

Digital Asset Sisters

The Next Move - NEWSLETTER

September 2nd-8th, 2023

SWIFT to ISO 20022

- Within 6 months or less, ISO 20022 will be adopted by 41% globally
 - 50% in North America
 - 40% Europe

Ripple said these things:

- “XRP could help in a systemic risk situation in another financial crisis”
- “XRP will be like a supranational currency similar to the Swiss Franc”
- “XRP Simple goal to be world reserve digital currency”
- “Creators goal: was for Xrp to be the world reserve currency
- Ripple xrp goal is to have liquidity of a G10 currency
- “Ripple is in fact replacing SWIFT”
- Brad Garlinhouse joking with Ross about “ the IMF using a digital currency.”

XRP vs. XRP+ ??

- XRP+ is a native asset on the XAHAU network
 - This is essentially a copy of the xrpL
 - When you copy and paste XRP that is called a fork.
- A fork operates entirely differently than a main net.
 - It is also a side chain.
 - 2 separate blockchains but they are still connected.

Is XRP+ a competitor to XRP?

- Not really because they are using the cross chain.
- An amendment on the xrpL allows for side chains.
- Inside side chains you can add and change on the XAHAU network.

BRICS

- \$114.5 Billion US treasuries dumped from China
- What we are looking for is if in January, Saudi Arabia is no longer honoring the exclusivity of the petrodollar.
- Will they choose to join BRICS?
- This is a very historic moment that will be happening in January.
 - We will get to see what countries join BRICS.
 - This will also be a huge population increase into usin

Is The Future Gold or Cryptocurrency?

- Many people are wondering whether we will go back to an old gold backed system or move into the future with our monetary system running on blockchain and using cryptocurrency.
- The real question is no is our future going to be based on gold or cryptocurrency, but rather how will our future run on blockchain with a gold backed cryptocurrency?
 1. We need a new monetary system due to many issues we face today with our current monetary system.
 - a. Problems:
 - i. Slow transfers
 - ii. Inaccurate settlements
 - iii. Locked up liquidity
 - iv. Limited exchanges
 - v. High fees
 - vi. Many more
 - b. Solution: Cryptocurrency solves all of these problems by providing a quick, efficient, and accurate method and rate of exchange between currencies. This allows us to send money like an email with instantaneous settlement with trustless networks.
 2. We need to stop the hole of inflation our whole world has dug itself with worthless fiat currencies.
 - a. Problems:
 - i. Inflation
 - ii. Worthless fiat currencies
 - iii. No trust

- iv. Manipulation with the system
- b. Solution: Gold solves all of these problems by providing a gold standard world wide that everyone values. This will limit inflation and provide a stable market for each country to operate in fairly.

Biggest Corporations In The World Are Working Together

- BlackRock, State-street, and Vanguard are each huge dominating corporations who own a huge portion of the S&P 500.... **89%**
 - The S&P 500, as we know, is an index of the largest 500 companies in the United States and their stock prices.
 - Collectively all of the big corporations own each other with the same names and connections behind each company, so it is truly one giant corporation with different names.
- These companies also purchase a large number of homes in the US. RFK Jr. actually claimed that these corporations could own more than 60% of the homes in the US by 2030.
 - RFK Jr. says, “These corporations are literally trying to buy everything, and Larry Fink, the CEO of Black Rock is on the board of the World Economic Forum and what they have said they want is a great reset which means you will own nothing and be happy. Well they are on their way to making sure we don’t own anything.”
 - How do they do this?
 - These are the situations where a nice home is on the market for a duration of time and someone is about to buy the home. Then out of nowhere at the last minute someone comes in with a cash offer and snatches it off of the market.
 - These are signs that this is one of these companies. It is not clear upfront because it is bought by an LLC with an ambiguous name, but this is the way BlackRock and these other corporations hide their name behind another off chain company. Though if you trace these companies back up, you will find BlockRock or another major corporation owning these LLCs.

