

RIOT Blockchain / Crypto Mining Stock - VERY HOT!!

By winkler · October 8, 2020

TL;DR

This blog post discusses RIOT Blockchain's current stock situation, highlighting a recent \$100 million offering and potential dilution risks. It analyzes whether RIOT is still a viable investment, suggesting caution if purchasing above \$2.6, and notes key support levels at \$2 and \$1. Additionally, it provides insights into the company's asset depreciation and trading volume trends.

Full video

<https://youtu.be/wpfEQs5tDAk>

Always good to checkout

<https://www.riotblockchain.com/>

3 Red Flags

<https://www.bamsec.com/filing/107997320000871?cik=1167419>

1. \$100,000,000 offering news, big dilution @ \$2.6
2. net tangible book value, as adjusted, of \$0.63 per share to existing stockholders and of \$(0.86) per share to new investors purchasing shares of common stock in this offering.
3. Depreciating assets, graphic cards.

Is RIOT Still A Buy?

Possibly but ideally not above \$2.6 with that offering. Two major support zones are \$2 with the 180 MA and \$1 as a key psychological zone + listing requirement for NASDAQ

Look at the vol.. on weekly this company dilutes a lot and we all know what happens to companies that love diluting. #FCEL

Fun Fact

1 EH/s is 1,000,000,000,000,000,000 (one quintillion) hashes per second

FAQ

What are the main concerns about RIOT Blockchain's stock?

The main concerns include a recent \$100 million offering leading to potential dilution, a net tangible book value of \$0.63 per share for existing stockholders, and depreciating assets like graphic cards.

Is RIOT Blockchain still a good investment?

RIOT Blockchain may still be a buy, but it's advised not to purchase above \$2.6 due to the recent offering and dilution risks. Key support levels to watch are \$2 and \$1.

What are the support zones for RIOT Blockchain's stock?

The two major support zones for RIOT Blockchain's stock are \$2, which aligns with the 180-day moving average, and \$1, a key psychological level and NASDAQ listing requirement.

What does the term 'dilution' mean in this context?

In this context, dilution refers to the reduction in existing shareholders' ownership percentage due to the issuance of new shares, which can negatively impact stock value.

What is the significance of 1 EH/s in crypto mining?

1 EH/s (exahash per second) represents one quintillion hashes per second, a measure of the processing power used in cryptocurrency mining.