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## [ PDF Database Document ] - BTCC Cryptocurrency Exchange

Original:

<https://www.btcc.com/en-US/academy/research-analysis/why-is-the-crypto-market-falling-key-factors-explained>

### Why Is the Crypto Market Falling? Key Factors Explained

#### Key Takeaways:

- [BTC](#) and [ETH](#) have experienced price declines of 3.8% and 6%, respectively, as U.S. stocks have plummeted.
- There may be an impending recession based on the rising unemployment rate.
- The Nasdaq and S&P 500 experienced a drop of 0.97% and 0.78%, respectively, following a gap-up opening.

After a market crash on August 5, 2024, the [cryptocurrency](#) market has embarked on an upward trajectory. Amidst this bullish trend, Bitcoin (BTC) and Ethereum (ETH), two prominent digital assets, have witnessed remarkable price increases, reaching \$57,600 and \$2,551, respectively. Despite this positive momentum, both cryptocurrencies are currently facing significant selling pressure. Investors and market enthusiasts are closely monitoring these developments, eager to discern the future direction of the volatile cryptocurrency market.

- [Bitcoin and Ether Continue to Decline: What's Next?](#)
- [What Are the Potential Reasons Behind the Decline of Cryptocurrency?](#)
- [Signs of an Economic Recession?](#)

# Bitcoin and Ether Continue to Decline: What's Next?

At press time, BTC and [ETH](#) have seen price drops of 3.8% and 6% respectively, in the last 24 hours. The recent bullish rally in crypto and other markets was fueled by Shinichi Uchida, Deputy Governor of the Bank of Japan, who announced that the bank will not hike interest rates. This assurance from the Deputy Governor stabilized markets and bolstered both Japanese and U.S. stocks. Uchida's comments not only calmed investors' nerves but also provided a solid foundation for market growth, demonstrating the Bank of Japan's commitment to maintaining a stable economic environment conducive to investment. As a result, both cryptocurrencies and traditional stocks received a boost, highlighting the interconnectedness of global financial markets and the impact of central bank policies on them.

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## What Are the Potential Reasons Behind the Decline of Cryptocurrency?

However, this [Optimism](#) in the market proved short-lived. Following a gap-up opening, the U.S. Nasdaq and S&P 500 indices have slipped, currently down 0.97% and 0.78% respectively, while the Dow Jones has dropped by 0.6%. As of press time, all three indexes are trending towards the previous day's lows. This swift downturn in the U.S. stock market has triggered a significant slump in the cryptocurrency market. Investors are closely watching these developments, as the interconnectedness of traditional and crypto markets becomes increasingly apparent. The decline in stocks is having a knock-on effect on digital assets, highlighting the interconnectedness of global financial markets.

# Signs of an Economic Recession?

Amid this economic downturn, former president of the Federal Bank of New York, Bill Dudley, emphasized the urgency for the Fed to significantly reduce interest rates, as reported by Bloomberg. Dudley warns that the recent surge in unemployment, now at 4.13%, hints at a potential recession looming. He further advised that to stabilize interest rates, the Fed should slash them by a minimum of 150 basis points, with the possibility of an additional 100 basis point reduction to bolster the economy. However, JPMorgan CEO Jamie Dimon, in an interview with CNBC, expressed skepticism, stating that a Fed interest rate cut would have limited market impact.

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## Where to Trade Crypto Futures?

You can trade crypto futures on BTCC Now. Over 300 USDT-margined perpetual trading pairs are available for users to trade, including many popular altcoins and meme-coins.

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## About BTCC

BTCC is a leading cryptocurrency trading platform that is distinguished by its ability to balance the simplicity of use with advanced features. It provides a comprehensive educational program through the BTCC Academy, 24/7 customer support, and robust security to both novices and experts. BTCC is a top choice for digital asset investors due to its emphasis on user contentment, which fosters a secure and informed trading environment across a variety of cryptocurrencies.

BTCC is one of the few exchanges in the market that offers high-leverage options for investors and concentrates extensively on futures trading. Users have access to more than 300 USDT-margined perpetual trading pairs, which encompass numerous prominent altcoins and meme-coins. Additionally, the platform has recently implemented spot trading to facilitate novice users who may not be acquainted with futures trading.

- **Established Reputation:** BTCC is one of the oldest and most well-known cryptocurrency exchanges, having been operational since 2011. Its history in the market enhances its credibility and trustworthiness.
- **A Diverse Selection of Cryptocurrencies:** BTCC allows customers to access and exchange a wide range of digital assets.
- **Margin and Futures Trading:** BTCC provides margin and futures trading options, allowing customers to expand their trading holdings and potentially increase their profits.
- **Proficient Trading Instruments:** such as real-time market data, trading charts, and technical analysis indicators. These tools can help users make informed trading decisions.
- **Security Measures:** BTCC values security and uses a variety of safeguards to secure customer payments and information. This includes two-factor authentication (2FA) and cold storage of cryptocurrency assets.

## **BTCC Guide:**

- [How to Trade Crypto Futures Contracts on BTCC](#)
- [BTCC Guide-How to Deposit Crypto on BTCC?](#)
- [What is Crypto Futures Trading - Beginner's Guide](#)
- [What is Leverage in Cryptocurrency? How Can I Trade at 100X Leverage?](#)
- [BTCC Review 2024: Best Crypto Futures Exchange](#)

## **Crypto Buying Guides:**

- [How To Buy Bitcoin \(BTC\)](#)
- [How To Buy Picoin](#)
- [How To Buy Ethereum \(ETH\)](#)
- [How To Buy Dogecoin \(DOGE\)](#)
- [How To Buy Pepe Coin \(PEPE\)](#)
- [How To Buy Ripple \(XRP\)](#)

## **Crypto Prediction:**

- [Ethereum \(ETH\) Price Prediction 2024, 2025, 2030 — Will ETH Reach \\$10,000?](#)
- [Ethereum Price Prediction 2024, 2025, 2030: How High Can ETH Go in 2024?](#)
- [Bitcoin \(BTC\) Price Prediction 2024, 2025, 2030 — Is BTC a Good Investment?](#)
- [Ripple \(XRP\) Price Prediction 2024, 2025, 2030 — Will XRP Reach \\$1 After SEC Lawsuit?](#)
- [Pi Coin Price Prediction 2024,2025,2030 — Is Pi Coin a Good Buy?](#)
- [Pepe \(PEPE\) Price Prediction 2024, 2025, 2030 - Will PEPE Reach \\$1](#)