

Forum:[Hack Forums](#)

Thread: [Why did BTC sky rocket? Your questions answered HERE.](#)

?Enlightened - June 13, 2016, 6:32 pm

Most of you are probably wondering, why the heck has BTC almost doubled over the last month?!

The answer is according and based around one reason and that is the upcoming Halving on July 1.

What is the halving?

Every 4 years, the reward for every block is halved. It's kind like your "leap year" for Bitcoin.

The last 4 years, the reward has been 25BTC...as of July 10, the reward will be 12.5BTC per block.

What does this mean? Mainly, less income for miners UNLESS the BTC/USD rate increases. Which is what we are experiencing right now.

Miners are largely operated from China, so what we are seeing now is the Chinese market largely investing into Bitcoin to hold their profit for mining and keep profit secure for the next 4 years. We COULD very well see \$1000 before the end of 3rd quarter.

If the price were not to rise before halving, mining would not be profitable. Without miners, transactions cannot be confirmed and therefore how will Bitcoin survive? It can't.

The price rise was very predictable, I've mentioned halving and price rise in many of my posts, personally, I am not surprised!

Happy investing, hope I have answered some of your curious questions.

P.S I am more than happy to answer any of your questions, as well as listen to anyone who contests this theory (while I doubt you will succeed I'm more than up for some friendly debate)

I will also post some chart analysis in the OP later on, when I have some more time on my hands :)

miserego - June 14, 2016, 7:40 am

July 10*

BTC/USD*

And no. The halving should have a SMALL impact but in this case the skyrocketing is mostly because of the Chinese currency crashing and many Chinese investing into btc.

ownedbox - June 14, 2016, 7:44 am

Yes they say Chinese are buying lots of BTCs too.

so yah they are investing as they believe those miners on the sichuan mountain spirits :)

markoboy22 - June 14, 2016, 9:26 am

So, bitcoin price will go down after halving, would it be good thing to invest then?

Evanescent - June 14, 2016, 9:35 am

Awesome, didn't new about it.

In next 4 years at this time same situation arises again?

Bovril Coin - June 14, 2016, 9:39 am

also britain leaving the EU will crash their economy and they will look to invest in other currency btc is the perfect choice

u?op ?pisdn - June 14, 2016, 9:40 am

(Jun 14, 2016 07:40 AM)miserego Wrote: [\[CITE\]](#) July 10*
BTC/USD*

And no. The halving should have a SMALL impact but in this case the skyrocketing is mostly because of the Chinese currency crashing and many Chinese investing into btc.

Finally someone who fucking understands, thanks for explaining.

Bovril Coin - June 14, 2016, 9:42 am

(Jun 14, 2016 09:40 AM)u?op ?pisdn Wrote: [\[CITE\]](#) Finally someone who fucking understands, thanks for explaining.

no no no the halving will make it rocket otherwise it will not be profitable for miners

then miners stop and BTC is no more

Omniscient - June 14, 2016, 11:20 am

This is just plain ole market manipulation probably by the Chinese miners and BTC holders who can easily sway the price of BTC.

MtGox inflated BTC price and now it's Chinese miners. I do expect BTC to continue to go up but like anything artificially inflated it's very likely going to pop eventually and crash. BTC has no reason it's gone from \$400 to nearly \$700.

The halving is just an excuse and they're doing this beforehand in order to cash out at the highest prices possible with the hope they can inflate BTC enough that the halving won't kill their business model. It likely won't but they might make less income.

G^aNNicus - June 14, 2016, 11:28 am

I do believe there is going to be a monster bubble coming very soon, that will skyrocket BTC over \$1200.

With a massive crash of 50-60% value loss.

Ultimately landing BTC @ \$500-\$700, in max 2 months after the halving.

Mission completed!

Well done China, well done

?Enlightened - June 14, 2016, 12:42 pm

(Jun 14, 2016 11:20 AM)Omniscient Wrote: [\[CITE\]](#) This is just plain ole market manipulation probably by the Chinese miners and BTC holders who can easily sway the price of BTC.

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The way I see it, is that they're pushing the price up before the halving in order to continue making their mining profitable. We could see prices in the four figures, but as long as the price pushes past \$800 then their mining investment is safe (25BTC @ \$400 = 12.5BTC @ \$800)

But yes looking at it short term, that could be the case (your last statement), but I'm sure the Chinese are not dumb enough to effect their investment in the long term by dumping down below \$800USD if they were to continue buying it.

The difference between MtGox and China, is that this is real volume. MtGox simply pushed it up themselves and the whole bubble had no real reason behind it.

