

CRYPTOCURRENCY



A STRATEGY TO INVESTING IN CYRPTO

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Table of Contents

- **Introduction**
- **Disclaimer**
- **Cryptocurrency**
- **Cryptocurrency Guide to Investing**
- **Why 99% of all Cryptocurrencies will fail**
- **Brokerages to Invest in Crypto**

Introduction:

This book was made to help you get closer to being financially free because that is what we are all achieving, financial freedom.

In this book, I will share how I invest in the cryptocurrency market for the long term, and how to have your money working for you, and not you working for the money all the time.

It is important to remember that in the beginning, you will have to put a lot of time into working, but if you are doing it correctly at some point, all the assets you've built will be able to pay for your lifestyle and you will have successfully escaped the rat race, you are free.

This book will also introduce you to the stock market, talk about the two types of positions you can take when making a transaction in the stock market. It will go over all the different types of brokerage accounts and which ones are right for you depending on your financial goals.

I hope you enjoy it

If you have any questions feel free to dm me on my socials :D

Disclaimer:

Everything mentioned in this book is not financial advice

Everything here mentioned has educational and informational content only, but it is by no means financial advice

After you take in all of this information you will see whether it applies to you, because there is no such thing as one size fits all

CryptoCurrency

Cryptocurrency is the most appreciated asset of this last decade, with over 1000% of the average people that have held it.

CryptoCurrency's whole purpose was to create a currency where no government has power over it, therefore one government can't make themselves rich, or abuse the power of having it as their currency, hence creating what is known as a decentralized currency.

That was Bitcoin purpose, the one that started all of the other cryptocurrencies

However, it is now seen as a store of value and a currency at the same time respectively.

Currently, Cryptocurrencies are known to be extremely volatile, and you are better off holding them regardless of the price, but at some point, which is estimated to be when bitcoin is at a \$200,000 price, it will be much more stable therefore that is when Bitcoin is "supposed" to be a currency and you will be able to use it normally, much like you would use a credit card today.

This is why people tell you not to sell your bitcoin to make a profit, because at some point soon you will use it, much like we use the dollar today, only now it will be Bitcoin.

Now admittedly sometimes it feels horrible when you have a substantial amount of money into an asset and it plummets, but if you truly believe in Bitcoin you will see that as a perfect opportunity to buy more of that coin at a better price.

So what I recommend that people do is to buy and hold the crypto, but make sure it is safe crypto such as Bitcoin, Ethereum, and not some (excuse me for the language) Shitcoin that a random person created that serves no true purpose and is most likely a scam.

Check Cryptocurrency investing strategy for more details

Cryptocurrency Strategy for Investing

One thing that you must understand and that we are going to go over in the next chapter is how Cryptocurrency is very volatile. Since it is volatile, the best strategy for investing in crypto is to dollar cost average, or do a lump sum in it.

In terms of how much of your portfolio, I would say it should be less than 10% but that is personal, if you have the conditions to do more than 10% you could, but you have to understand that currently, cryptos can fall more than 50% and you have to have the mentality that you shouldn't panic about it as it will go back up in an instant.

The Cryptos you should be investing in is in my opinion Bitcoin, Ethereum, and the other big ones. I wouldn't go to the stocks that you "can make one million dollars in an instant" because a lot of the time people will talk about how you can make a ton of money, but they don't talk about how many people lost their life savings in it. Therefore I like to stick to the ones that are not scams and are truly there for a purpose.

So I like to keep it simple, you should either do dollar-cost averaging into both Ethereum, and Bitcoin, you could go 50/50 on both of them, or go 60/40, or even 70/30 to whichever one you like most.

Do you research Crypto even further, watch tons of videos about it, and decide which ones you want to go for?

You can do that if you like, but the ones you should be investing for sure are Bitcoin and Ethereum, and other coins that you may be interested in need to have a lot of research before you hop on them because if cryptocurrency succeeds it is almost certain that Bitcoin and Ethereum are going to be the main ones.

