

# Bitcoin Surges to \$62K, Forming Bullish Hammer Pattern

## Description

Bitcoin has surged past \$62,000 just days after the infamous "Crypto Black Monday," drawing attention from traders who have identified a bullish pattern on the seven-day price chart. This pattern suggests that Bitcoin may have reached its lowest point.

Crypto trader Matthew Hyland remarked on August 8 about Bitcoin's significant upward movement, noting the formation of a bullish hammer on the weekly timeframe. Hyland expressed confidence that Bitcoin has found stability within this price structure.

As of the mentioned date, Bitcoin briefly reached \$62,510 before retracing to \$61,068. The asset has experienced a 12.46% increase from the previous day, according to CoinMarketCap figures.

The rapid recovery follows Bitcoin's dip below \$50,000 on August 5, a moment referred to as "Crypto Black Monday." Despite this sharp decline, some traders view the subsequent rebound as a potential bear trap, where strategic selling temporarily suppresses prices to trap short-sellers.

The shift in sentiment among futures traders is evident, with the majority now holding long positions over short ones. Data from CoinGlass shows 52.48% in long positions against 47.52% in short positions.

Furthermore, Morgan Stanley's recent decision to allow its financial advisers to recommend Bitcoin exchange-traded funds to clients has added to the positive market sentiment.

While some analysts believe that Bitcoin has bottomed out, others foresee further downside before new all-time highs are reached. Markus Thielen from 10x Research anticipates Bitcoin dropping to the low \$40,000s for an ideal entry into the next bull market, while Timothy Peterson of Cane Island Alternative Advisors suggests that Bitcoin could hit both \$40,000 and \$80,000 in the near future.

It is essential to note that this article does not provide investment advice, underlining the importance of conducting thorough research before making financial decisions.

## Vocabulary List:

1. **Infamous** /'ɪn.fə.məs/ (adjective): Well known for a bad quality or deed.
2. **Bullish** /'bʊl.ɪʃ/ (adjective): Characterized by rising prices or an optimistic market outlook.
3. **Retracing** /rɪ'treɪs/ (verb): To go back over or return to a previous position.
4. **Sentiment** /'sentɪmənt/ (noun): An attitude or opinion towards a particular situation or issue.
5. **Rebound** /'rɪ:.baʊnd/ (verb): To recover or bounce back after a decline.
6. **Anticipate** /æn'tɪs.ɪ.peɪt/ (verb): To expect or predict something in the future.



## Comprehension Questions

### Multiple Choice

1. What price did Bitcoin briefly reach before retracing to \$61,068 as mentioned in the text?

- Option: \$62,510
- Option: \$50,000
- Option: \$40,000
- Option: \$80,000

2. Which trading pattern suggested in the text that Bitcoin may have reached its lowest point?

- Option: Bear Trap
- Option: Bullish Hammer
- Option: Double Top
- Option: Descending Triangle

3. What term describes a moment when strategic selling suppresses prices to trap short-sellers as mentioned in the text?

- Option: Bull Run
- Option: Bear Trap
- Option: Short Squeeze
- Option: Trend Reversal

4. Which financial institution recently allowed its financial advisers to recommend Bitcoin exchange-traded funds to clients?

- Option: Goldman Sachs
- Option: Morgan Stanley
- Option: J.P. Morgan
- Option: Wells Fargo

5. According to the text what percentage of long positions are currently held by futures traders?

- Option: 47.52%
- Option: 50.00%
- Option: 52.48%
- Option: 55.00%

6. Which analyst anticipates Bitcoin dropping to the low \$40,000s for an ideal entry into the next bull

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market?