(Jun 14, 2016 07:40 AM)miserego Wrote: [\[CITE\]](#) July 10*
BTC/USD*

And no. The halving should have a SMALL impact but in this case the skyrocketing is mostly because of the Chinese currency crashing and many Chinese investing into btc.

So you're saying this is just coincidental and that the Chinese economy has never fallen as weak as it is today?

You're forgetting the whole concept on what the halving will do to miners. I've been following this for the past few months, my theory has a lot more to it than yours simply being "the Chinese economy is weak, therefor they are investing"

(Jun 14, 2016 11:28 AM)G^aNNIcus Wrote: [\[CITE\]](#) I do believe there is going to be a monster bubble coming very soon, that will skyrocket BTC over \$1200.

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Check out the values after the last halving....

It rose from \$1 a month or so before the halving to over \$32

Then we saw not long after a stabiliser at \$2

(Jun 14, 2016 09:40 AM)u?op ?pisdn Wrote: [\[CITE\]](#) Finally someone who fucking understands, thanks for explaining.

So you're siding with a very one-sided theory?

Very educated move ?

Have either of you even looked at what happened after the last halving? Or better yet looked at the discussions over at BitcoinTalk?

(Jun 14, 2016 09:42 AM)THHY Wrote: [\[CITE\]](#) no no no the halving will make it rocket otherwise it will not be profitable for miners

then miners stop and BTC is no more

Halving*

Explain to me then, if the price were to stay at \$400USD how will miners continue to profit at 50% less than what they were getting before? What reasons would they have to continue mining, as they would be making a loss?

They'd either sell their equipment and dump the coin they have left OR pump up the coin value to keep their investment safe, which is what we are seeing now.

Your sarcasm is ironic and tells me about how much knowledge you have about this

....

(none)

G^aNNIcus - June 14, 2016, 2:24 pm

You can't base your facts on previous events (halving) in the past, there was totally different kind of money involved, there is smart money involved now.

2015 avg. BTC price @ \$200 - \$250. Were miners losing money then ? So why would they lose money now @ \$400.

BELIEVE me, even after the halving and BTC price @ \$400, miners would still be mining and making profit.....

Just like they did in the past (2015)

James Brown - June 14, 2016, 3:54 pm

(Jun 14, 2016 02:24 PM)G^aNNIcus Wrote: [\[CITE\]](#) 2015 avg. BTC price @ \$200 - \$250. Were miners losing money then ? So why would they lose money now @ \$400. Difficulty. They might be getting more \$ per coin but they are getting fewer coins.

with the same amount of fiat pouring in and the supply of new coins halved there is nowhere for the price to go but up.

?Enlightened - June 14, 2016, 4:57 pm

(Jun 14, 2016 03:54 PM)James Brown Wrote: [\[CITE\]](#) Difficulty. They might be getting more \$ per coin but they are getting fewer coins.

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Exactly right

I don't understand why that is so hard to see

Price is in direct correlation with difficulty, if I was a miner and value was set to stay at \$400 and not go up at halving time, I would have already sold and liquidated and called it a day.

(Jun 14, 2016 02:24 PM)G^aNNIcus Wrote: [\[CITE\]](#) You can't base your facts on previous events (halving) in the past, there was totally different kind of money involved, there is smart money involved now.

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BELIEVE me, even after the halving and BTC price @ \$400, miners would still be mining and making profit.....

Just like they did in the past (2015) What has 2015 got to do with anything, the block reward was still 25BTC?

And yes; you can base it on previous events. Halving only happens once every four years and so far the price movement is an exact replication.

xDoom - June 14, 2016, 4:59 pm

Figure that it was the Chinese pump and dump, as soon as they get their currency's stability sorted they will sell their Bitcoins for Yuan and the price will crash.

?Enlightened - June 14, 2016, 5:54 pm

(Jun 14, 2016 04:59 PM)DM12 Wrote: [\[CITE\]](#) Figure that it was the Chinese pump and dump, as soon as they get their currency's stability sorted they will sell their Bitcoins for Yuan and the price will crash.

We'll see.... My doubts are very high that this is the case

Kriojenics - June 14, 2016, 6:47 pm

I've been following ether and bitcoin for some time now and have been teaching myself crypto markets for trading. My question to you is with ether being essentially bitcoin 2.0 do you think it will one day take over bitcoin? Also is there a relation between ether and bitcoin prices or are they independent to a degree (for those of you who don't fully understand my question, when comparing ether to bitcoin and ether to usd for example, if bitcoin went down the price of ether to bitcoin would go down whereas the price of ether to usd would stay the same). My last question is for the people who want to do a long term investment into either cryptos, is it too late to jump on?

