 **USDD Down.** Following Terra's UST de-pegging, and LUNA crashing to zero the fragility of algorithmic stablecoins was highlighted. Now Tron's stablecoin USDD dipped to 0.97, raising fears that a similar death spiral may play out. *Let's take a look.*
- 💣 **A Ticking Difficulty Bomb.** Ethereum's long-anticipated 'Merge' has suffered another delay as core developers decided to delay handling the 'difficulty bomb'. ...

# MONDAY



-  **BT-Sea of Despair.** We see newfound lows for Bitcoin this week, but are there any key levels you should be looking out for? *Click to find out.*
-  **Heat Gets Turned Up On Celsius.** The weekend wasn't good for Celsius. The lending platform's CEL token sharply fell from a local high put in yesterday as Celsius froze user funds. ..
-  **Mastercard Makes NFTs Possible for Everyone.** Mastercard just announced that they are allowing cardholders to buy NFTs on a couple of different marketplaces. ..

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