

## 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 /məˈmɛntəm/ (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** /rɪˈzɪstəns/ (noun): The capacity to withstand or oppose something particularly in financial contexts.
- 5. Analysis /əˈnæl.ə.sɪs/ (noun): Detailed examination of the elements or structure of something.
- 6. Investment /In'vest.ment/ (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) Manufacture

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	e action or process of investing money for profit or material result is called
13. The	e economy after a brief downturn.
14. The	e aviation industry faced during the storm.
15. He	sought from his mentor to make the right decision.
16. The	e of the new product exceeded expectations.
17. The	e team provided to their leader during a challenging time.
18. Em	nployees who are can easily adjust to changes in the work environment.
19. Sal	les 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. T	The discovery of a new species was a milestone in the field of biology.
22. T	he sector contributes significantly to the country's GDP.
23. M	Many young students to have successful careers in science and technology.
24. T	he stock market took a sudden due to economic uncertainty.
25. 🗅	Despite the challenges he remained about the future of the project.
26. T	The company announced a plan to improve efficiency and reduce costs.



- 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

Date Created 2024/07/29 Author aimeeyoung99

