NAS COMMUNITY

Eastern Time, October 22, 2024

9:30 AM

Professor Montgomery Keane (Helmsman)

Sharing Topics:

1. **Diverging trends among the three major indices: how to respond?**
2. **Crypto market's fluctuations: latest trading strategies to help you win steadily.**

Good morning, my friends!

I'm Montgomery Keane, your old friend. Whenever our stocks rise, I know many feel relaxed and joyful. Conversely, when the market declines significantly, many experience unease and anxiety. This emotional fluctuation is typical of retail thinking. But as Wall Street legend Warren Buffett once said, "Be fearful when others are greedy and greedy when others are fearful." If you are constantly swayed by the market's emotional ups and downs, it's challenging to make rational investment decisions.

NAS COMMUNITY

To truly become a winner in the market, you must learn to break free from emotional constraints and view the market from a higher perspective — using institutional thinking. Institutional investors are not easily swayed by short-term fluctuations. Instead, they leverage the panic and greed of retail investors to formulate long-term strategies that maximize returns. As the saying goes, “Be careful in your conduct, don’t act like a foolish person, but like a wise one.” Wise investors remain calm, not influenced by market emotions, but instead devise informed action plans from a long-term perspective.

What is the key to changing everything? As Tolstoy said, “Everyone wants to change the world, but no one wants to change themselves.” I often emphasize that to truly change your investment outcomes, the first thing to change is your mindset, followed by decisive action. Only then can you see positive results in the end. In the investment market, your mindset determines everything, and your actions shape the future.

When the market is in a panic, can you calmly buy in? And when the market is overly optimistic, can you rationally sell? This is not just about investment skills, it’s a test of mindset and thinking. Only those who can seize opportunities amid volatility can truly achieve success.

NAS COMMUNITY

The most important thing in investing is to be friends with time. Patience in holding onto your investments allows you to enjoy the effects of compounding. Those who dare to act in times of panic and decisively buy at low levels will reap substantial rewards when the market warms up.

In your patience, possess ye your souls. The investment market is no different. Patience, confidence, and the right strategy are key to success. Time will prove that all waiting is worthwhile.

Even the top speculators in finance, such as Jesse Livermore, Gann, and J.W. Weiden, made mistakes due to human weaknesses and ultimately could not escape emotionally driven trading errors. In contrast, my mentor James Simons achieved a successful investment career. So, what's the reason?

The answer lies in the power of technology. Since 2000, we have started using AI data analysis technology, which has evolved into today's AlphaStream 5.0. We have invested heavily in AI for research and maintenance, not only to enhance market analysis capabilities but also to effectively avoid trading errors driven by emotions. Those historical speculation masters failed to utilize AI technology, and their trades were often influenced by emotions, leading to inevitable mistakes over time. The combination of AI's calm analysis and human wisdom in decision-making is the most stable and safe trading model.

The core of AlphaStream 5.0 is its ability to eliminate emotional interference, precisely capturing the best opportunities amid market fluctuations through powerful data analysis technology. It's not just a tool but our foresight and control over future market trends. In this session of the "Trading Bootcamp," we will comprehensively train each participant's thinking and actions, especially in mindset management. I believe that a good mindset combined with correct actions will yield excellent results.

More importantly, we will delve into the infrastructure and technical indicators of AlphaStream 5.0 in this bootcamp, helping you build your own trading system. Through six chapters of content, you will gain a comprehensive understanding of how to optimize trading strategies through AI technology and achieve excess returns in the market.

In November, AlphaStream 5.0 will soon have its first global public test, marking a groundbreaking breakthrough! We look forward to more friends joining this test. If you want to receive timely information, please make sure to add my assistant on Telegram to ensure you get the latest test news at the first opportunity. Remember, trading that combines AI and human wisdom is the way of the future, don't miss this opportunity!

As Wall Street's long-term uptrend gradually slows, U.S. stock market has pulled back from historical highs. The Dow fell by 300 points, and the 10-year Treasury yield rose as the market entered a waiting mode, with investors preparing for a wave of crucial earnings reports. This week, several S&P 500 constituents, including Tesla, Boeing, and UPS, will release earnings, and these reports could determine the market's next direction.

So far, 14% of S&P 500 companies have reported third-quarter results, with 75% exceeding expectations. However, Tesla has become the focus this week; despite everyone's anticipation for Wednesday's earnings report, its stock price fell by 0.84% before the announcement. Tesla's progress with its autonomous taxi has not met investor expectations, and recent car sales have raised market concerns.

