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9:30 AM
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Share Topic

1. Comparison of the Realities for Investors in U.S. and Chinese Stock Markets
2. Can AI Restart Everything
3. Analysis of Trading in the Crypto Market

Good morning, my friends!
I am Theron Vale, your long-time partner. A new day has begun, are you all ready to face the challenges ahead? Before I retire, life is always fully scheduled, often flying around the world on business. Those busy days feel like they were just yesterday. As time passes, we all age, but even in retirement, I maintain my passion for numbers and charts. Seeing the candlestick charts in the stock market fluctuate ignites my inner passion, and the feeling of searching for market rhythms within the charts is deeply etched in my heart.

Perhaps only those who truly love trading can understand this feeling. I empathize with those traders who dread days off, for when you are wholeheartedly invested in something, trading transcends mere work; it becomes a passion and a way of life. You will find yourself not only dependent on it but deeply in love with it, until the very last moments of your life. Today, let us carry this passion forward and continue to conquer the market.

The recent trip to China is still fresh in my memory. This was my second visit to Beijing; although I frequently traveled to Hong Kong for business in the past, every time I come to mainland China, witnessing the rapid development of the world's second-largest economy still astonishes me.

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As an American investor, my impression of the Chinese stock market is unique. Due to strategic demands and market liquidity, international investors tend to favor investing in Hong Kong's H-shares. The renowned investment guru Warren Buffett, for example, invested in PetroChina in Hong Kong and made nearly $4 billion in just four years, which is one of the charms of H-shares. Although many consider the mainland A-share market to lack investment value due to its speculative nature, this market has cultivated many quality retail investors, which is truly impressive.

The biggest difference compared to the U.S. market is that retail investors hold a significant share of the Chinese stock market. Whether in mainland A-shares or Hong Kong H-shares, the number of retail investors is astonishing. I was particularly impressed by how many quality retail investors not only stand out in this market but also significantly influence market trends. They love to learn, are adept at researching market movements, and diligently analyze and summarize their experiences. This thirst for knowledge and spirit of continuous improvement is one of the key reasons behind the rapid development of the Chinese economy—hard work and learning have brought about today’s economic miracle.

In contrast, the investment culture in the U.S. is somewhat different. Many investors are more accustomed to relying on financial advisors for investment management. On the surface, this may seem like an easy choice, but it hides significant problems. Data tells us that most billionaires achieve their wealth through equity ownership, and relying on advisors to manage your wealth makes it difficult to achieve such success. If you encounter a competent and responsible advisor, you are undoubtedly fortunate; however, the reality is that most advisors focus more on commissions than on their clients’ actual returns. As long as your funds remain in the market, they can profit from them, without regard for whether you are genuinely making money. This systemic issue has prevented many American investors from truly accumulating wealth.

This research not only deepened my understanding of the future potential of the Chinese market but also made me rethink the cultural differences in investing between the two countries. Chinese individual investors seize tremendous opportunities through continuous learning and hard work. For American investors, learning to proactively manage their wealth rather than solely relying on advisors may be the path to greater success in the future. Only when we take control of our investments can we truly become the masters of realizing the American Dream!

I know that many friends are skeptical about the Chinese stock market, especially for international investors, as Hong Kong's H-shares are often seen as the primary battleground, while mainland A-shares resemble a typical speculative market. For the vast majority of investors, the A-share market can be almost impossible to navigate. Even BlackRock, the world's largest asset management group, failed to profit in the A-share market, ultimately losing billions of dollars and leaving quietly.

As illustrated, comparing the annual candlestick charts of H-shares and the Dow Jones in the U.S. stock market clearly shows that the indices of both markets have performed strongly. However, it is evident that the U.S. stock market is more robust, largely due to our possession of the most profitable companies globally. These enterprises not only dominate the global market but also continuously drive the growth of the U.S. economy.

Undeniably, as the world's largest economy, the investment value of U.S. stocks is unparalleled globally. However, for institutional investors with large capital bases, relying solely on a single market poses significant risks; they must diversify globally to mitigate those risks. As you can see, leading international investment banks like Goldman Sachs have adopted global strategic investment layouts to fully spread risk and achieve more stable returns.

With the onset of the U.S. dollar interest rate cuts, we will see more capital flowing out of the U.S. into emerging markets with stable economic foundations. Undoubtedly, Hong Kong's H-share market will become the next battleground for global institutional funds. For many institutional funds, the stock prices of many quality companies in the U.S. stock market are still considered too high, lacking sufficient value. In contrast, ordinary investors can still view U.S. stocks as an important option.

