



## Bitcoin BullBear Price Update for 2/5/2016

### Market Commentary (BTC):

We are seeing a surprising amount of strength in the market right now given the almost 30 \$ move we got yesterday, although we still think that a more substantial correction is needed prior to another breakout move like we just saw. Also keep in mind that next week is Chinese New Year which means that all of China's financial markets, banks, and institutions are closed, which in our opinion will likely put a hold on any major moves beyond either 350 or 400 \$ until they reopen. With that in mind we think we will get a pretty good shot at a long entry over the next 10 or so days which will position us for China's return on the 15th of February.

Given that not much has changed since our update yesterday, we are showing the 6-hour chart for a look at the medium term technical setup. You can see that we are clearly still in the OTE short zone, just below an old order block and a rather sizable drop-off in volume profile past the 396 \$ level. If the bulls do decide to take one more run at 400 \$ we actually think that they will get stamped out around that 396 \$ area (396 - 400 \$ is now critical resistance).

Moving on, we now have bullish near term EMA's which appear to be stacking (bullish), although the 200-period SMA is still trending lower as overhead resistance, both of which tell us that we are probably due for a consolidation between 380 \$ and 400 \$. Lastly, Willy and the Stochastic are already overbought and are in need of some clean-up, while RSI is quickly moving there as buyers keep us elevated at current levels. These indicators need to come down some before we can think about buying.

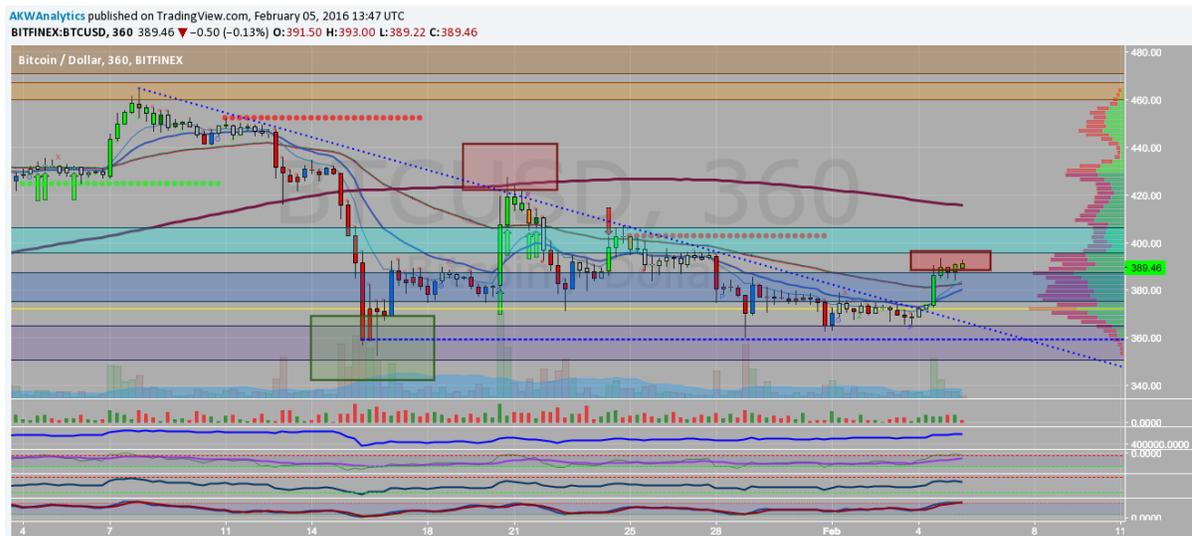
Seeing as though price action has remained encouraging over the past 24 hours (no dumps) we are now looking to the 380 \$ area for our ProTrade entry. We are at a rather critical juncture right now. If we can pull back into support prior to the breakout over 400 \$, then we think there is a much better chance that this rally could have some legs, perhaps to challenge the 475 \$ and 504 \$ highs. However, if we rip above resistance this weekend without any consolidation then we think this stops below the heavy 415 - 420 \$ resistance area on extremely overbought conditions. We are hoping for the former due to sustainability, but only time will tell.

Generally speaking, this recent move has confirmed for us that the past few months have indeed been a long and painful bull market correction. Not that it is quite over yet, but we are much more sanguine on the market than many bears and Classic promoters would lead you to believe. We think that eventually, at some point pre-halving, we resolve to the upside with new highs well above 504 \$. BTW, we are preparing the BBB Report this weekend for a little bonus coverage. Out before Monday!

Have a great weekend! GLGT!

### Current BBA ProTrades:

- 1.) **\*\*Bitcoin ProTrade - Very Short Term\*\***: No VST ProTrade at this time due to the fact that the triangle breakout has already materialized, and we are up against resistance.
- 2.) **\*\*Bitcoin ProTrade - Short Term [UPDATED on 2/5/2016]\*\***: Consider a LONG position on a pullback to the ~380 \$ level with a stoploss slightly below the 360 \$ low and an initial target of 415 \$.
- 3.) **\*\*Bitcoin ProTrade - Intermediate Term [UPDATED on 2/2/2016]\*\***: Consider a LONG position on a move down to the ~330 \$ level with a stoploss just below the 300 \$ support area and an initial target of 390 \$.
- 4.) **\*\*Bitcoin ProTrade - Long Term [UPDATED on 12/10/2015]\*\***: Stay LONG from the 220 - 230 \$ area with a stoploss just below the 162 \$ cycle low and an initial target of 605 \$.



**Happy Trading! Have a great BITday!**

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