

Crypto Currency Investing –

Easily Earn Money Online

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Chapter 1 – What Is Cryptocurrency?

This chapter covers Bitcoin and Ethereum. Before you use or invest in cryptocurrencies, you should know what makes them different from cash and other payment methods, and how to spot cryptocurrency fraud or track cryptocurrency accounts that may have been compromised.

We would cover paying with cryptocurrency, How to avoid cryptocurrency fraud, How to report cryptocurrency fraud. What you know about cryptocurrency, What is cryptocurrency? Cryptocurrency is a type of digital currency that generally exists only electronically. There are no physical coins or bills unless you use a service that allows you to exchange cryptocurrency for a physical token. Typically, you exchange cryptocurrencies with someone online, using your phone or computer, without involving an intermediary like a bank.

Bitcoin and Ether are well-known cryptocurrencies, but there are many different cryptocurrency tokens, and new ones are being created all the time. How do people use cryptocurrencies? People use cryptocurrencies for quick payments, to avoid transaction fees that regular banks charge, or because they offer some anonymity. Others hold cryptocurrencies as an investment, hoping the value will increase.

How do you get cryptocurrency? You can buy cryptocurrencies through an online exchange platform. Some people earn cryptocurrency through a complex process called "mining," which requires advanced computer equipment to solve highly complicated mathematical puzzles. Where and how do you store cryptocurrencies?

Cryptocurrencies are stored in a digital wallet, which can be online, on your computer, or on an external hard drive.

However, if something unexpected happens - your online exchange platform goes bankrupt, you send cryptocurrency to the wrong person, you lose your digital wallet password, or your digital wallet is stolen or compromised - you'll likely find that no one can step in to help you get your money back. And since you usually transfer cryptocurrencies directly, without an intermediary like a bank, there's often no one to turn to in the event of a problem. How are cryptocurrencies different from US dollars? There are important differences between cryptocurrencies and traditional currencies.

If you store cryptocurrencies with a third-party provider and the company goes bankrupt or gets hacked, the government is not obligated to step in and give you your money back. The value of cryptocurrencies is constantly changing. The value of a cryptocurrency can fluctuate quickly and even change hourly. It depends on many factors, including supply and demand. An investment that is worth thousands of dollars today may be worth only hundreds tomorrow. And if the value goes down, there's no guarantee it will go back up.

Paying with cryptocurrencies. If you want to pay with cryptocurrencies, you should know that it is different from paying with a credit card or other traditional payment methods. Payments with cryptocurrencies are not legally secured. Credit cards and debit cards are legally protected if something goes wrong.

For example, if you need to dispute a purchase, your credit card company has a process to get your money back. This is usually not the case with cryptocurrencies. Payments made with cryptocurrencies are usually not reversible.

Once you have paid with cryptocurrencies, you can usually only get your money back if the person you paid sends it back. Before you buy anything with cryptocurrencies, you should know the seller's reputation, where they are based, and how to contact them if you have any problems. Confirm these details by doing some research before making a payment.

Some information about your transactions will likely be public. People talk about cryptocurrency transactions being anonymous. But the truth is not that simple. Some cryptocurrencies record some transaction details in a public ledger called the "blockchain." This is a public list of all cryptocurrency transactions - both on the payment side and the receiving side.

Depending on the cryptocurrency, the information added to the blockchain can include details such as the transaction amount and the wallet addresses of the sender and receiver. A wallet address is a long string of numbers and letters associated with your digital wallet.

Although you can use a fake name to register your digital wallet, it is possible to use transaction and wallet information to identify the people involved in a particular transaction. And if you buy something from a seller who collects other information about you, such as a shipping address, this information can be used to identify you later.

How to Avoid Cryptocurrency Scams. Scammers are always finding new ways to steal your money with cryptocurrency. A sure sign of a scam is anyone who tells you that you need to pay with cryptocurrencies. In fact, anyone who tells you to pay by wire transfer, gift card or cryptocurrency is a scammer.

