

Bitcoin Trading Canada

Only on the basis of data from the glass of quotes can analysis and decisions for trading be made. The first thing that can be calculated from the list is the current spread on a traded pair. For this purpose the first values from the list are taken, and their difference is calculated.

On the basis of orders placed in a large volume glass, it is possible to predict further behavior of the price chart before trading on the exchange [bitcoin trading Canada](#). Thus, if large buy orders are found, we can expect a rapid growth. In the opposite situation, a large sell order is likely to push the rate down. It is important to remember that not all requests placed by participants are specified in the list.

Only the positions closest to the current price are displayed in the list, so it is difficult to know how the rate will react after a number of large positions have been worked out, so when only quotes are taken into account, one can only count on short-term analysis. The easiest way to filter the list for large quotes is to draw appropriate conclusions based on their performance. For a deeper analysis, it will be necessary to apply such approaches, which include the review of news concerning the pair you are interested in or technical analysis tools.

The division of orders into passive and aggressive orders can be called passive if the order is placed for execution at a level other than the current rate, which is assumed to be a strong resistance or support. Such orders just form the strength of resistance/support levels (sup/res). Only at the moment when the rate of the crypt currency approaches the specified level it will be clear whether it will be able to overcome it or will turn in the opposite direction after testing.

The determining factor will be the ratio of the list of Sell and Buy positions, as well as trading activity when placing orders only at the current rate. Aggressive orders are those that are intended to trade at the exchange at the current level. In other words, they are called instant orders because they are executed as soon as possible, with a response offer.

Most of the movement on the chart of the pair is formed and supported by aggressive orders. After execution of a large aggressive order, the exchange rate can make a significant movement and trigger a whole list of pending passive orders.

Resistance and support levels for the price The price is constantly changing and forms a chart far from a straight-line movement. There are peaks and failures that mark highs and lows, often referred to as local extrema. In addition, extreme extrema in a significant time interval are called significant or absolute. If a line can be drawn on a consecutive series of highs or lows, it will indicate the level of resistance and support, respectively.

These are levels and values of quotes, at which the rate of the crypt currency clearly feels a significant obstacle, and then makes a reversal. Strong support levels occur in places where a significant list of buy orders accumulates. Also with a resistance level, which is determined by the presence of a significant list of sell orders. Actually, the main goal of most players of the exchange is to buy the crypt currency during the fall of the rate and sell it when the price reaches higher values. If you present the resistance and support lines as a channel, it is most profitable to trade on the borders of the channel. Identifying meaningful levels for the price chart is one of the main tasks for any analysis and forecasting.

One of the main definitions that market participants face is the trend and trend price movement. It is important to know the trend direction. The trend itself is a channel composed of parallel resistance/support levels. The direction of the trend movement is determined by the slope of levels.

If they are directed upwards, the trend is called an upward trend. It means that the crypt currency is traded with the prevalence of purchases. For a downtrend it is the opposite. A sideways trend is a movement in which resistance/support levels are horizontal and there is a rough parity of sales and purchases.

History of performed deals According to the history of performed deals, one can judge about total trading volumes at the exchange and a specific pair. It helps first of all to estimate the interest of the main mass of participants in this or that price for the provided instrument.

The trading volume is represented as the total number of units of the traded crypt currency, which has passed from hand to hand based on executed orders for a certain period of time. Naturally, we are not talking about direct transmission of something material. For the analysis, the volume indicator is very important, which appeared when the price reached a certain level. It can be a strong signal to start trading in anticipation of further price movement.