

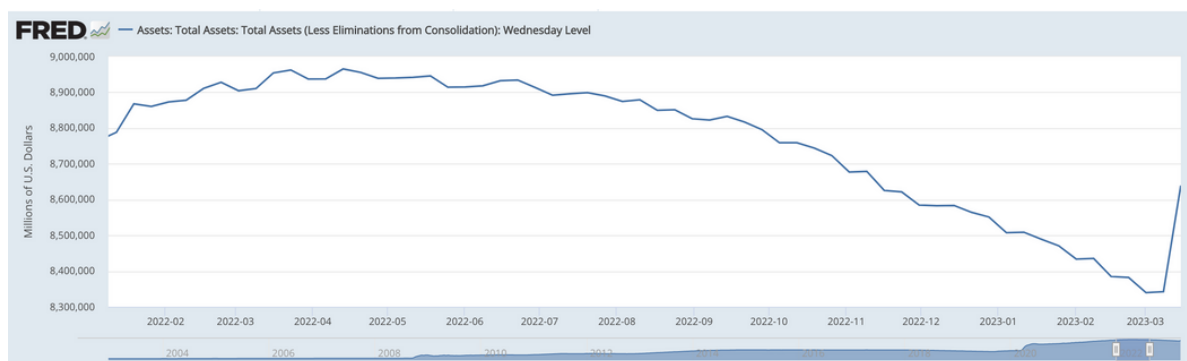


MAR
2023

INVESTMENT REPORT

DC REPORT

- Agenda:
 - Market check
 - Website presentation
- Market overview:



- Bitcoin reached \$27,000 after the FED starting adding liquidity to the economy following the bank failures we have seen in the last week. Accompanied by a drop on the CPI from 6.4% to 6% and a rise in unemployment data is pointing to a cool down on raising interest rates from the FED or even a pivot to start lowering rates.
- If more banks keep failing the FED will have no other solution than to start adding even more liquidity causing bitcoin and other risk assets to raise just like they did in 2020–2021.



- Since November the dollar also has been weakening falling around 8%, helping not only BTC to rise but also other currencies like the mexican peso.

<https://www.forbes.com/sites/javierpaz/2023/02/27/binances-asset-shuffling-eerily-similar-to-maneuvers-by-ftx/?sh=331ac516bccd>
<https://www.coinbase.com/blog/introducing-base>
<https://www.coindesk.com/business/2023/02/13/paxos-to-stop-minting-stablecoin-busd-following-regulatory-action/>
<https://www.sec.gov/news/press-release/2023-25>
<https://www.forbes.com/sites/digital-assets/2023/03/02/groundbreaking-crypto-index-401k-opens-up-7-trillion-market-beyond-bitcoin-and-ethereum-after-huge-price-crash/?sh=2f63a5a831b6>

DC REPORT

- **Significant Impact on USDC After Bank Failure.** The typically dependable USDC stablecoin by Circle dipped under its \$1 anchor, as the company disclosed having more than \$3 billion in USD Coin reserves at the now-defunct Silicon Valley Bank. Prices of other stablecoins also deviated from their dollar parity, while Ethereum transaction costs skyrocketed as investors rushed to urgently reposition their assets in a bank run following the closure of the insolvent bank by regulators. The problem was fixed after Circle said it would cover the money lost in case it was not recovered, FDIC and regulators stepped in to save all depositors in the bank.

<https://www.coindesk.com/markets/2023/03/11/usdc-stablecoin-and-crypto-market-go-haywire-after-silicon-valley-bank-collapses/>

- **Ether possibly classified as a security.** Ether had a sharp drop following the New York attorney general's designation of it as 'a security' in the state's legal action against the cryptocurrency exchange KuCoin, intensifying concerns about broader regulatory enforcement. KuCoin is being charged for not registering with the state prior to enabling transactions on its platform.

<https://www.reuters.com/business/finance/ether-hits-2-month-low-new-york-ag-labels-crypto-token-security-2023-03-10/>

- **Kraken Nears Launch of Its Own Bank.** The San Francisco-based crypto exchange Kraken is said to be on the brink of establishing its own bank in the United States. Kraken has already received authorization from a Wyoming state regulator, allowing it to run an autonomous bank and decrease dependency on external financial entities. Kraken's chief legal officer affirmed that the launch of their own bank is imminent.

<https://www.theblock.co/post/217177/kraken-is-on-track-to-launch-bank-very-soon-despite-regulatory-weird-place>

- **Coinbase Maintains Staking Services.** US-based cryptocurrency exchange Coinbase reaffirms its commitment to keeping its staking services operational. Even with the SEC aiming to clamp down on alleged unregistered securities offerings via staking programs, Coinbase insists that its staking services will persist. Under the updated terms, Coinbase explicitly states that users obtain rewards from decentralized protocols rather than directly from the company.