Disclaimer: You don't necessarily have to invest in cryptocurrency, however, I believe that in the future this should become the main currency in the world, so you truly don't believe in it. You don't have to, but if you are on the fence, then it might be a good idea to invest a small amount of your portfolio in it.

Why 99% of all Cryptocurrencies will fail:

The reason why most of them will fail is that most of them are nothing more than a get rich quick scheme, and serve no true purpose.

There is another big problem when they have a true purpose: they are essentially copycats of the known one.

Since they are copycats and bring no other innovation in the market, people will most of the time stick with the most reliable one, which seems to be the big ones now (BTC, ETH, etc)

Cryptocurrencies like Dogecoin are mere speculation and offer nothing more to the market, this is why Dogecoin if it continues like this, will inevitably die at some point.

You can also argue that CryptoCurrencies offer no real value, all that crypto is a bunch of people buying expecting the price to go up, and all their value is speculative.

This viewpoint is valid and I see exactly where you might be coming from.

However, back when we used rare materials as a currency, they too had no “true” purpose other than rareness and we were expecting them to be valuable by finding some of them.

Gold is essentially the perfect “real world example” of the potential that Bitcoin has.

Like gold, bitcoin was only seen as a store of value and speculative of some sort, but it became well known at some point, and as the world’s stock goes down, its price goes up, much like BTC does.

But because Bitcoin’s being easily transferable, to anyone in the world, it has a huge potential to surpass Gold.

It is currently seen as a store of value, but it could be potentially a worldwide accepted form of payment in a few years.

Countries such as El Salvador, which currently adopted BitCoin as a form of payment, will benefit immensely as many businesses will be completely built within cryptocurrencies.

If the United States rejects cryptocurrencies (most likely to the lack of understanding of their value) other countries will have their doors open to the potential of billions of dollars to be made with cryptocurrency

Remember that countries are constantly “fighting with each other” to gain power, thus if the United States misses the opportunity to accept bitcoin or any other crypto, many other countries will capitalize on the US’ lost opportunity.

This is again because they will see the potential of cryptos and will accept thousands of new businesses in their economy to rise in the fight for power.

The problem is that only a certain chosen ones can be seen as a safe form of payment, therefore in the future, it is likely that only the top ones will reign and the other 99% will inevitably fail.

Brokerages to Invest in Crypto

There are thousands of companies that allow you to invest in Cryptocurrencies, therefore you can make accounts on them and test out which ones you like, which ones you don't, and go from there.

Amongst the known ones you can use:

- [Coinbase - Best platform overall, but it has high fees especially for small amounts of money invested \(Get \\$10 when you sign up with this link\)](#)
- [Cashapp - Good platform for beginners, but doesn't give you access to your crypto wallet number \(Use the link to sign up for the cash app and get \\$15\)](#)
- [Robinhood - Good platform for beginners, but you won't have access to your crypto wallet number](#)
- [Webull - Good platform for intermediate investors \(Get two free stocks when you sign up with link\)](#)

If you don't know what a crypto wallet id is, It is a 36 alphanumeric id that allows you to transfer your crypto to "safer" storage where you have control over it.

If you don't have your wallet id, but still "own" crypto that means that your brokerage has an id for itself and buys it through their wallet id and "gives" you a space in their wallet.

Usually, this isn't a problem most of the time, however, it can become a problem when a cryptocurrency splits it will take ages (sometimes months) for you to get the other currency from which it split.

This can be a problem because usually the other crypto that splits is sold off massively, so if you don't sell as you split, you are probably missing on some profits there.

For your information, a cryptocurrency will split (usually) when hackers find a way to hack the system and potentially get access to all the crypto in circulation to them, so the cryptocurrency splits into two where one of them has that problem solved and it preserves the currency.

Conclusion:

Hope you enjoyed this ebook.

If you liked the book don't forget to join my free newsletter where I share my discoveries entering the workforce and what I have learned that week, or the new books I read, or the new things I got into.

Here is the link for you to sign up for it!

<https://murielomatos.godaddysites.com>

And check out my other ebooks there too!