

January Analysis

BTC



So the monthly close on btc was very promising, above a 3M level roughly at 41800-4200 (varies on exchange), one takeaway from this candle immediately is that the wick on the upside is longer than the ones prior, which could draw in shorts and the narrative that “btc is overextended” even though it is not

The wick is maybe 15-20% of the entire candle, which rarely indicates to overextension

Volume having increased in comparison to the prior candles showing no signs of reversal on the monthly TF



We also just had a 3W inside candle + a red doji, this is THE most bullish thing barring price itself and the ETFs looming around the corner

Now one could be targeting the lower end of this doji for entries, but my question to you would then be “Why didnt you enter in the past few weeks, why

now during max FOMO week of the ETFs?”

In my eyes I don't see the lower end of the 3W doji getting hit until much later, depending ofcourse where THE big correction comes from



The weekly as well just had an inside week, which further confluences a breakout to be imminent imo

Judging by the massive liquidation event we had on the second week of December, which was greater than the FTX liquidations, and price now moving higher into the high 43s, it is more a matter of when 45k breaks and not if

This is all influenced by arguably the most important 12 ema band we have had to this point... a touch of the 12 ema on the 3D and priced (as shown below) reacted exactly as one would anticipate it to



Every higher timeframe factor indicates towards a breakout pending

Now when we drop into mid-TFs all the above is confluence by one of my

favourite TFs to use for swing positions



As you see the 8H bands have had their classic trap pattern

After a selloff > reclaim the bands while they flip bullish + trade above them
and the 50s for some time > sell off one last time to flush out everyone who
bought the first reclaim and trade below for some time >> reclaim the bands
while they flip bullish followed by a breakout

The 8H bands could flip bullish on this next 8H close at midnight, last factor
needed for this pattern to play out for the breakout we are all waiting for

My thoughts following the breakout

Now, with the ETFs just around the corner the narrative remains to be “sell the
news” and everyone who thinks that is just blatantly being retarded and wanting
to be a contrarian

Why would Blackrock have a failed ETF launch? The answer is they wouldn't,
it just logically makes no sense for them

They also have some of the best marketing in the world, lots of capital to sustain
this marketing and also are trusted by their clientele

This narrative of “sell the news” is perfect for us traders and also if you are an
investor

As that proves their is disbelief and also sidelined capital still in the markets,
which is absolutely crazy for us seeing the price of BTC, but understandable

when you understand people want to cope and BE RIGHT rather than make money

The way I am approaching the event is to be more bullish than I have been all of last year, I think you need to play a contrarian role here, but it's about choosing the higher EV contrarian take

The two currently are, ETF is a failure, and ETF is a massive success and we go higher than people think

Given people are wanting sub 38k to accumulate for the bullrun, the higher EV play is to be more bullish on the event as a whole

It is in BRs best interest to have btc go as high as possible during this event, from start to finish (finish being after a new narrative comes around)

So I am playing BTC to go to ATH **BEFORE** the btc halving in March, I find this the most unbelievable scenario making it the highest EV and most probable in % chance as well

“The outcome no one expects is often the most fun”

And as seen from my looking into differing TFs above, there is absolutely no indication of pullbacks yet, sidelined capital, disbelief and btc showing acceptance at higher levels

All indicates to closer to ATH prices than just a quick pump to 52k and back down

Now for the launch itself, or the news event > we may see a move higher and retracement, highly probable, and that would cement “sell the news” narrative as it would look terrible, but this only leads to higher prices due to supply and demand

Remember this move coming off the news event, is driven by bots and algos, so it doesn't speak much to actual supply coming in

I think come the end of January, it is highly likely to see BTC trade **ABOVE** 57k, maybe even above 61k

ETH



ETH showing similar signs to tc with the wick, all it does is make short intriguing for those who don't know what they are doing in the markets, maybe 20-25% of the entirety of the candle, so absolutely no cause to panic and call it overextended, underperformed until now, perhaps but don't let recency bias cloud your judgment either



3W eth closed above the 50 sma for the first time since March 2023, giving eth a fakeout of the 50 sma before reclaiming the next time, this is bullish for those who think a repeat of last time is coming

Its not



on the 4D eth has shown signs of accumulation to me, with 3 touches of the 12 ema and bouncing nicely off it after

Eth has etf narrative pending, which is something many keep overlooking, bullish for us who buy spot eth at these levels, terrible for people who remain ignorant, arrogant or try to time rotational plays perfectly

All 3 types of people will likely fail trading eth, barring a small % of the rotation players who have some skill



on the 12H eth looks perfect, messy but perfect as others will either avoid eth or cope by speaking of the underperformance last year(lol)

The 50 sma and 50 ema are nearing on the 12h which indicates the chop coming to an end and once the 50 ema is above the sma, a new trend on this TF

crypto and networks. NOTE nothing to do with the clients of the etf, but rather the ripple effects surrounding it

I think eth does well in January but it becomes a factor of when do eth etf deadlines and that is when eth will have the stringest of its runs

