CRYPTO ACADEMY

Beat the Bot:
Test Your Crypto Knowledge

Quiz 1:
Ep. 1 — Investing Foundations

Think you have what it takes to ace the tests created by our RV bot? Now that you've watched Ep. 1 — Investing Foundations, don't forget to take the quiz. Good luck.

1. **Why is having an understanding of the macro landscape important for managing your crypto portfolio?**

   A. It helps the investor predict price volatility.

   B. You can identify unique investment opportunities.

   C. It helps in assessing risk and correlations.

   D. You'll learn to analyze public information.

2. **According to the video, what is a key characteristic of the crypto marketplace?**

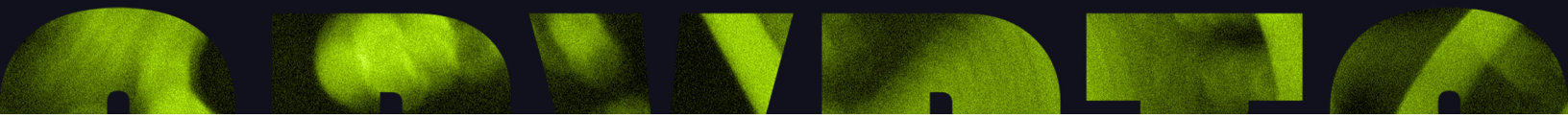
   A. Limited information availability.

   B. Cycles of low risk and consistent returns.

   C. High volatility and asymmetric opportunities.

   D. Minimal correlation with macro markets.

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3. How can investors avoid FOMO-driven trading and focus on making informed decisions?

A. Front-run the trending market narratives.

B. Trust what experienced traders tell you.

C. Follow as many new opportunities as possible.

D. Be cautious and skeptical of every trending narrative.

4. What traditional investing skill set can help investors understand bet sizing in crypto?

A. Options trading.

B. Fundamental analysis.

C. Technical analysis.

D. Valuation analysis.

5. How can proper position sizing help you avoid blowing up your portfolio?

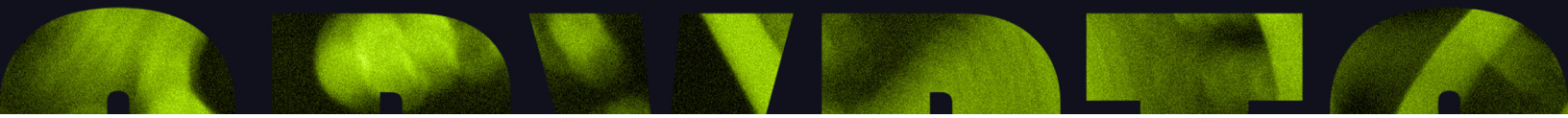
A. It maximizes returns.

B. It balances risk and reward.

C. It ensures steady growth.

D. It minimizes risk.

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6. How should investors approach the possibility of losing their investment in crypto?

A. Accept the risk that your investment could go to zero.

B. Spread your investment across a wide array of cryptocurrencies.

C. Avoid investing in altcoins altogether.

D. Focus on short-term gains instead of long-term investment.

7. How can investors manage downside risk in crypto trading?

A. Sell all your investments at once.

B. Dollar-cost average on the way down.

C. Buy more high-risk altcoins to offset losses.

D. Set strict stop-loss orders.

8. How should crypto investors approach portfolio allocation and diversification?

A. Concentrate investments in altcoins.

B. Diversify funds across various asset classes.

C. Concentrate on large-cap coins with a small allocation in riskier altcoins.

D. Avoid diversification and focus on a single asset.

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9. What should investors do to navigate the complex and often scam-filled landscape of crypto social media?

A. Avoid social media altogether.

B. Follow the trades given by influencers on Twitter and YouTube.

C. Analyze projects thoroughly and cultivate trusted sources over time.

D. Target newly launched altcoins for huge upside.

10. What should investors consider before investing in an altcoin?

A. The hype surrounding the altcoin.

B. The price of the altcoin.

C. The opinions of friends and family.

D. The potential use case and market demand for the altcoin.

ANSWER KEY:

C, C, D, A, B, A, B, C, C, D