

Trader Behavior vs Market Sentiment Report

This report summarizes the relationship between trader performance and Bitcoin market sentiment (Fear vs Greed).

Key Insights:

- During Greed phases, average PnL was higher but leverage risk increased.
- Fear phases showed reduced trading activity but more stable outcomes.

Final Summary:

Overall, the analysis suggests that trader profitability tends to improve when market sentiment is in a Greed state. However, this comes with greater leverage exposure and potential risks. In contrast, during Fear phases, trading activity and volumes decline, but outcomes are more consistent and less volatile. This indicates that sentiment can serve as a useful signal for aligning trading strategies with risk appetite: pursuing higher rewards in Greed periods, or prioritizing stability in Fear periods.