Twitter Thread by Willy Woo

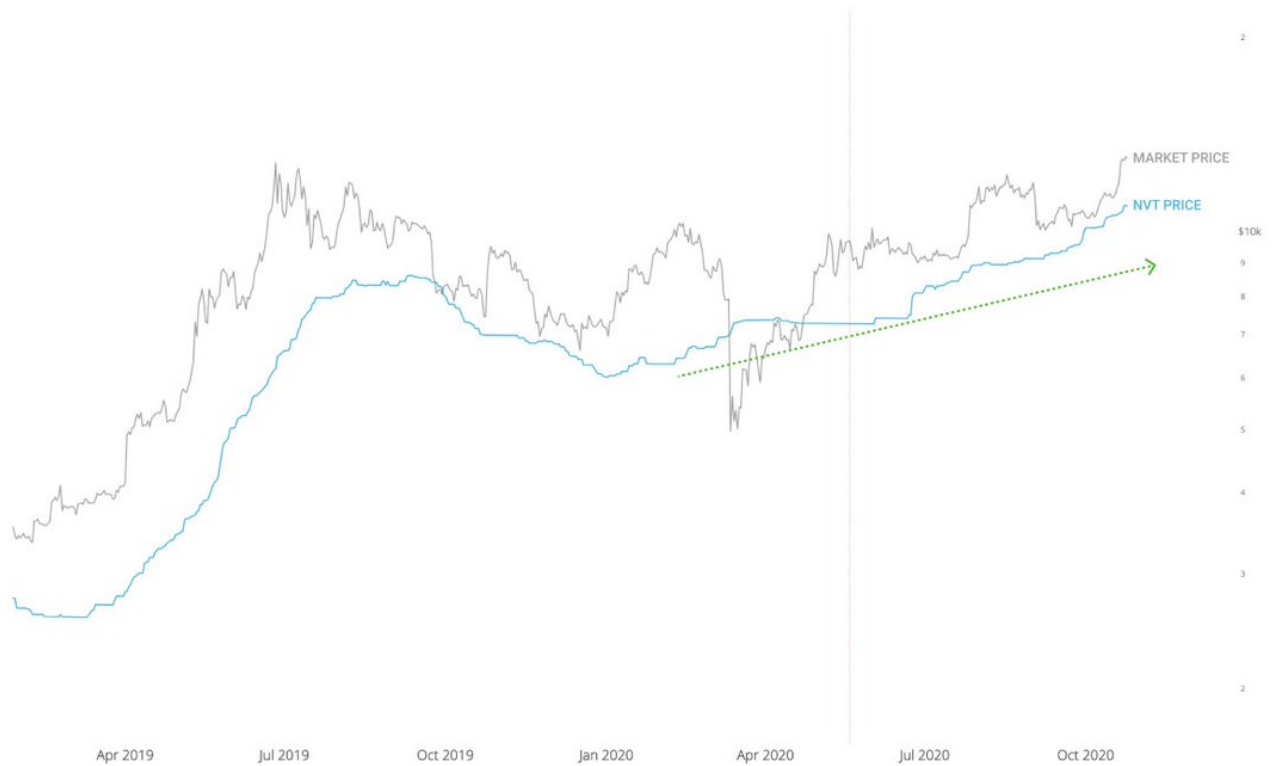**Willy Woo**
@woonomic

#analysis THREAD

Here I'll show that investors already consider BTC a safe haven under on-chain capital flows.

Common wisdom that BTC is "risk-on" is a fallacy; solely a consequence of trader liquidations on derivative exchanges.

During the 2 months of the COVID "correction" BTC price went from $9k to $9k with very quick and deep price rejection below $7k. Even traders rejected sub $7k valuations.

