

Forum:[Hack Forums](#)

Thread: [Tesla dumps 75% of its BTC holdings](#)

_daniel - July 20, 2022, 10:29 pm

Following on from my previous thread "[Tesla Sold \\$272MM worth of Bitcoin](#)", Tesla has revealed it has sold 75% of its holdings in the last quarter.

"We are certainly open to increasing bitcoin holdings in future. So this should not be taken as some verdict on Bitcoin. It's just that we were concerned about overall liquidity for the company given COVID shutdowns in China," Tesla CFO Zachary Kirkhorn said. ([Source](#))

Given that the reason BTC rose over \$40K due to Tesla's 'enterprise adoption', it should be no surprise that the price remains severely depressed, considering that BTC has failed to be a 'store of value' or an 'inflation hedge'. By the looks of things, they appear to have sold a large majority at a loss of ~10%.

What are your thoughts?

diesel - July 20, 2022, 10:35 pm

(Jul 20, 2022 10:29 PM)_daniel Wrote: [\[CITE\]](#) Given that the reason BTC rose over \$40K due to Tesla's 'enterprise adoption',

What are your thoughts?

Citation required.

Swip3r - July 20, 2022, 10:36 pm

Not worried long term of course, musty Elon has continuously proven to be a troll on twitter and that surely has hurt his validity, sure nearly \$1B in BTC is a tough hit & sure he still has major influence but I couldn't care less about what musty Elon says personally.

Same dude that just said BTC isn't renewable enough after stating that they'll accept BTC transactions if the renewable energy source of BTC mining hits over 50% (which it has)

Makes sense that they needed liquid cash though, weird that they needed liquid cash so bad that they chose to sell at a 10% loss.

_daniel - July 20, 2022, 10:37 pm

(Jul 20, 2022 10:35 PM)diesel Wrote: [\[CITE\]](#) Citation required.

Bitcoin's price shot up more than 14% after Tesla's disclosure to a new all-time high of \$44,801, based on CoinDesk's Bitcoin Price Index. The jump pushed bitcoin's year-to-date return to about 50%, versus 3.9% for the Standard & Poor's Index of large U.S. stocks. ([source](#))

diesel - July 20, 2022, 10:43 pm

(Jul 20, 2022 10:37 PM)_daniel Wrote: [\[CITE\]](#) Bitcoin's price shot up more than 14% after Tesla's disclosure to a new all-time high of \$44,801, based on CoinDesk's Bitcoin Price Index. The jump pushed bitcoin's year-to-date return to about 50%, versus 3.9% for the Standard & Poor's Index of large U.S. stocks. ([source](#))

_daniel - July 20, 2022, 10:44 pm

(Jul 20, 2022 10:43 PM)diesel Wrote: [\[CITE\]](#) -snip-

The market says otherwise and the market is the ultimate source of truth. Does price dictate narrative or does narrative dictate price?

diesel - July 20, 2022, 10:57 pm

(Jul 20, 2022 10:44 PM)_daniel Wrote: [\[CITE\]](#) The market says otherwise and the market is the ultimate source of truth. Does price dictate narrative or does narrative dictate price?

The "market" you're referring to is, by all intents and purposes, a mythical creature that hasn't been seen for over 100 years. Certainly not since the unholy parasitic virus that is the Federal Reserve System came into existence. There is no truth in the market when the money that's supposed guide the signals within it has been corrupted beyond any hope of redemption.

_daniel - July 20, 2022, 11:04 pm

(Jul 20, 2022 10:57 PM)diesel Wrote: [\[CITE\]](#) The "market" you're referring to is, by all intents and purposes, a mythical creature that hasn't been seen for over 100 years. Certainly not since the unholy parasitic virus that is the Federal Reserve System came into existence. There is no truth in the market when the money that's supposed guide the signals within it has been corrupted beyond any hope of redemption.

You can continue believing that, just not sure why you are into cryptocurrency and concerned about fiat-price valuations if that's the case.

For me, having somewhat contrarian views and not being a perma-bull has made me wealthy. Hopefully, with the posts I share, others may enjoy the alternative view on markets/narrative/price beyond just "number go up".

Dirtbagjohnny - July 21, 2022, 3:45 am

They sold just during that period where btc dumped the the most, and now when the news hit the price barely moved. Was it priced in? Did their sell-off leak?

G Eazy - July 21, 2022, 4:01 am

I think he does it without even thinking about it. I mean look at TSLA pre-market...

notacstudent - July 21, 2022, 4:24 am

The reason they sold Bitcoin:

Shanghai lockdowns caused significant concerns for their balance sheet. Bitcoin is highly liquid and it was sold at a profit as insurance against the closed factories.

This is why they bought Bitcoin in the first place, it's a highly liquid cash alternative.

If you're going to learn anything from this:
Take profits!

Should also note, Elon said he's open to buying more Bitcoin down the road.

Bovril Coin - July 21, 2022, 4:37 am

could of been something to do with SEC and the twitter case mabey they said dump BTC and we will side with you on X,Y,Z

shreder - July 21, 2022, 3:54 pm

Could you really blame the guy? This is the Bitcoin community.