SEC Should Not Be Warranted The Ability To Appeal

- When the SEC appeals a decision in the manner they are doing now, which is called an interlocutory appeal, they are not supposed to be able to appeal a decision that is based on fact.
 - In any court case, the judge can either give opinions based on their own thoughts of what happened or they can apply the law directly if there are enough facts and circumstances.
 - In the Ripple vs. SEC case, they applied the Howey test to facts and circumstances of XRP distributions and to Ripples sales of digital assets.
 - So using facts, the question is simple and straightforward, did Ripple violate the Howey test or not?
 - The judge in this case ruled through testing that Ripple did not violate the Howey test, therefore the SEC should not be able to appeal this case.
- The SEC has been in many court cases where they use the Howey test and have always agreed it was purely based on fact. This is the first case they are changing their mind and trying to say maybe the Howey case is not fully fact based. This is just showing how the government will change rules in the benefit of themselves.
 - We will most likely see this appeal denied, and Ripple set free from the SEC for good.

ODL 2.0 (On Demand Liquidity)

- On Demand Liquidity is going to be a complete game changer for institutions moving money all around the world.
- Right now the limiting feature about ODL is within the complexity of exchanging different currencies. This is how the process works currently:
 - 1. Institutions have to go from fiat to an exchange.
 - 2. Convert your fiat for XRP on that exchange.
 - 3. Go from XRP to the next exchange.
 - 4. Sell the XRP back to the fiat you are trading into.
 - This system is complex and not as efficient as it needs to be right now. That is why David Schartz, the CTO at Ripple, is innovating in order to make the ODL system more efficient.

- The way David Scharz wants to fix this problem is by having banks and institutions having their own stablecoin, like USDC, on the XRP ledger.
 - This enables institutions to avoid centralized exchanges all together and go through decentralized exchanges with no fees. Process:
 - 1. Institutions are already on the decentralized exchange.
 - 2. They trade their stablecoin directly with XRP on this same exchange.
 - 3. They then trade their XRP for the stablecoin they are trading into.
 - This is simplified through the XRPlledger and XRP. This is why there will be so much value running through the XRPlledger because it will be very efficient with no centralized exchange fees.
- The advancements with ODL noted above will make it possible to now not only bring in the inefficient markets, but the most efficient markets as well, like USD and Euro.

EXTRA

- Biden is requesting more funding for Covid-19 vaccines.
 - Congress is now developing a new coronavirus vaccine.
 - Biden says this will be a mandated vaccine for all individuals.
 - Biden also announced he will be wearing masks indoors to prevent catching the new variant Covid-19.
 - In Washington D.C there is an elementary school of 3rd graders who tested positive for Covid-19.
 - The school is mandating all children wear masks.
 - Is this the beginning of a new variant?
 - What is the government's plan as they lock down more control over a “new variant.”
- Grayscale got its victory against the SEC. They can now convert the Grayscale Bitcoin Trust to an ETF
 - Applicants for a BTC ETF:
 - Blackrock
 - Invesco
 - Fidelity

- VanEek
- Bitwise
- This could create scarcity and demand for the asset.
- And it would provide exposure to the investor, which could send the market into a bull market.
- The SEC delayed it's decision on Bitcoin ETFs
 - Jay Clayton says that Bitcoin is obviously something that retail investors want access too.

The Next Move

(These are steps that could be beneficial for this time. This is not financial advice and should be used for educational, informational, and entertainment purposes only. You are solely responsible for your decisions.)

1. BTC ETF approval could trigger a bull run
 - a. Be prepared and set to sell if you want.
 - b. Know your exit strategy.
2. Huge corporations are coming together, like blackrock, and buying up Real estate.
 - a. This is a part of the Great Reset plan by the WEF.
 - b. They want people to own nothing and be happy.
 - i. That includes real estate.
3. With the BRICS accepting Saudi Arabia and 5 other countries by 2024.
 - a. BRICS is expanding and growing their population and GDP.
 - b. BRICS will use their own currency more often and then we will see BRICS create and use their own currency here in the future.
 - c. The dollar becomes less valued.
 - d. Gold and silver prices go up.
 - e. Digital assets become more utilized.
4. Protect your assets!
 - a. Get crypto off exchanges.
 - b. Have cash on hand.

Resources

- <https://www.pbs.org/newshour/politics/president-joe-biden-says-he-will-request-more-funding-for-a-new-covid-19-vaccine>
- <https://investguiding-com.ngontinh24.com/articles/who-is-the-largest-owner-of-single-family-homes-in-the-us>
- <https://www.cnbc.com/2023/09/01/sec-delays-decision-on-spot-bitcoin-exchange-traded-funds.html>
- <https://www.crunchbase.com/person/david-schwartz-19>