

Dogecoin Rally: Whale Selling Impact & Possibility

Description

- *Dogecoin's market structure is looking positive and there is a possibility of it moving higher next week.*
- *However, the metrics and trading volume are not fully supporting this positive trend.*

Recently, Dogecoin [DOGE] formed a falling wedge pattern, hinting at a potential bullish breakout. Some analysts believe this breakout has already occurred.

Despite these observations, the price has remained steady over the past week, erasing some of its earlier gains.

On the 1-day chart, Dogecoin still maintains a bullish market structure, signaling potential for upward movement. But there are challenges ahead for the bulls.

Volume is a Key Concern

While the market structure appears positive, the trading volume has been lackluster throughout July. Even when prices started to rise mid-month, bullish momentum was limited.

The On-Balance Volume (OBV) also reflects this sentiment with a tepid bounce in July, showing a lack of strong buying interest.

The \$0.119-\$0.123 range acts as a major support zone, while \$0.139-\$0.143 presents a significant resistance level. A retest of the \$0.12 support could provide a buying opportunity given the current bullish outlook.

Is Dogecoin Undervalued?

Analysis of the mean dollar invested age suggests that investments in Dogecoin are becoming stagnant. Nevertheless, the 90-day MVRV ratio indicates that DOGE is undervalued despite recent gains.



Vocabulary List:

1. **Momentum** /mə'mentəm/ (noun): The force or speed of movement; a driving force.
2. **Structure** /'strʌk.tʃər/ (noun): The arrangement of and relations between the parts or elements of something complex.
3. **Support** /sə'pɔ:rt/ (noun): A thing that bears the weight of something or keeps it upright.
4. **Resistance** /rɪ'zɪstəns/ (noun): The capacity to withstand or oppose something particularly in financial contexts.
5. **Analysis** /ə'næl.ə.sɪs/ (noun): Detailed examination of the elements or structure of something.
6. **Investment** /ɪn'vest.mənt/ (noun): The action or process of investing money for profit.

Comprehension Questions

Multiple Choice

1. What pattern did Dogecoin recently form hinting at a potential bullish breakout?
Option: Ascending triangle
Option: Falling wedge
Option: Descending channel
Option: Double top
2. What is a major support zone for Dogecoin according to the provided content?
Option: \$0.119-\$0.123
Option: \$0.139-\$0.143
Option: \$0.093-\$0.097
Option: \$0.155-\$0.159
3. What does the On-Balance Volume (OBV) reflect according to the text?
Option: Strong buying interest
Option: Lack of strong buying interest
Option: High selling pressure
Option: Neutral market sentiment
4. What does the 90-day MVRV ratio suggest about Dogecoin?
Option: Overvalued
Option: Undervalued



- Option: Fairly valued
- Option: No clear valuation indication

5. What challenge lies ahead for the bulls in the Dogecoin market?

- Option: Lack of resistance levels
- Option: High trading volume
- Option: Limited bullish momentum
- Option: Strong buying interest

6. What could provide a buying opportunity based on the current bullish outlook?

- Option: Retest of \$0.139 resistance
- Option: Retest of \$0.12 support
- Option: Breakout above \$0.123
- Option: Pullback to \$0.1

Answer

Multiple Choice: 1. Falling wedge 2. \$0.119-\$0.123 3. Lack of strong buying interest 4. Undervalued
5. Limited bullish momentum 6. Retest of \$0.12 support

Vocabulary quizzes

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

1. What term is used to determine the current worth of a company or asset?

- Option: A) Aspire
- Option: B) Valuation
- Option: C) Manufacturing
- Option: D) Investment

2. Which term describes the ability to adjust to new conditions or challenges?

- Option: A) Resistance
- Option: B) Adaptable
- Option: C) Momentum
- Option: D) Structure

3. What term pertains to the production consumption and transfer of wealth?

- Option: A) Optimistic
- Option: B) Economic



Option: C) Subsidies

Option: D) Guidance

4. What term refers to the process of combining different parts into a whole?

Option: A) Anticipated

Option: B) Integration

Option: C) Performing

Option: D) Plunge

5. Which term signifies the strength or force that allows something to continue or grow stronger?

Option: A) Significant

Option: B) Momentum

Option: C) Restructuring

Option: D) Turbulence

6. What process involves examining something in detail to understand it better?

Option: A) Plunge

Option: B) Analysis

Option: C) Resistance

Option: D) Leverage

7. What term means to give assistance or backup to someone or something?

Option: A) Volatility

Option: B) Support

Option: C) Indicator

Option: D) Valuation

8. Which term describes using borrowed funds for investment expecting the profits to be greater than the interest payable?

Option: A) Lever

Option: B) Guidance

Option: C) Leverage

Option: D) Volatility

9. What term characterizes something that is intricate or challenging to understand?

Option: A) Navigating

Option: B) Complicated

Option: C) Aspire

Option: D) Subsidies

10. Which term describes something that is expected or predicted to happen?

Option: A) Anticipated

Option: B) Optimistic



Option: C) Structure
Option: D) Integration

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

11. _____ is the act of opposing or withstanding something.
12. The action or process of investing money for profit or material result is called _____.
13. The economy _____ after a brief downturn.
14. The aviation industry faced _____ during the storm.
15. He sought _____ from his mentor to make the right decision.
16. The _____ of the new product exceeded expectations.
17. The team provided _____ to their leader during a challenging time.
18. Employees who are _____ can easily adjust to changes in the work environment.
19. Sales and revenue are key _____ of a company's financial health.
20. The _____ of the property was higher than expected.

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

21. The discovery of a new species was a milestone in the field of biology.
22. The sector contributes significantly to the country's GDP.
23. Many young students to have successful careers in science and technology.
24. The stock market took a sudden due to economic uncertainty.
25. Despite the challenges he remained about the future of the project.
26. The company announced a plan to improve efficiency and reduce costs.
27. The company invested in training programs to enhance the skills of its .



28. Investors were cautious due to the in the stock market.
29. The team successfully through the complex regulatory environment.
30. The government provided to support the development of renewable energy projects.

Answer

Multiple Choice: 1. B) Valuation 2. B) Adaptable 3. B) Economic 4. B) Integration 5. B) Momentum 6. B) Analysis 7. B) Support 8. C) Leverage 9. B) Complicated 10. A) Anticipated
Gap-Fill: 11. Resistance 12. Investment 13. rebounded 14. turbulence 15. guidance 16. performance 17. support 18. adaptable 19. indicators 20. valuation
Matching sentence: 1. significant 2. manufacturing 3. aspire 4. plunge 5. optimistic 6. restructuring 7. workforce 8. volatility 9. navigating 10. subsidies

CATEGORY

1. Business - LEVEL3
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