Meanwhile, AI chip giant Nvidia rose by 4.14%, hitting a historical high, while Apple also set a new closing record with a 0.63% increase. Despite the overall stock market's pullback, these two tech giants continue to demonstrate strong growth potential.

Recent market trends reveal an interesting phenomenon: many companies that reported better-than-expected earnings saw their stock prices surge on the announcement day or rise slightly, but often experience a slowdown the next day, making it difficult to maintain the upward momentum. Conversely, companies that performed poorly or even reported losses often saw considerable increases. Aside from super giants like Nvidia and Apple, which can sustain slow upward trends, most other stocks remain in a weak consolidation state.

Actually, by observation, it's evident that many stocks are at high levels, with limited price movement upside. The market style is subtly shifting. In this case, we must adhere to defensive strategies, focusing on finding and buying quality stocks at the bottom. Seizing these bottom opportunities is essential to earning greater returns amid future market fluctuations.

NAS COMMUNITY

Take the Dow as an example, the stock market rebound since early August has lasted 88 days, matching the rebound duration from April 19 to July 16, followed by a round of selling. The Bollinger Bands indicator clearly shows that after each rebound cycle ends, the market always pulls back and touches the lower Bollinger Band. This time, the market is unlikely to be an exception. In the absence of significant positive expectations, adhering to market patterns and preparing defensive strategies is the best response.

In the crypto market, we have observed several key factors that continue to drive Bitcoin's bull run: the ever-expanding trade deficit, the $35 trillion debt burden, and the declining purchasing power of the dollar. These are the fundamental pillars supporting Bitcoin's long-term bullish outlook. Additionally, the

NAS COMMUNITY

increasing odds of Donald Trump winning the November election are seen as a contributing factor to the recent strength in the crypto market.

Currently, Bitcoin is only a few percentage points away from its all-time high. However, there is one rarely discussed but crucial bullish argument: the lost Bitcoins. In the event of Satoshi Nakamoto's death or poor planning, he may not have left instructions on how to handle his estimated 1 million Bitcoins, which make up a significant portion of the total Bitcoin supply. For years, the market has been concerned that Satoshi could potentially sell these Bitcoins, putting enormous pressure on the market.

If these Bitcoins can never be moved, the fixed supply of Bitcoin would effectively shrink to around 20 million, instead of 21 million. This means the lost Bitcoins are essentially "burned," reducing the amount available for purchase in the market. This reinforces a simple yet important economic principle: when supply decreases while demand remains steady or rises, prices will increase. Such structural bullish forces should not be underestimated, and the long-term outlook for Bitcoin remains very optimistic.

From a technical perspective, we can clearly see that the $66,500 support level for Bitcoin has solidified. As long as the price does not break below this key support, the market is likely to maintain a consolidation rebound trend. Yesterday’s trading strategy was highly accurate, as we successfully captured the fluctuations within the range, making the profit opportunities quite clear. Today, we continue to expect a consolidation trend, with the current trading range anticipated to be between $66,500 and $68,800.

NAS COMMUNITY

Trading Strategy:

- Long Strategy: Enter a long position around $66,800, targeting $68,800, with a stop-loss set below $66,500.
- Momentum Strategy: If the price breaks below $66,500, consider shorting, targeting around $65,200.
- Long Strategy: Re-enter a long position near $65,200, with the next key support level at $64,800.

For more timely trading strategies, please add my assistant on Telegram. That concludes this morning's session—see you this afternoon!

NAS COMMUNITY

Eastern Time, October 22, 2024

3:30 PM

Professor Montgomery Keane (Helmsman)

Sharing Topics:

1. **The Battle Between Bulls and Bears at Top Wall Street Firms: Can the Magnificent Seven Sustain the Bull Market?**
2. **Can Earnings Reports Truly Change a Stock's Technical Trend?**
3. **Crypto Market Strategy: Seizing Profit Opportunities in a Rapidly Changing Market.**

Good afternoon, my friends!

I'm Montgomery Keane, your old friend. The golden rule of the market is: buy during the dip and sell during the surge. This is the core logic of making profits in the investment world. Every time the market panics, it's our best opportunity to buy in—that's the key to profiting from market sentiment. However, many investors end up buying at the peak and selling in panic during a dip, which is the trap of emotions. In trading, your mindset often determines your success or failure. Those who stick to the simple principles of investing are the ones who truly gain control.

