

Cryptocurrency for Dummies

Glossary

Frequently Used Acronyms

- BTC - Bitcoin
- ETH - Ethereum
- DCA - Dollar Cost Averaging
- DYOR - Do Your Own Research
- HODL - Hold on For Dear Life
- KYC - Know your customer
- NFT - Non-Fungible Token
- NFA - Not Financial Advice

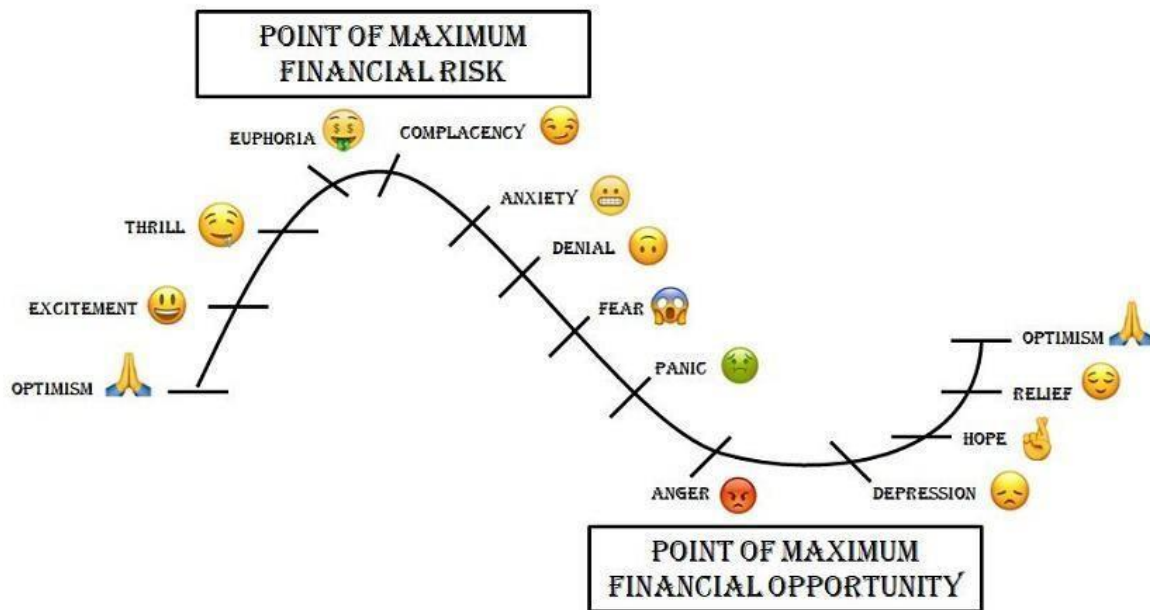
1. Index of Terms

- Blockchain
 - Decentralized storage of all transactions across a peer-to-peer network. Using this technology, participants can confirm transactions without a need for a central clearing authority which creates integrity and a lack of counterfeit ability. The platform all crypto is built on.
- Smart Contracts ○ Agreement between two parties that are stored on the blockchain and are not able to be changed.
- Stable coins e.g. DAI or USDC ○ Digital currency (coins) that are 1 for 1 backed by fiat currency held in trust
- Bitcoin
 - Bitcoin is a decentralized digital currency, without a central bank or single administrator, that can be sent from user to user on the peer-to-peer bitcoin network without the need for intermediaries

- Ethereum
 - Ethereum is a decentralized, open source blockchain with smart contract functionality. Ether is the native cryptocurrency of the platform.
- Alt Coins
 - Any Crypto not bitcoin (typically does not refer to Eth either)
- Meme coins
 - A cryptocurrency that originated from an Internet meme or has some other humorous characteristic, often started as a joke and has no use case
- Use Case
 - The utility of a cryptocurrency. How a project anticipates accomplishing the goal of the project.
- Wallet e.g. Exodus ○ Place you store your crypto
- Exchange e.g. coinbase pro ○ A place to buy/trade crypto
- Cold storage e.g ledger ○ A wallet that cannot be connected to the internet
- Encrypted email e.g. proton mail
 - The type of email address you need to use to set up your account so that it cannot be hacked.
- Seed Phrase/Private key
 - 12 - 24 word phrase that allows you to protect/keep secure your crypto if you get locked out of your wallet.
- Hold on For Dear Life (HODL) ○ The advice for those who are in fear and would be selling at a loss.
- Know your customer (KYC)
 - A term used in centralized exchanges and wallets that require you to submit your ID and your registration is therefore attached to you as a person.
- Non-Fungible Token (NFT)
 - Unique and non-interchangeable unit of data stored on the **blockchain**.
- Telegram
 - An App you download that operates like twitter and/or Facebook messenger for specific channels and groups

