

A Review of

Buying Crypto Rules



RULE #1

ONLY START BUYING IN SMALL
AMOUNTS



UNTIL YOU ARE
COMFORTABLE WITH
HOW IT ALL WORKS

RULE #2



The coin/token
must be
decentralized,
and not
centralized

RULE #3

Research and find out if the coin/token has ever had an ICO or IPO (Initial Coin Offering, Public Coin Offering)



- **If there was an ICO/PCO then the token is most likely centralized.**
- **Comes with some risks**

RULE #4

How old is the coin/token?

- If its brand new then it is more risky because
- If its been around 4-5 years then it at least has a track record



RULE #5

How liquid is the coin/token



- CAN IT BE EASILY MOVED OR CONVERTED IF SOMETHING WERE TO HAPPEN

RULE #6

Is the coin/token easily tradeable

- Can it be found on many exchanges
- Does it have lots of pairs



RULE #7

How scarce is the coin/token?



- Check the max supply. If there is none then it can be continuously created

RULE #8

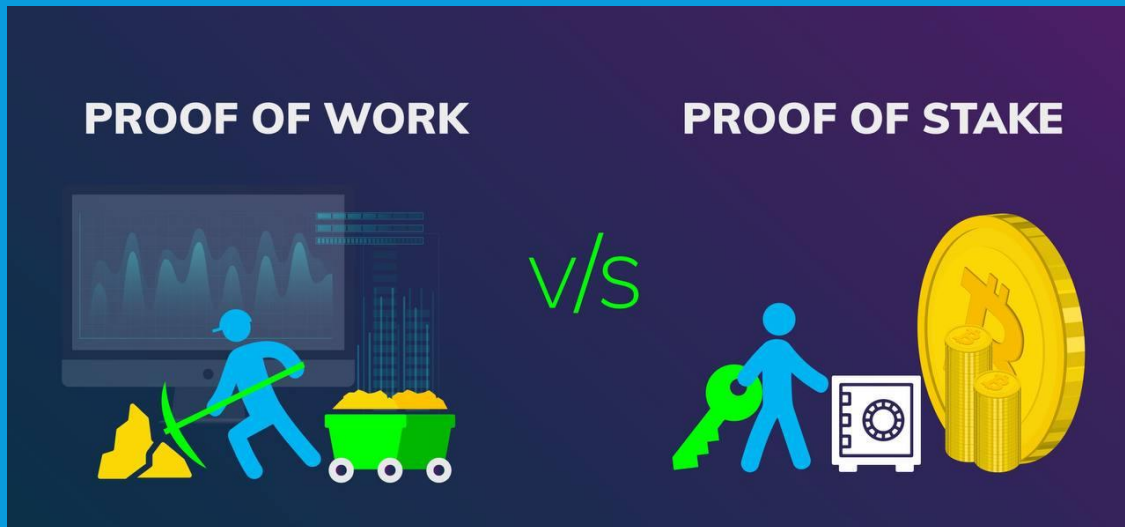
Does the coin/token have a purpose?



- Is it more than just a currency
- Is there a real-world utility to it

RULE #9

Can the coin/token create passive income



- (PoS) Staking or (PoW) Mining

RULE #10

What is the Community Like



- You can learn a lot about a project by its community
- Look through Twitter, Discord, Youtube, and be careful with telegram

RULE #11

If buying a lot of crypto at one time. I recommend using a OTC (over the counter)



- I recommend signing up for a Caleb & Brown account
- It's nice to have an actual person to transact with, then just a computer bot

Rules for Buying Crypto

1. Only start buying in small amounts until you are comfortable with how transactions work.
2. The coin/token must be decentralized, not centralized.
3. Research and find out if the coin/token have ever had an ICO or PCO (Initial Coin Offering, Public Coin Offering)
 - If there was an ICO/PCO/IEO then the token is centralized.
4. How old is the coin/token?
 - If its brand new then it is more risky because
 - If its been around 4-5 years then it at least has a track record
5. How liquid is the coin/token?
 - can the token be easily moved if something were to happen
6. Is the coin/ token easily tradeable?
 - coin/token can be found on many of exchanges
7. How scarce is the token?
 - Check the max supply. If there is none then it can be continually made.
8. Does the coin/token have a purpose.
 - More than just a currency.
9. Can the token create passive income?
 - nodes or staking or mining
10. What is the community like?
11. If buying more than \$2,000 worth of crypto. Use an OTC (over the counter broker)
 - Its wise to have someone to talk to, than worry if something goes wrong and there is