Regarding the well-known Chinese concept stocks, companies like Alibaba, JD, and Pinduoduo have already provided substantial returns to investors since their listings in the U.S. These companies not only capitalized on opportunities in the Chinese domestic market but also leveraged the power of the U.S. capital market to broaden their global horizons. For example, Alibaba quickly became one of the most valuable companies globally, thanks to its vast e-commerce platform and digital ecosystem; JD has gradually established its dominant position in the e-commerce sector through its efficient logistics network; and Pinduoduo has rapidly emerged as a dark horse in China's e-commerce landscape due to its innovative social e-commerce model.

For investors, the key lies in selecting the right companies and buying at reasonable prices. As Buffett once said, "Price is what you pay; value is what you get." Back in the day, Buffett invested in PetroChina in the Hong Kong H-share market and made a sevenfold return of nearly $4 billion in four years. This clearly demonstrates that as long as you select the right company and enter at the appropriate time, substantial returns can be achieved in any market.

Thus, the investment value of Chinese concept stocks still exists, especially for those companies that have proven their competitiveness in the international market. For visionary and patient investors, these stocks offer an excellent opportunity for global diversification. The key is whether you can identify the true value of these enterprises, bravely buy in during market downturns, and reap significant returns as the market rises.09:08 PM

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By comparing the current situation of the U.S. and Chinese stock markets and the differences in investors from both countries, you may have realized the challenges faced by ordinary American investors. It is precisely based on this gap that our community becomes more meaningful and valuable.09:08 PM

Unlike other communities that merely provide simple information browsing or paid subscriptions, our original intention is to help every friend who truly loves investing and is willing to learn succeed in the market. We do not just provide information; we are dedicated to empowering each investor, helping them understand how to generate wealth through investing and continually increase their wealth.

The greatest advantage of our community lies not only in providing abundant learning resources and training courses but also in offering world-leading investment tools. Here, you can enjoy online investment tips sharing for free, participate in systematic investment training, and gradually build your own successful trading system.

Whether you are a novice just entering the stock market or a seasoned investor who has achieved financial freedom, you will find suitable resources and opportunities here. We believe that through continuous learning and mastering the correct investment methods, everyone can achieve breakthroughs in the market and obtain substantial returns.

Moreover, we have AlphaStream 5.0, a quantitative trading system valued at hundreds of millions of dollars, with a success rate exceeding 95%. In November, we will open this system for testing for the first time, and you will have the opportunity to experience this world-leading trading "nuclear weapon" firsthand. This system provides not just data and signals but also a strategic advantage that keeps you ahead in the market.

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Are you ready to join our test and seize this opportunity? Here, we are not just discussing investment, we are building a truly successful investment future for everyone!

Returning to the market, we cannot overlook that AI tech stocks, led by NVIDIA, are beginning to gain momentum. This year’s hot topic is whether AI tech stocks can make a comeback, which is worth our close attention. With the upcoming third-quarter reports, the earnings of these tech giants will have a significant impact on the entire market and may even trigger a new wave of upward momentum.

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Currently, we have purchased SMCI, a stock with strong growth potential related to AI that we are optimistic about. As for NVIDIA, while it is undoubtedly a leader in the AI field, given its relatively high valuation at the moment, we need to remain patient and further observe its third-quarter performance before formulating an appropriate strategy

For now, let's hold onto SMCI and see how it develops. Whether AI tech stocks can make a comeback will depend on the upcoming market performance, but opportunities are always reserved for those who are prepared.

Recently, there has been a continuous stream of news in the crypto market, but not much has significantly impacted market trends. As shown in the chart above, after a 5 day rebound, BTC's daily line fell below the support level of $62,000 yesterday and continued the adjustment today. This week, the strong support level is at $59,700. If we follow the expected scenario, $60,500 presents a short-term buying opportunity, while the upward trend support of the large trading range lies around $57,000.

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Trading Strategy:
We will primarily focus on shorting at higher prices. The area around $62,000 is a good shorting point, with a target set around $60,500. If the price reaches near $60,500, consider going long with upward targets. If it breaks below $59,700, timely stop-loss measures should be taken to avoid further losses.

Stay flexible and capture these key levels to find the best entry opportunities amid volatility to achieve greater returns in this market.

To better capitalize on the volatility profits in the cryptocurrency market, if you want to receive the most timely stock market and cryptocurrency trading strategies, please be sure to add my assistant on Telegram. Through this channel, you will receive the latest operational advice in real time.

That concludes this morning’s sharing. Thank you all for your participation. We will see you in the afternoon, and I look forward to communicating with you again!