- Do Your Own Research
 - No one is giving financial advice in the crypto space. This is advice to investigate your own projects, own your results, and make your own decisions.
- Dip ○ When the market is red and is going down
- **Metaverse**
 - Immersive virtual (typically 3D) worlds with immense social interaction and financial potential.
- Staking
 - When you promise to hold your crypto in a certain place for a certain amount of time and get % earned on it. Like a dividend would be for a stock.
- Liquidity Providing
 - A liquidity provider is a user who funds a liquidity pool with crypto assets she owns to facilitate trading on the platform and earn passive income on her deposit.
- Market cap ○ How much money total is invested/total value of the cryptocurrency in question.
- Defi ○ Decentralized finance - No KYC
- Dollar Cost Averaging
 - To purchase crypto at multiple prices so your overall entry price is the average of those various entry points.
- Entry price ○ The price you enter the market.
- Take Profit
 - The point you exit your entry position, typically into stable coins, fiat, exchange into other projects, and/or whatever you want!
- Stable coins e.g. DAI or USDC
 - Digital currency (coins) that attempt price stability and are backed by a reserve asset
- Partial profits ○ Removing a portion of what you have in that project.
- Halvening (4 year cycle)
 - the 4 year cycle that reduces mining rewards so the supply and demand value shifts in favor of price increases.

THE CYCLE OF MARKET EMOJIS



Security

- Internet connection
- Phishing
- Device
- Email
- Wallets vs exchanges
- Private keys/ seed phrases
- Cold storage - Ledger - purchase direct
- Stonebook & Fireproof storage
- NO GUARANTEES IN CRYPTO
- WATCH OUT FOR IG SCAMMERS
- DO NOT GIVE YOUR MONEY

Questions/Answers

- How can someone with a very low income to invest still build up their wallet/portfolio of coins.
How little is too little?
 - Don't invest what you can't afford to lose - Not because we're going to lose it, that's not the intention we set when investing...but because of the emotion behind it.
 - You can enter for \$10 but fees and R:R are somethings to consider.

- What affects the price of Bitcoin generally?
 - Supply 21,000,000 Btc - 3m lost forever. 48m millionaires in the world ○ News - E.g. JP morgan Chase
 - Cycles - Emotions in the market & Halvening

 - Increase my knowledge to make & grow my investments strategically.
 - Criteria created by short term goals/long term goals
 - SMART goals - Specific, Measurable, Attainable, Results based, Time
 - ✦ Find people who have been successful in following their goals/plan and do what they do!

 - Looking for more direction and tips on doing better.
 - Goals - Set goals, time scales and expectations. Its ok to start small ○ A question well asked is a question half answered - Define the problem then the solution is easier to research who you can get it from

 - Basically I want to know more about setting up a passive income to leave my 9-5
1. Income is king.
 2. Created a budget
 3. Figured out how much income you need
 4. Created that (steps 2-3)
 5. Put 1 year of income in the bank
 6. Pay off all your debt
 7. Get a mentor or community
- **Navigating retirement can be weird, most people go back or spend all their money without support and guidance. **
- TADA!!! Retirement!! **Sometimes situations affect personal goals**

Action Items

1. Set up proton mail

2. Ensure you have your seed phrases/private keys and change your email on your wallets
3. Get your crypto off exchanges
4. Ask questions in this feed and we will connect and get them answered!

ALWAYS know the community in WIC is here to help, always feel free to reach out with questions, this isn't a space where questions are dumb! We're all learning! YOU CAN DO IT!

Agenda For Future Classes (Unanswered/ More advanced questions)

- How do you put your crypto into a liquidity pool?
- What are other ways of passively earning besides staking?
- And what is some advice for those who can only stake small amounts (around 25-80) to see the best return?
- Charts & info, like on dextools, for example
- I'd like to know the best way to avoid or at last reduce high gas fees when buying coins with eth
- I'm particularly interested in learning more about stack investments, lending and staking and the various methods people use.
- I am new to crypto and learning how to research and buy...uniswap, pancakeswap, Metamask, etc.
- Of all the options, how do I make a living from it? ○ Cashflow or sell
- How do I take it to the professional and/or next level?
- Relative noob with many questions, interested in where to research, what kind of information should I look for & how to use that info; wallet recommendations & pros & cons of the recommendations; understanding the info on a swap, like uniswap or similar; burn & earn % (I'm thinking this percentage is what you will not receive when you think you purchased a certain amount of token/coin).