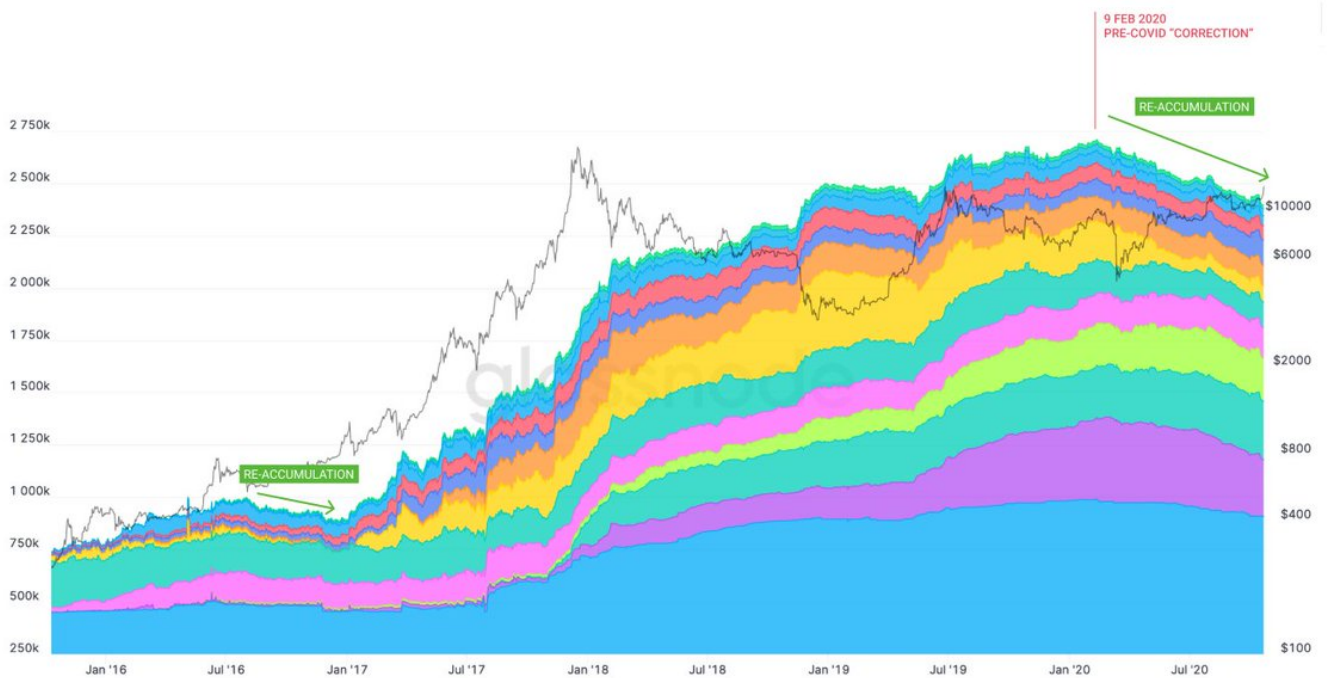As fears of COVID swept the economy, investors moved into Bitcoin. You can see this in the NVT Price Chart which values BTC according to on-chain investment velocity.

Bitcoin NVT Price

MARKET PRICE

NVT PRICE

$10k
9
8
7
6
5
4
3
2

Apr 2019   Jul 2019   Oct 2019   Jan 2020   Apr 2020   Jul 2020   Oct 2020

This coincided exactly with coins being scooped off exchanges and locked into long term HODL wallets. The largest by far in BTC's history. It still continues.

While traders were selling Bitcoins, investors were accumulating. It's investors that determine the long term price.

Bitcoins held on spot exchanges

The fundamentals of BTC became visibly bullish over the COVID correction, this was hidden by traders freaking out and being liquidated. Bitcoin is only now reflecting its organic valuation.

Bitcoin has been acting as a safe haven all along. One awesome innovation Bitcoin offers is a blockchain for us to see this in high resolution.

Price is a laggy indicator of quantitative fundamentals.

Price follows fundamentals. It's a safe haven already.

If you'd like periodic quantitative analysis tweets like this in your inbox, you can sign up to my free newsletter on https://t.co/uZYAQdQBkv

If you'd like timely and accurate on-chain market forecasts, consider upgrading to the paid version.

Use code https://t.co/CsivmaFiQP for 20% off during the remainder of launch month.

It supports the free analysis work I do for the community.

Thanks to @glassnode for sponsoring the on-chain data for this free community analysis. Try signing up for an awesome free array of on-chain data, also premium charts at extra cost which much of my analysis uses.