Twitter Thread by Meltem Demirors



Meltem Demirors
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1/ outlook for bitcoin: positive ■

in this thread, i'll quickly outline key data points on #bitcoin sentiment, demand, market structure, and macro conditions

disclosure: i own BTC, obvi. this is not investment advice. DYOR. further disclosures at

2/ let's start w sentiment ■■

first, investor sentiment:
■ @blackrock filed to add BTC to 2 funds, CIO has 400k price target
■ @RayDalio's Bridgewater reportedly issuing BTC research report
■JPM, Goldman, and other bulge brackets initiated research coverage

3/ next, trader sentiment:

■ most important indicator is the forward curve

normally BTC futures trade in backwardation after a price drop.

this time, the curve stayed in contango following drop, meaning market makers are bullish ■■ despite funding rate increase!

4/ sentiment drives demand. so DEMAND next.

■ let's talk fund flows

■ our research shows $359M of inflows into crypto products last week alone (https://t.co/6Kky96m3ob)
■ our @CoinSharesCo @xbtprovider ETPs saw $200M trading volume on jan 4

https://t.co/8prtUF1Xxv

4/ let's talk bitcoin fundamentals

post-halving, 900 BTC mined per day, 312,000 this year.

■ 47M millionaires. 21M bitcoin.

■ collectibles selling at all time highs. bitcoin is the ultimate collector's item. (see https://t.co/EaxpRwWe3Y)

5/ next, market structure (my fave)

@CoinSharesCo traded >$1.5B in first two weeks of 2021. have never seen this level of participation.

spot volumes skyrocketing - BTC/USD trade pair volume has ~7x'ed since August, institutions instead of crypto native firms (who use USDT)

6/ biggest market structure shift?

■ trading hours shifting from asia dominance to UK / US hours activity
■ trade pair dominance shifting from USDT to USD
■ open interest (OI) on @CMEGroup bitcoin derivs >$1B, break new high

1 + 2 via @KaikoData -https://t.co/RiYNMEP1h1

7/ lastly, macro, cuz BTC doesn't exist in a vacuum and everything is relative

■■ dems + yellen to print print print - $2.5T stimmy

■■ unprecedented levels of chaos, mass-scale institutional failure all around

bitcoin is an antidote to dysfunction

https://t.co/dJLx6I1vFS

8/ hopefully that provides perspective into how our team @CoinSharesCo thinks and works.

no price targets. no timelines. we use empirical evidence to build an actionable outlook.

being a #bitcoin bull is great. being a bitcoin bull who brings receipts is even better.

/ fin