<https://cointelegraph.com/news/coinbase-reiterates-that-staking-services-will-continue-despite-sec-crackdown>

Investment Report

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DIGITAL ASSETS

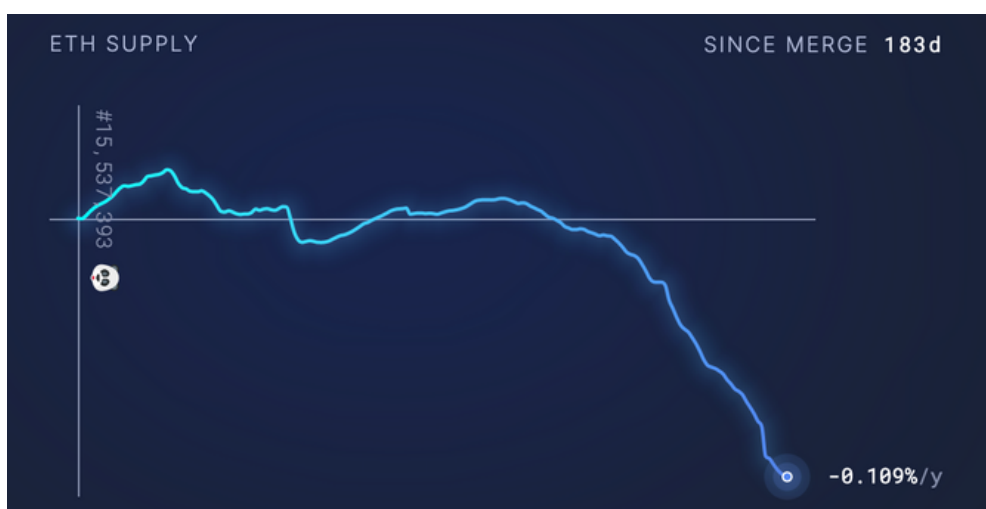
Bitcoin

- Bitcoin Adds Nearly 1 Million Non-Zero Addresses in Under 1 Month. In less than one month, the Bitcoin network has added nearly one million wallets that hold a non-zero balance. According to data presented by Glassnode, in late February, the number of non-zero wallets on the network dipped from around 44.2 million to around 43.8 million by February the 23rd. However, this metric has since enjoyed a ferocious recovery to a new record high of 44.778 million as of Wednesday the 15th of March.

<https://cryptonews.com/news/bitcoin-adds-nearly-1-million-non-zero-addresses-in-under-1-month-what-positive-on-chain-trends-mean-for-the-btc-price.htm>

Ethereum

- Ethereum's Annualized Deflation Rate Briefly Surpasses 5%. The rate at which the Ether (ETH) supply is deflating, which has been accelerating in recent weeks, recently saw a spike higher. Ether is the cryptocurrency that powers the smart-contract-enabled Ethereum blockchain. ETH is the world's second most valuable cryptocurrency by market capitalization and Ethereum is the dominant blockchain in Decentralized Finance.



- Staked Ethereum Withdrawal Upgrade Scheduled for April 12. Ethereum's core developers have set their sights on April 12 as the release date for the network's Shanghai-Capella upgrade, often referred to as Shapella, on its mainnet. The key feature of the upgrade comes with Ethereum Improvement Proposal (EIP) 4895. This will allow for withdrawals of staked Ether on the network, a functionality that wasn't implemented when the network merged with the Beacon Chain and transitioned to a Proof-of-Stake consensus.

<https://cryptonews.com/news/ethereums-annualized-deflation-rate-briefly-surpasses-5-heres-how-that-can-impact-the-eth-price.htm>

DIGITAL ASSETS

Polygon (Matic)

- Salesforce Teams Up With Polygon For New NFT Management Platform. The CRM software firm focuses on a suite of tools that standardizes customer engagement for large firms, and is now adding NFTs to their scope, courtesy of a partnership with the Polygon blockchain.

<https://bitcoinist.com/salesforce-polygon-new-nft-management-platform/>

Uniswap

- Introducing the Uniswap mobile wallet. A completely self-custodial, open-sourced mobile app from the most trusted name in DeFi. Now available as a limited early release - through Apple TestFlight.

Aave

- As Aave prepares to launch its decentralized, overcollateralized stablecoin GHO, Chaos Labs is thrilled to release the GHO Risk Monitoring Dashboard. Currently in Beta and available on the Goerli testnet version of GHO, this new dashboard provides real-time monitoring of the stablecoin and enables users to dive deep into GHO data and usage.

<https://community.chaoslabs.xyz/aave-testnet/ccar/gho>

Synthetix.

- Synthetix.io the derivatives protocol with over \$600M in TVL, sets a new record with \$200M in daily trading volume on their V2 platform as optimismFND incentives near. Synthetix Perps nears \$2B in cumulative volume and \$115M in daily volume! This is a massive milestone for Synthetix and DeFi as a whole

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Digital Compass Ventures reports conclude with a page acknowledging the contributions of the people who worked tirelessly on the projects mentioned within. Below, list down the names of those committed to these projects, such as:

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