Cryptocurrency Trading Canada Online

It is known that crypto is based on Blockchain technology. In fact, it is a chain of blocks, each of which includes a certain number of transactions. In this way, a chain of sequentially arranged blocks is formed.

Sometimes a fork is planned in some crypt-currency, i.e. separation of a block-chain. As a result, we get already two lines of blockchain and two coins, which can function independently for [cryptocurrency trading Canada](#).

Fork crypto can be carried out in a soft way or hard, with a change of software. The first, called a softphone, can be any change in the chain, which results in branching. But the second way, hardfork, is to launch new software that is incompatible with the previous one.

What is the purpose of such splitting up a blockchain chain? As technology develops, there is a need to improve the digital asset, and innovations are embodied in forks. The course of crypting, as we will consider later, changes as a result of this branching for a short time, but a new digital coin appears in the network.

The course of the crypt currency and how forks affect their value

Bitcoin Cash - one of the forks of the main crypt currency

On August 01, 2017 a new digital coin - Bitcoin Cash - appeared in the world as a result of its fork. The main crypt currency, the rate of which at that time was approximately $2,500 per coin, received a branching carried out by the method of hardfork.

The developers of Bitcoin Cash initially wanted to change the size of the maximum block of the main crypt currency, but the cryptographic community did not support this idea in relation to Bitcoin, so the fork was made.

Bitcoin Cash, a new crypt-currency that was falling at the beginning of trading, received a block size eight times larger than its mother's. At the same time, the same limit on the number of coins remained - 21 million.

Formation of the block takes ten minutes. Increasing the block size allowed Bitcoin Cash to increase the number of transactions that can be processed per second. This is called scalability. And if Bitcoin has seven transactions, Bitcoin Cash has 61 transactions per second.

In June 2020 Bitcoin Cash is the fifth most capitalized cryptographic currency according to coinmarketcap.com.