

Crypto Update

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Bitcoin at USD100'000-mark: New Regulatory and Political Landscape Confirms Investment Thesis

- It took us five months to finalize our due diligence back then in 2023 on this controversial asset: Lengthy meetings, “philosophical” discussions (i.e. heated debates), different product reviews.
- Last 12 months confirmed our expectations: High volatility, sharp moves on late Sundays, 24/7 nail-biting-never-ending price action, an 8-month long teeth-grinding-will-testing downward consolidation, and at the end, triple digit returns with a second-to-Nvidia Sharpe Ratio.
- Original cryptocurrency remains a hot topic with clashing opinions supported by various arguments.
- Meanwhile, market sentiment and momentum remain positive on this decentralized, limited supply, immutable asset in a technoculturally changing world.

Bitcoin Price Chart 2021 - 2024



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Bitcoin Outlook 2025: From “Cyberpunk Crypto Bros” Debuts to Reserve Asset Discussions

- Original cryptocurrency came a long way since its alternative “cyberpunk crypto bros” debuts in 2009.
- Many scandals, controversies and bankruptcies followed its 15 years existence (Silk Road 2013, Mt.Gox 2014, FTX 2022), its raison d’être was questioned not less than thousand times.
- Nouriel Roubini gracefully explained in 2021 that the fundamental value of Bitcoin was not zero, it was negative while Warren Buffet and Jamie Dimon simply named it “rat poison” and “pet rock” respectively.
- Fast-forward 2024, rhetoric has dramatically changed: Approval of U.S. Spot Bitcoin ETFs and election of Donald Trump with his pro-crypto government signal a global paradigm change and further Bitcoin adoption.
- Mr. Trump undertakes an ambitious roadmap, changing regulatory and political landscape related to Bitcoin and blockchain industry ; His “First 100 Days” will be critical and closely watched.

U.S. Spot Bitcoin ETFs	Fund Assets (USD mln)
iShares Bitcoin Trust ETF	53'305.00
Grayscale Bitcoin Trust ETF	21'572.00
Fidelity Wise Origin Bitcoin Fund	20'417.00
ARK 21Shares Bitcoin ETF	4'925.00
Bitwise Bitcoin ETF	4'179.00
VanEck Bitcoin ETF	1'399.00
Coinshares Valkyrie Bitcoin Fund	946.00
Invesco Galaxy Bitcoin ETF	899.00
Franklin Bitcoin ETF	770.00
WisdomTree Bitcoin Fund	391.00
Total Assets	108'796.00

U.S. Spot Bitcoin ETFs	YTD Flows (USD mln)
iShares Bitcoin Trust ETF	34'111.00
Fidelity Wise Origin Bitcoin Fund	11'589.00
ARK 21Shares Bitcoin ETF	2'587.00
Bitwise Bitcoin ETF	2'240.00
VanEck Bitcoin ETF	790.00
Coinshares Valkyrie Bitcoin Fund	561.00
Franklin Bitcoin ETF	461.00
Invesco Galaxy Bitcoin ETF	418.00
WisdomTree Bitcoin Fund	217.00
Grayscale Bitcoin Trust ETF	-20'791.00
Total Flows YTD	32'187.00

As of 06/12/2024 – Bloomberg Data

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- A record USD131mln in campaign donations spent during U.S. Presidential Race resulted in key names winning important seats in Senate and Congress: A bipartisan group of 274 pro-crypto politicians (over 415 representatives and 100 senators) can now influence crypto and blockchain agenda.
- Nominations of Paul Atkins, to replace anti-crypto SEC Commissioner Gary Gensler, and David Sacks as White House AI and Crypto Czar already give a glimpse of what can lay ahead.
- Notably, U.S. Congress Bill S.4912 on U.S. Strategic Bitcoin Reserve may be a true game changer considering Republican majority in Senate and Congress: Law project proposes to acquire 1 million Bitcoin (5% of supply) over five years. Similar law projects are also discussed in other sovereign nations such as Brazil, Canada, Poland or regions such as Vancouver, Florida or Pennsylvania.
- Corporate treasuries consider it as reserve diversification: Microsoft board will vote on December 10th to assess it as a treasury reserve asset candidate.

Donald Trump Bitcoin Agenda (as per Nashville 2024)

U.S. Strategic Bitcoin Reserve	<i>bill in Congress</i>
Fire SEC Commissioner Gary Gansler	<i>de facto done</i>
Crypto Presidential Advisory Council	<i>de facto done</i>
Provide Dominant US Position for Crypto Mining	
No More Federal Sale of Bitcoin	
No Central Bank Digital Currency	

Global Market Caps	USD Trillions
Gold	17.99
Apple	3.67
Nvidia	3.49
Microsoft	3.30
Amazon	2.38
Alphabet (Google)	2.15
Bitcoin	1.94
Saudi Aramco	1.81
Silver	1.80
Meta Platforms (Facebook)	1.57

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