

### **Top 3 Ways to Trade Oversold Bitcoin**

Bitcoin has become brutally oversold.

After a devastating pullback from about \$48,000 to \$26,000, it's just starting to pivot higher. It's also incredibly oversold on RSI, MACD, and Williams' %R. Plus, most of the Terra USD (UST) crash may have been priced into the crash, too.

"Bitcoin has been a casualty of the broader market selloff of risky assets, but the latest crisis with stablecoins triggered the collapse of the \$30,000 level, which was a key entry point for many institutional investors. Confidence has been waning in the cryptoverse but it seems we are getting close to the end of the market sell-off," said Edward Moya, senior market analyst at Oanda, as quoted by Time.com.

Better, analysts still believe Bitcoin can eventually rally to \$100,000. In addition, with Bitcoin, there's still a scarcity issue. "There are only 18 to 19 million Bitcoins currently in circulation, and minting will stop at 21 million. Industry experts consistently point to this built-in scarcity as a big part of cryptocurrency's appeal," added Time.com.

However, if cryptocurrencies aren't your thing, check out the Bitcoin miners, which track the movements on Bitcoin.

#### **Look at Marathon Digital (MARA)**

After dropping from \$30 to less than \$10, the mining stock has also become oversold. At the moment, it's sitting at double bottom support and is oversold on RSI, MACD, and W%R.

MARA is also still growing. Revenue increased to \$51.7 million, an increase of \$42.6 million, or 465%, from the prior-year quarter. It also produced 1,259 Bitcoin, a 556% increase from 192 bitcoin in the first quarter of 2021. And it increased its hash rate 449% year over year.

#### **Riot Blockchain (RIOT)**

RIOT is also oversold on RSI, MACD, and W%R and is also starting to pivot higher.

In its most recent quarter, RIOT increased total revenue by 244% to a record \$79.8 million from \$23.2 million year over year. It increased mining revenue by 150% to a record \$57.9 million from \$23.2 million year over year. And, it produced record net income of \$35.6 million from \$7.5 million year over year.

#### **Bit Digital (BTBT)**

Investors may also want to consider Bit Digital. It's also at double bottom support dating back to mid-2020, and is also oversold on RSI, MACD, and W%R. From a current price of \$1.72, we'd like to see it challenge \$5 a share again, near-term.

In its most recent quarter, the company said, "Bitcoin mining revenue increased to \$96.1 million from \$21.1 million in fiscal year of 2020, an increase of 355% year over year. Net income increased to \$4.9 million in fiscal year of 2021, compared to a net loss of \$1.9 million in fiscal year of 2020. Total assets increased to \$179.9 million as of December 31, 2021 from \$39.9 million as of December 31, 2020, an increase of 351% year over year."