Of course, if you pay, there is almost no way to get the money back. And that's exactly what the scammers are counting on. Here are some cryptocurrency scammers you should be wary of. Investment and business opportunity scams Some companies promise that you can make a lot of money and achieve financial freedom in a short time. Some scammers ask you to pay in cryptocurrency for the right to refer others to a program. If you do that, they claim, you will receive recruitment bonuses in cryptocurrency. The more cryptocurrency you pay, the more money you are promised. But these are all false promises and false guarantees. Some scammers start with unsolicited offers from supposed "investment managers". These scammers claim that they can help you grow your money if you give them the cryptocurrency you bought. However, as soon as you log into the "investment account" they open, you will find that you cannot withdraw your money unless you pay fees. Some scammers send unsolicited job offers to recruit cryptocurrency investors, sell cryptocurrency, mine cryptocurrency or help convert cash into bitcoin. Some scammers list fraudulent jobs on job websites. They promise you a job (for a fee) but end up taking your money or personal information. Watch out for such claims so you can identify the companies and people you should avoid: Scammers guarantee that you will make money. If they promise you a profit, it's a scam. Even if you are endorsed by a celebrity or if there are testimonials. (These are easily faked.) Scammers promise high payouts with guaranteed returns. No one can guarantee a fixed return, say, double your money. Especially not in a short period of time. Scammers promise free money. They promise it in the form of cash or cryptocurrencies, but free money promises are always fake. Scammers make big promises without details or explanations.

Smart businesspeople want to understand how their investment works and where their money is going. And good investment advisors want to share that information. Before you invest, check out the company. Research online for the name of the company and the name of the cryptocurrency, as well as terms like "rating," "scam," or "complaint." See what others are saying. And read more about other common investment scams. Extortion emails Scammers often send emails claiming they have embarrassing or compromising photos, videos or personal information about you. Then they threaten to release this information if you do not pay them in cryptocurrency. Do not. This is blackmail and a criminal extortion attempt.

Chapter 2 – What Is Cryptocurrency Investing?

Some investors see profit potential in volatile price fluctuations. Portfolio diversification Some investors believe cryptocurrencies could diversify a portfolio if the lack of correlation with other asset classes continues.

Risks Potential financial loss. Cryptocurrency prices have historically been very volatile, and fluctuations can result in significant financial losses whether you are invested directly or indirectly.

Direct Investing (Spot Market) Considerations. Advantages Transaction Transparency. The use of blockchain records transactions between parties in a verifiable and permanent manner for all to see.

Access 24/7 Unlike traditional exchange-traded products, cryptocurrencies can be bought or sold at any time. Control. Risks Potential for Fraud According to the Federal Trade Commission, "Many people have reported being lured to websites that look like investment or mining opportunities for cryptocurrencies but are bogus." Lack of recoverability Cryptocurrencies are accessed with a key that cannot be recovered if lost. So, if you lose access to where you keep your key, you effectively lose ownership of your cryptocurrency.

Indirect Investing Advantages. The investment products offered at Schwab provide an element of regulation and consumer protection that spot trading lacks. Recoverability Access to traditional investment accounts can usually be restored if your credentials are lost.

Cryptocurrency trusts and mutual funds can come with high costs, with fees exceeding 2% or more of the investment. Leveraged Futures Cryptocurrency futures are leveraged products, meaning you can lose more than you originally invested.

Advantages And Risks Of Cryptocurrency investing. Value appreciation potential. Some investors are attracted to volatile price fluctuations as a profit potential.

Portfolio diversification. Some investors believe cryptocurrencies can help diversify a portfolio if the lack of correlation with other asset classes continues.