However eth can still make a run up to 3k-3.5k without the etf narrative

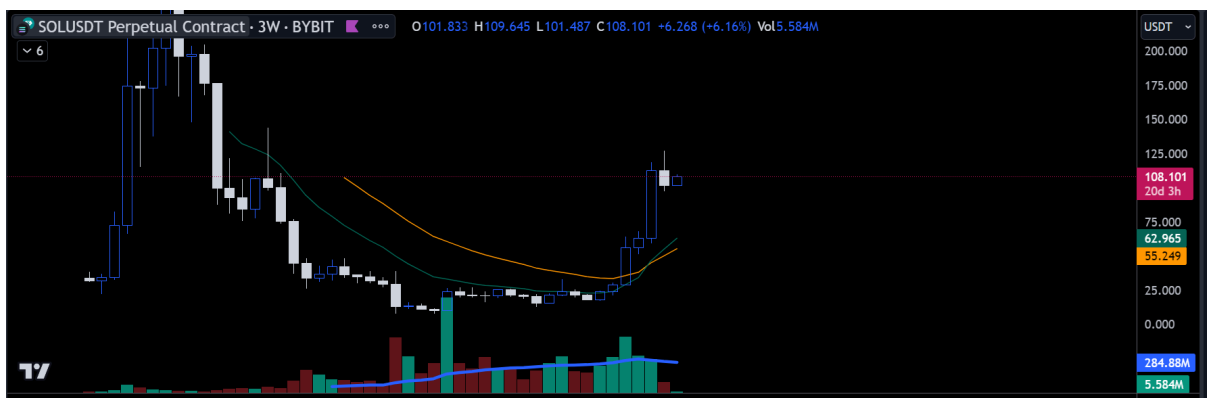
SOL



SOLs monthly close looks a bit more like an overextended one, especially to dumb money, us however we take into account the size of the candle

And looking at the whole candle / wic comparison, there isn't massive red flags for sol imo

Monthly bands could flip bullish in the coming month, dependant where sol closes January



similar 3W candle to btc, although a more bearish looking one, which is fine as it incentivises shorts to come in more through "candle stick analysis gurus"

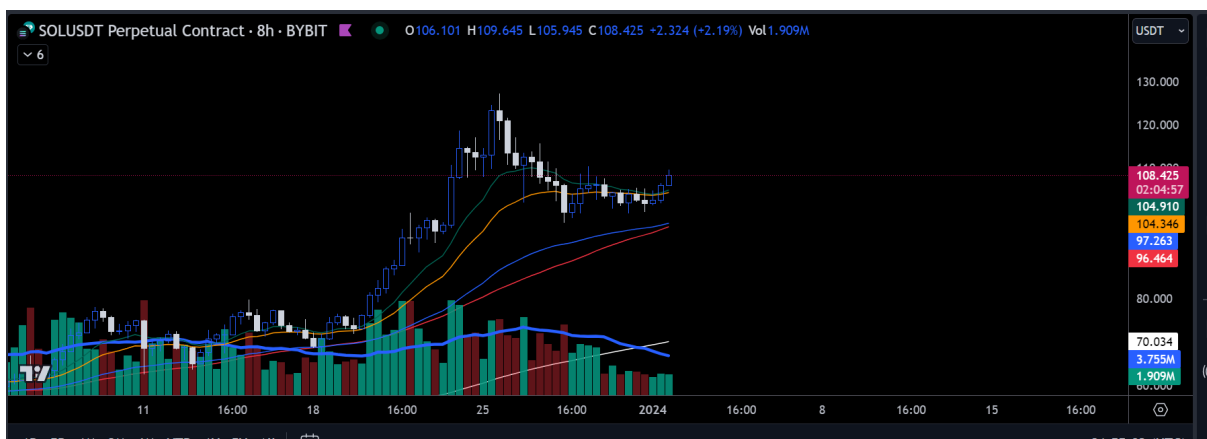
But nothing to panic about yet, sol has gone up more than most coins recently, so very normal for it to have one of these “bearish looking” candles



7D chart had an inside candle, one which sol already broke the upper end of today, so more confluence to not needing to panic on sol



Sol has reseted the 12 ema on the daily and is currently holding, likely to trade upwards slightly and grind higher while hugging the bands while players accumulate again



On the 8H sol has mean reverted the full of the weekend move in the last week of December, which is great to see as all FOMO buyers have been bled out >> which will be good for future upside

8H bands also held from crossing bearish earlier today, and the 50 ema/sma haven't crossed yet either so there is potential for not seeing too much chop from here anymore (maybe a week of grinding higher imo, being the most likely)

My thoughts going forward

I think due to sol having outperformed much of the market throughout November-December, it is more likely to see a period of underperformance

Remember, fade the recency bias you WILL have, nothing outperforms 24/7, there are rotations, and from the past weeks analysing I tend to think eth outperforms sol and majority other alts

I do think ATH is possible for SOL, but maybe we start seeing sol run hard again closer to February/March rather than immediately

Key points going forward

I anticipate money to flow back into the majors now, so $BTC > ETH > SOL$, and yes in that order, reason for this is because btc and eth especially went sideways for majority of December building up energy for explosive moves, sol had some more volatility and a very good month, but I still anticipate it to have money flowing into, likely a bit of underperformance compared to btc and eth though

ETFs for BTC, I anticipate this to be a massive success, because there is incentive from BR and everyone involved in their deal, there is almost 0% chance for Blackrock to be happy with a failed etf launch given the riskier nature of crypto and the surrounding sentiment of it for YEARS

ETH outperformance, anticipate ETH to start taking centre stage behind btc, btc

still has the main narrative, but smart and big players are likely done with accumulating eth now, meaning eth will move towards a price where there is potential supply OR where people will chase in and push price higher

Year of the dragon, this has NOT started yet, so don't get carried away, the year of the dragon starts 10th February, so that will be covered in a separate piece