Bovril Coin - June 14, 2016, 7:21 pm

this could also be what is known as panic buying before something is supposed to go up "due to halving" people panic buy before hand and when the big players start to dump everyone jumps in and panic sells and price crashes big and once this happens grab as many btc as you can

labroca - June 14, 2016, 7:25 pm

I wish I held onto my 60 BTC instead of gambling them.

Sacred Symmetry - June 14, 2016, 7:26 pm

how long should i hold onto my btc for?

?Enlightened - June 14, 2016, 7:51 pm

(Jun 14, 2016 07:26 PM)?Google Chrome? Wrote: [\[CITE\]](#) how long should i hold onto my btc for?
As long as you can.....

In my opinion we won't be seeing <\$400 again unless something unexpected occurs

Bovril Coin - June 15, 2016, 7:28 am

BTC in 20 years from now?

what do you think will happen when its all been mined? how will it be powered?
and when do you predict this to be?

TheFiddler - June 15, 2016, 6:13 pm

Is it too late to invest now?

?Enlightened - June 15, 2016, 11:55 pm

(Jun 15, 2016 07:28 AM)THHY Wrote: [\[CITE\]](#) BTC in 20 years from now?

what do you think will happen when its all been mined? how will it be powered?
and when do you predict this to be?

Bitcoins simply continue to circulate, by the way it continues to halve and halve, technically it would take years for everything to be mined....to be exact, 2140 is the year all 21mil will be mined.

What will be in it for the miners when this happens?

Transaction fees. By then there will be huge amounts of transactions being processed at once, and if Bitcoin continues to grow at the rate it is growing now, the fees accumulated by these transactions per block would be worth continuing to mine.

Though I'm assuming by then, something better (possibly ethereum, possibly something new) could surpass Bitcoin, and Bitcoin may become just like Gold of the real economy. Gold was one of the first currencies, as Bitcoin is the first digital currency...

That's just a theory anyway. Anything could happen...sadly for us 2140 is a year we are unlikely to

see!

Lavish Living - June 16, 2016, 12:16 am

(Jun 15, 2016 11:55 PM)MaxCrypto Wrote: [\[CITE\]](#) Bitcoins simply continue to circulate, by the way it continues to halve and halve, technically it would take years for everything to be mined....to be exact, 2140 is the year all 21mil will be mined.

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how much btc do you/are you holding on to?

and what other currencies are you invested in?

dresidemass - June 16, 2016, 4:18 am

Would you suggest investing in bitcoin starting fresh

?Enlightened - June 16, 2016, 4:51 am

(Jun 16, 2016 12:16 AM)Lavish Living Wrote: [\[CITE\]](#) how much btc do you/are you holding on to?

and what other currencies are you invested in?

i won't disclose, simply because im not interested in my security being targeted.

As for other currencies:

Decred (bought in very early)

Ethereum

Lisk

dresidemass - June 16, 2016, 5:07 am

Are there any new coins that are worth investing in

?Enlightened - June 16, 2016, 5:09 am

(Jun 16, 2016 05:07 AM)dresidemass Wrote: [\[CITE\]](#) Are there any new coins that are worth investing in

at this point in time? not necessarily...everything is in a bit of a 'hype' at the moment due to the bitcoin rise. I wouldn't invest until the market stabilizes a bit.

dresidemass - June 16, 2016, 5:11 am

(Jun 16, 2016 05:09 AM)MaxCrypto Wrote: [\[CITE\]](#) at this point in time? not necessarily...everything is in a bit of a 'hype' at the moment due to the bitcoin rise. I wouldn't invest until the market stabilizes a bit.

Okay what about btc and eth I've never heard of the latter and the last time I looked at btc they were 300 n I thought they were going to die out

?Enlightened - June 16, 2016, 5:12 am

(Jun 16, 2016 05:11 AM)dresidemass Wrote: [\[CITE\]](#) Okay what about btc and eth I've never heard of the latter and the last time I looked at btc they were 300 n I thought they were going to die outYou

weren't alone, you should've seen the bitcoin community back then....it was as if everyone were about to abandon it, lol

ETH is something you should definitely look into. Has a lot of potential.

dresidemass - June 16, 2016, 5:18 am

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True I'm definitely going to look into it I'm trying to get 25 posts to sell my amazon gift cards to start investing I've been buying them for a long time and finally found a market place to sell them and I'm interested in investing in cryptocurrencies