- Option: Markus Thielen
- Option: Timothy Peterson
- Option: Matthew Hyland
- Option: Ratan Naval Tata

## Answer

**Multiple Choice:** 1. \$62,510 2. Bullish Hammer 3. Bear Trap 4. Morgan Stanley 5. 52.48% 6. Markus Thielen

## Vocabulary quizzes

**Multiple Choice ( Select the Correct answer for each question. )**

1. Which of the following words means something beloved or valued greatly?

- Option: Cherished
- Option: Infamous
- Option: Autonomy
- Option: Heft

2. What refers to general directions in which something is developing or changing?

- Option: Operations
- Option: Trends
- Option: Attributable
- Option: Acumen

3. Which term describes the likelihood of dramatic price swings in the stock market or an indicator?

- Option: Rebound
- Option: Volatility
- Option: Disappointing
- Option: Capitalization

4. What word refers to the ability or right to make one's own decisions without interference?

- Option: Mandate
- Option: Autonomy
- Option: Infamous
- Option: Bullish

5. Which term means a renewed interest or revival after a period of inactivity?

- Option: Retracing

Option: Decline  
Option: Plunge  
Option: Resurgence

6. Which term indicates a sudden and strong increase in activity or value?

Option: Anticipate  
Option: Bustled  
Option: Optimism  
Option: Surged

7. What word suggests weight significance or importance of something?

Option: Cherished  
Option: Heft  
Option: Volatility  
Option: Wipeout

8. Which term conveys the feeling of not reaching an expected level of achievement or satisfaction?

Option: Liquidated  
Option: Disappointing  
Option: Attributable  
Option: Cherished

9. To expect or predict something is to \_\_\_\_\_ it.

Option: Cherished  
Option: Anticipate  
Option: Transition  
Option: Bustled

10. What term refers to the activities involved in running a business or organization?

Option: Trends  
Option: Operations  
Option: Poignant  
Option: Interference

**Gap-Fill ( Fill in the blanks with the correct word from the vocabulary list. )**

11. A period of change from one state or condition to another is known as a \_\_\_\_\_.

12. An official order or commission to do something is referred to as a \_\_\_\_\_.

13. Being optimistic about the rise in prices or overall market is to have a \_\_\_\_\_ outlook.

14. The hopefulness and confidence about the future or the success of something is called \_\_\_\_\_.

15. Having a reputation of being well-known for some bad quality or deed is to be \_\_\_\_\_.

16. A complete destruction or obliteration of something is termed as a \_\_\_\_\_.

17. The total value of a company's outstanding shares of stock is its market \_\_\_\_\_.

18. Something that can be ascribed to a specific cause or factor is said to be \_\_\_\_\_.

19. Something that evokes a keen sense of sadness or regret is described as \_\_\_\_\_.

20. The action of getting involved in a situation where one is not welcome or needed is called \_\_\_\_\_.

**Matching Sentences ( Match each definition to the correct word from the vocabulary list. )**

21. Examining the steps of a journey or process in reverse order to recall or follow previous actions.

22. The emotional attitudes or opinions individuals hold towards a particular topic often reflected in their actions or expressions.

23. A sudden and steep decrease especially in value price or a physical descent.

24. The process of winding up a company's affairs and distributing its assets often due to insolvency or financial difficulty.

25. The degree of variation or fluctuation in the trading price of a financial instrument such as a stock or currency pair.

26. Treasured or valued greatly often with deep affection or sentiment attached.

27. To move or act with a great show of energy and activity typically in a bustling or hurried manner.

28. Experiencing a sudden and significant increase or rise in activity value or power.

29. Keen insight perceptiveness or shrewdness in understanding and making quick decisions.



30. The process or period of changing from one state condition or activity to another.

## Answer

**Multiple Choice:** 1. Cherished 2. Trends 3. Volatility 4. Autonomy 5. Resurgence 6. Surged 7. Heft 8. Disappointing 9. Anticipate 10. Operations

**Gap-Fill:** 11. Transition 12. Mandate 13. Bullish 14. Optimism 15. Infamous 16. Wipeout 17. Capitalization 18. Attributable 19. Poignant 20. Interference

**Matching sentence:** 1. Retracing 2. Sentiment 3. Plunge 4. Liquidated 5. Volatility 6. Cherished 7. Bustled 8. Surged 9. Acumen 10. Transition

## CATEGORY

1. Business - LEVEL5

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