Potential financial loss. Cryptocurrency prices have historically been highly volatile, and fluctuations can result in significant financial losses whether you are invested directly or indirectly. Direct Investing (Cash Market) Considerations

Transaction Transparency. The use of blockchain records transactions between parties in a verifiable and permanent manner for all to see. and mutual funds can come with high costs, with fees exceeding 2% or more of the investment. Leveraged Futures Cryptocurrency futures are leveraged products, meaning you can lose more than you originally invested.

Trade cryptocurrencies. Get involved in the crypto market Bitcoin Futures. If your account is approved for futures, you can request access to trade Bitcoin futures and Micro Bitcoin futures through the CME exchange.

Before investing directly or indirectly, consider the volatility of the crypto market and the potential to lose money. Indirect investments in trusts, ETFs, and mutual funds can come with high costs, with fees exceeding 2% or more of the investment. Cryptocurrency futures are leveraged products, meaning you could lose more than you originally invested.

Virtual currencies, including Bitcoin, are subject to significant price volatility. Fluctuations in the value of the underlying virtual currency between the time you enter into a trade in a virtual currency futures contract and the time you attempt to liquidate it will affect the value of your futures contract and the potential gains and losses associated with it. Investors must be very careful and monitor every investment they make.

Chapter 3 – How To Invest In Cryptocurrencies Safely

How to Invest Safely in Cryptocurrency: A Guide

Cryptocurrency. If you do it right, you can profit from your cryptocurrency investment. Here is how. The blockchain technology behind Bitcoin impressed the tech community but did not spark the interest of the general public as an investment opportunity. Now, after more than a decade, many cryptocurrencies have entered the market, and Bitcoin has risen to the top of the leaderboard with the highest value.

People who bought cryptocurrencies in 2017 before the price explosion are reaping the rewards of the investment decision of a lifetime. So, are you ready to start your investment journey with cryptocurrencies? How to invest in cryptocurrencies?

1. Start small. Like the stock market, the crypto market is extremely volatile, which means that prices will rise and fall unpredictably. It is only advisable to invest in cryptocurrencies if you have made sure that you have enough liquid assets for at least 6 months without any debt. Once you are clear about that, you should invest in stocks first (if you have not already) to see if you can handle risk. Once you know you can handle the ups and downs, set aside a small portion of your money to invest in cryptocurrencies. If possible, limit your investment to 5-10% of your income.

2. Choose your cryptocurrency. Yes, there is currently more than one cryptocurrency on the market with different price points. But it is advisable not to jump on the bandwagon and invest in 5 different small cryptocurrencies. Choosing the right cryptocurrency requires a lot of homework.

Educate yourself about what is happening in the market, make a list of the 5 best performing cryptocurrencies and watch their growth chart. Right now, Bitcoin is the largest cryptocurrency in the world and also the most trusted along with Ethereum, Ripple, Litecoin and Binance Coin - here is why it's the most important part of your investment journey. Over the past decade, many cryptocurrencies that have entered the market have either crashed or disappeared without a trace. This means that your \$100 investment can turn into a fat zero with just one hasty decision.

3. Choose the right cryptocurrency exchange. Basically, it's a place where you can buy, sell or hold your cryptocurrencies. Analytics Insight has a detailed list of the best cryptocurrency exchanges here with information on transaction fees, pros and cons. Similar to how banks and other financial institutions are designed to lend, store, and mortgage money, these crypto exchanges are specifically designed to manage cryptocurrencies and their volatility.

4. Choose a cryptocurrency wallet. What is a cryptocurrency wallet? It is a software that stores the private and public key that serves as a link between you and the blockchain where your cryptocurrencies reside. Many people confuse crypto wallets with a repository for cryptocurrencies, but technically they only allow you to access your cryptocurrency on the blockchain with a crypto address called a key. Without the key, you cannot perform a crypto transaction. You can send and receive cryptocurrencies during a transaction with any company that accepts cryptocurrencies as payment. If you follow the above steps, you are ready to invest in cryptocurrencies. Regardless of which cryptocurrency you invest in, be prepared for some instability and analyze the price regularly.