Regulus - July 21, 2022, 4:06 pm

No wonder it's "crashing" at the moment then.

iNviZ - July 21, 2022, 5:14 pm

(Jul 21, 2022 04:06 PM)Regulus Wrote: [\[CITE\]](#) No wonder it's "crashing" at the moment then.
Crashing? Wall Street involvement it's a win win for BTC. Going to save this thread and repost in 3 years. EHey

_daniel - July 21, 2022, 5:42 pm

(Jul 21, 2022 03:45 AM)Dirtbagjohnny Wrote: [\[CITE\]](#) They sold just during that period where btc dumped the the most, and now when the news hit the price barely moved. Was it priced in? Did their sell-off leak?

They sold during the quarter, but only disclosed the sale recently. I'm speculating the reason the price dropped below 30k to 20k was Tesla's BTC sell-off.

(Jul 21, 2022 04:24 AM)notacstudent Wrote: [\[CITE\]](#) The reason they sold Bitcoin:

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Should also note, Elon said he's open to buying more Bitcoin down the road.
It's quite a fabulous narrative.

(Jul 21, 2022 04:37 AM)Bovril Coin Wrote: [\[CITE\]](#) could of been something to do with SEC and the twitter case mabey they said dump BTC and we will side with you on X,Y,Z
Yes - and/or TSLA needs liquidity for other reasons...

(Jul 21, 2022 05:14 PM)iNviZ Wrote: [\[CITE\]](#) Crashing? Wall Street involvement it's a win win for BTC. Going to save this thread and repost in 3 years. EHey
If one company can have so much impact on price/sentiment...

Wouldn't Wall Street focus more on derivatives rather than BTC itself?

iNviZ - July 21, 2022, 6:08 pm

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Wouldn't Wall Street focus more on derivatives rather than BTC itself?

You missed the point, tip my hat for making BTC bigger than Musk. BTC gained so much money from investors, you think they all will follow him all the time? Fuck no, you ever deal in stocks? Oil industry is locking in as well on BTC, shit now PayPal (worst fund company in the world)

Integrating BTC. Guessing you that guy who calls it a bubble?

Edit- my imply was Wall Street investors

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(Jul 21, 2022 06:08 PM) iNviZ Wrote: [\[CITE\]](#) You missed the point, tip my hat for making BTC bigger than Musk. BTC gained so much money from investors, you think they all will follow him all the time? Fuck no, you ever deal in stocks? Oil industry is locking in as well on BTC, shit now PayPal (worst fund company in the world)

Integrating BTC. Guessing you that guy who calls it a bubble?

I am a large believer in cryptocurrency as a technology to tokenize the world.

I don't believe the narrative "number go up" is sustainable, nor help achieve the point above. I hold crypto, yet I also trade it.

It's extremely profitable to identify market inefficiencies. "Be observant of macro trends and the market, then make an analysis based on that."

TSLA dumping BTC at loss shows Wall Street just how volatile, risky, and in this case unprofitable it is to add crypto to a company's balance sheet. Instead, Wall Street will gravitate towards derivatives and ETFs to gain crypto exposure without the risk of adding it to the company treasury.

PR1V473 - July 21, 2022, 8:22 pm

(Jul 21, 2022 06:22 PM) _daniel Wrote: [\[CITE\]](#) TSLA dumping BTC at loss shows Wall Street just how volatile, risky, and in this case unprofitable it is to add crypto to a company's balance sheet. Instead, Wall Street will gravitate towards derivatives and ETFs to gain crypto exposure without the risk of adding it to the company treasury. Cannot agree more. We are 5+ years away at mass adoption, and another 10+ years away where the major companies will hold BTC in their portfolios.

Swip3r - July 21, 2022, 8:33 pm

(Jul 21, 2022 06:22 PM) _daniel Wrote: [\[CITE\]](#) I am a large believer in cryptocurrency as a technology to tokenize the world.

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You could argue the opposite and state that it also proves how an extremely volatile "asset class" has enough liquidity to absorb \$1B, I don't think Tesla selling BTC was the sole reason for BTC falling recently, along with all other crypto, stocks and other risk on (for now) assets.

But yeah, no point in denying that ETFs will probably be the go-to for institutional investments, I

don't really see an issue as long as spot ETFs are finally approved.

If you're going the paper BTC route I can see why it'd be worrisome but leverage and bad monetary sense for any company/institution gets washed out eventually, as we've seen multiple cycles.

Hopefully that leads people to spot ETFs.

notacstudent - July 22, 2022, 9:43 am

(Jul 21, 2022 05:42 PM)_daniel Wrote: [\[CITE\]](#) They sold during the quarter, but only disclosed the sale recently. I'm speculating the reason the price dropped below 30k to 20k was Tesla's BTC sell-off.

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Lmfao it's not a narrative, it's the truth. When a communist govt shuts down Tesla's most profitable factory indefinitely, it is their duty to act in a way that protects their shareholders & protects their mission.

Liquidating Bitcoin was an obvious defensive play & it should upset no one.

Elon literally said Tesla is open to accumulating more BTC. If you truly cared for Bitcoin you would be thankful that Tesla dumped, allowing for more great entry prices.