

## Template: Cryptocurrency Market Trading Checklist

Generated: 1/7/2026

Based on Article: "Essential Guide to Understanding Cryptocurrency Markets for Traders"

Website: <https://nairafx.ng>

A practical checklist for traders to execute disciplined and informed trading decisions in cryptocurrency markets.

### Checklist Items:

- ☐ **1. Analyze Macro Headlines**  
Stay informed about central bank moves and fiscal shocks, as these can quickly shift liquidity and create opportunities.  
Reference Section: Executive Summary
- ☐ **2. Identify Liquidity Gaps**  
Focus on trading instruments and venues that have deep local or onshore liquidity to mitigate risks from thin order books.  
Reference Section: Executive Summary
- ☐ **3. Adjust Position Size**  
Limit positions to a maximum of 1-2% of your risk capital per trade and adjust sizes based on variability in realized volatility.  
Reference Section: Executive Summary
- ☐ **4. Set Risk Limits**  
Convert stop loss levels into absolute local-currency risk caps and enforce them throughout your portfolio.  
Reference Section: Executive Summary
- ☐ **5. Monitor Order Types**  
Be aware of different execution orders and slippage, especially during high volatility periods when spreads may widen.  
Reference Section: Execution, Order Types and Slippage
- ☐ **6. Utilize On-chain Metrics**  
Combine on-chain indicators like active addresses and whale accumulation with order book evidence for better trading insights.  
Reference Section: Market Structure and Drivers
- ☐ **7. Assess Market Drivers**  
Map observable indicators to market drivers to anticipate price effects and plan your trades accordingly.  
Reference Section: Market Structure and Drivers
- ☐ **8. Implement a Rules-Based Strategy**  
Develop a disciplined approach combining position-size discipline with event-aware risk limits to cope with market dynamics.  
Reference Section: Executive Summary

☐ **9. Stay Updated on Regulations**

Be aware of local regulations, taxes, and compliance rules that could impact your trading strategy.

Reference Section: Regulation, Taxes and Compliance

☐ **10. Evaluate Trade Setups**

Focus on a small set of high-probability trade setups that align with your trading style, whether it be scalping, swing trading, or hedging.

Reference Section: Executive Summary