

Risks of NFTs

In social media you often see how enormous profits are made by flipping (buying at a low price and selling at a higher price). Influencers even advertise with it.

The opportunities from the NFT market are very large, but beware: There are also various risks when you invest in NFTs:

1. RugPulls

Everything looks good at the start of the NFT, but suddenly the project and founder have disappeared and the NFTs are no longer worth anything.

Tip: Good research before investing in the project

2. hacks

Your hot wallet can be hacked and scammers will steal all your assets in the wallet

Tip: Store larger amounts and NFTs in the cold wallet and turn on 2-factor authentication.

3. Relatively new market - unregulated and highly volatile

There can be up to 50% or more daily fluctuations in projects.

There are hardly any laws

Tip: Only invest money that you do not need.

Attention also if you get links sent to you. Many just want your wallet!