



JUNE 12 - 2023

DAILY MARKET REPORT



SECURE
DIGITAL MARKETS

Institutional research.

Markets Insights

	S2	S1	R1	R2	24H %	7D %	30D %	YTD %
Bitcoin	25,250	26,300	27,500	28,500	0.26%	0.26%	-1.28%	55.66%
Ethereum	1,570	1,710	1,850	1,930	0.40%	7.02%	-5.03%	44.88%
S&P 500	4,120	4,190	4,315	4,390	0.19%	0.78%	4.13%	14.87%
Nasdaq	13,900	14,250	14,850	15,275	+0.50%	0.30%	8.88%	33.50%
US Dollar Index	101.70	102.55	104.30	105.30	0.10%	-0.11%	1.18%	0.93%

Next FOMC meeting: June 14 2023.

- Probability of a 0bps hike → 75%
- Probability of a 25bps hike → 25%



BITCOIN

Price: \$25,790

Change (24hrs): +0.20%

Trading Volume (24hrs): +1.5%

Funding rate: 0.0097% (-28%)



ETHEREUM

Price: \$1,731

Change (24hrs): -0.70%

Trading Volume (24hrs): +14%

Funding rate: 0.0069% (+10%)



Latest Digital Asset News

a16z Opening UK Office as Prime Minister Plans to Make Country Web3 Hub

Venture firm Andreessen Horowitz plans to open its first international office in the U.K. due to increasing regulatory scrutiny on cryptocurrencies in the United States. a16z has appointed several prominent individuals, including former executive director of UK government's digital service Tom Loosemore, to lead its UK operations. The firm aims to invest in promising technology startups in the region, particularly in sectors such as fintech, digital health, and consumer internet. By establishing a presence in the UK, a16z intends to tap into the country's thriving startup ecosystem and support innovative companies in their growth journey, while also benefiting from the potential investment opportunities available in the region.

Open Interest in Binance's BNB Token Futures Jumps to 5-Month High

The surge in open interest comes alongside a decline in price and signals an influx of bearish short positions in the market. Open interest, or the number of unsettled and active futures contracts tied to Binance's BNB token, continues to rise. Total open interest rose to 1.57 million BNB (\$360 million) on Monday, the highest since Jan. 1. BNB's going market rate fell to \$221 early Monday, nearly matching the low registered on Dec. 12. Prices have declined by over 27% since the U.S. Securities and Exchange Commission (SEC) filed a lawsuit against Binance on June 5. An increase in open interest alongside a price decrease suggests an influx of short positions behind the sharp downtrend.

'Near Impossible to Know' What is and isn't a Security: Mark Cuban on SEC

Entrepreneur and investor Mark Cuban discussed the challenges of determining what constitutes a security in the cryptocurrency space. Cuban suggests that the current regulatory framework is inadequate for cryptocurrencies, making it difficult to determine whether a token falls under securities regulations. He emphasizes the need for clearer guidelines from the Securities and Exchange Commission (SEC) to provide certainty for market participants. Cuban also expresses concerns about potential overregulation stifling innovation and urges for a balanced approach that protects investors while allowing for the growth of the crypto industry. Overall, he highlights the importance of regulatory clarity in navigating the evolving cryptocurrency landscape.

Hong Kong Legislator Invites Coinbase to the Region Despite SEC Scrutiny

Hong Kong legislator Charles Mok has extended an invitation to cryptocurrency exchange Coinbase to set up operations in the region. Mok believes that Hong Kong's robust regulatory framework and business-friendly environment make it an attractive destination for Coinbase amidst the increased scrutiny faced by the exchange from the U.S. Securities and Exchange Commission (SEC). The invitation aims to foster innovation and provide a supportive ecosystem for cryptocurrency companies. Mok emphasizes that Hong Kong's regulatory regime strikes a balance between consumer protection and industry growth, and he believes Coinbase can benefit from the opportunities offered by the city's vibrant digital asset market.



TradFi

We anticipate a significant week in the realm of economic data, beginning with the release of the Consumer Price Index (CPI) on Tuesday.

This will be closely followed by the Federal Reserve's policy decision on Wednesday, and then the European Central Bank (ECB) and the Bank of Japan (BOJ) will finalize the week with their respective rate decisions on Thursday.

As we begin the week, equity futures are in positive territory to start the week on Monday morning, reflecting traders' optimistic sentiment.

This is largely predicated on the expectation that the Federal Reserve will refrain from implementing a rate hike during their policy meeting on Wednesday.

Upcoming:

- TUESDAY: US CPI
- WEDNESDAY: US PPI + US FOMC rate decision/economic projections
- THURSDAY: ECB rate decision + US retail sales + US unemployment claims + BOJ rate decision
- FRIDAY: US consumer sentiment

The S&P500 continues its trend higher and is now trading at its highest point since April 2022.

The index has entered overbought territory today.

Given the wide distance from its 20-day moving average, it would be safe to expect a pull back towards that level located near 4230.

- SPX > 4,190 → Bullish
- SPX < 4,190 → Neutral
- SPX < 4,065 → Bearish





TradingView



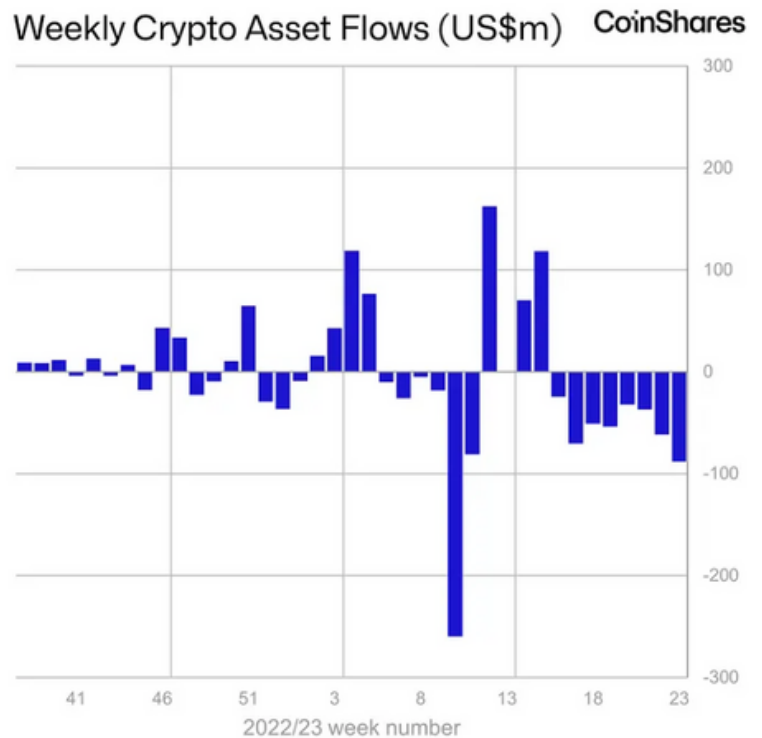
TradingView



Bitcoin

Digital asset investment products have experienced a series of outflows amounting to \$88 million, cumulatively reaching a staggering \$417 million over an eight-week period.

We can potentially attribute this trend to prevailing monetary policy uncertainties, particularly the indefinite continuation of interest rate hikes that are prompting investor prudence.



Last week, the Securities and Exchange Commission (SEC) initiated legal proceedings against industry front-runners Binance Holdings Ltd. and Coinbase Global Inc. Concurrently, the SEC identified several alternative cryptocurrencies (altcoins) as unregistered securities, notably including MATIC, Solana's SOL, and Cardano's ADA.

This regulatory scrutiny has precipitated liquidity challenges for certain entities, most notably for Scimitar Capital. As a consequential response to this predicament, the fund executed a late-night liquidation of \$2 billion worth of altcoins this past Friday, a move that has contributed to yet another sell-off in the cryptocurrency market.

- “Our fund has made the strategic decision to liquidate our crypto holdings and return the capital to our esteemed LPs. We believe this move will provide enhanced stability and opportunities.”

BTCUSDT has been dragged lower recently and is testing our support level of 25,250 which is important to keep intact. We have finally broken below the 200-week and 20-week moving average on the weekly time frame which is a bearish sign. A break below the 25,250 mark would send prices towards \$24,000.

- BTC > 28,500 → Bullish
- BTC < 28,500 → Neutral with a bearish bias
- BTC < 25,250 → Bearish



Bitcoin

yacine.ouldchikh published on TradingView.com, Jun 12, 2023 10:18 UTC-4
Bitcoin / TetherUS, 4h, BINANCE -146.05 (-0.56%)



yacine.ouldchikh published on TradingView.com, Jun 12, 2023 10:17 UTC-4
Bitcoin / TetherUS, 1D, BINANCE -68.36 (-0.26%)



Ethereum

Ethereum co-founder Vitalik Buterin has recently published a comprehensive roadmap which outlines significant improvements for the Ethereum platform, targeting issues related to scaling, privacy, and wallet security.

The roadmap proposes innovative solutions to tackle the platform's ongoing scalability issues, which have recently led to high gas fees and transaction delays. These improvements include an acceleration of the Ethereum 2.0 development, promising greater transaction capacity with the implementation of shard chains and a transition to a Proof-of-Stake consensus mechanism.

Buterin's roadmap also prioritizes enhanced privacy measures, outlining the development of more robust encryption techniques and the introduction of private transaction features, with the aim of achieving a balance between user privacy and regulatory compliance.

Moreover, the roadmap emphasizes the importance of wallet security, detailing plans to create a more secure environment for Ethereum users. The proposed strategies include improvements to private key management and authentication protocols.

The release of this roadmap demonstrates Ethereum's commitment to continually adapt and improve its technology in order to better meet the demands of its users and to maintain a competitive edge within the rapidly evolving digital asset space.

ETHUSD broke below the rising trend line that has been supporting prices since May 12th. The breakout level of 1780 will now act as resistance in the short term. ETH is now trading at its lowest level since March 28th. Our next targets to the downside are 1690 and 1635 on an intraday basis.

- ETH > 1890 → Bullish
- ETH < 1890 → Neutral with a bearish bias
- ETH < 1710 → Bearish



Ethereum

yacine.ouldchikh published on TradingView.com, Jun 12, 2023 11:05 UTC-4

Ethereum / TetherUS, 1D, BINANCE -21.37 (-1.22%)



TV TradingView

yacine.ouldchikh published on TradingView.com, Jun 12, 2023 11:05 UTC-4

Ethereum / Bitcoin, 1D, BINANCE -0.00043 (-0.64%)

**17** TradingView

Altcoin Analysis - Binance Coin (BNB)

Total open interest rose to 1.57 million BNB (\$360 million) on Monday, the highest since Jan. 1. BNB's going market rate fell to \$221 early today, nearly matching the low registered on Dec. 12. Prices have declined by over 27% since the U.S. Securities and Exchange Commission (SEC) filed a lawsuit against Binance on June 5.

An increase in open interest alongside a price decrease suggests an influx of short positions behind the downtrend.

BNB/USDT - On the Daily chart, price held above the daily low for a month before the SEC filed against Binance on June 5, which was the catalyst behind the major low being broken followed by a sharp fall to the downside. To participate in this downtrend, we are watching the resistance at 254.8 to provide a reaction for potential short positions.

ojphillips published on TradingView.com, Jun 12, 2023 09:55 UTC+1



TradingView



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