NAS COMMUNITY

Opportunities are always reserved for those who are prepared. Thinking of this, I can't help but recall a question from my college philosophy class: "What is the meaning of life?" I believe everyone has their own answer, and these answers evolve with time. For me, the value of life isn't about wealth itself, but about how many people you've helped. In the past, I realized my self-worth by creating profits for my company and clients; now, in the NAS community, I help friends achieve their investment dreams—that's where my value lies today.

Our goal is to build one of the most valuable communities in the U.S., where more investment enthusiasts can realize their life dreams. At the same time, we aim to encourage more people to get involved in charitable causes, helping those who wish to change their lives through investing.

In this session of the "Trading Bootcamp," we're not just focusing on trading techniques. We're also working on deep-thinking strategies and action-based training to help everyone enhance their trading mindset and execution skills. We'll be leveraging the AlphaStream 5.0 trading system, valued at over $100 million, to give everyone a significant boost in both technical ability and execution. November marks the global public test launch of AlphaStream 5.0, a major milestone for our entire community. To stay updated on the latest testing progress and participation opportunities, please add my assistant on Telegram ASAP to get the latest insights firsthand.

Change starts with action, and action comes from the right mindset. Let’s work together to break the bad habits of chasing highs and panic selling, and approach every market opportunity with a more rational strategy.

This afternoon, let's talk about Wall Street’s top investment banks and their mixed views on the outlook for the U.S. stock market. The U.S. economic outlook seems quite optimistic: inflation is declining, productivity is rising, and the Federal Reserve is starting to ease monetary policy. All of these factors should support economic growth. Now, economists are shifting their discussions from “recession” to the possibility of a “soft landing” or even “no landing” at all. It seems like the debate is mainly about the speed of economic growth moving forward. However, the stock market outlook isn’t as clear, with top Wall Street banks divided on whether there’s still room for stock prices to rise further.

NAS COMMUNITY

On one hand, the optimists believe there's still room for the market to rise. Investment banks like UBS have raised their price target for the S&P 500, predicting it will reach 6,300 points by June 2025 and 6,600 points by the end of next year. This suggests an 8% to 13% upside from where it is now. The optimistic camp believes the market will overcome election uncertainties and continue pushing stocks higher through 2025.

On the other hand, JPMorgan and Stifel are more cautious. They believe the current high valuations, along with overly optimistic expectations for AI and rate cuts, could lead to a market downturn in 2025. JPMorgan predicts the S&P 500 might pull back to 4,200 points by the end of this year. Their biggest concern is that rate cuts may be fewer than expected, and the AI hype may not deliver as anticipated.

Stifel further warns that the stock market could face a crash in 2025. The current market rally has exceeded reasonable expectations, and while there may be a "frenzied" surge in the short term, this trend could ultimately peak at high levels and then enter a decline phase.

NAS COMMUNITY

Goldman Sachs also expresses concerns about stock market performance over the next decade. They project that the annualized return for the S&P 500 over the next ten years may be only 3%, significantly lower than the 13% annualized return seen in the past decade. The firm also noted that there is a 72%probability that the S&P 500 will underperform the bond market, and even a 33% chance of underperforming inflation.

Overall, Wall Street's top investment banks have differing views on the stock market outlook. Optimists believe that the market can continue to rise in the short term, while pessimists argue that the market's high valuation, unrealistic expectations of interest rate cuts, and the hype around artificial intelligence may create significant downward pressure in the coming years.

In many cases, the comments from these investment banks are worth paying attention to. However, what's more important is that, as investors, we need to understand the logic behind the current rise in the U.S. stock market. For most investors, the benefits come from the gains driven by the three major indices. As the soul of the U.S. stock market, the continuation of the bull market still relies on the performance of the Magnificent Seven.

NAS COMMUNITY

Among the stocks that have performed well recently, most are concept stocks with poor earnings, rather than the "Magnificent Seven"—Apple, Google's parent company Alphabet, Microsoft, Amazon, Meta, Tesla, and Nvidia. Earnings for the 493 companies in the S&P 500, excluding the "Magnificent Seven," are expected to grow by over 13% on average in the next five quarters. In contrast, the "Magnificent Seven" are projected to see average earnings growth of nearly 19% during the same period.

This year's earnings effect started with Nvidia's big jump on January 8, 2024, which led to a significant rise in a series of Nvidia-related stocks like SMCI. However, as Nvidia established a short-term peak, the market's profit-making effect noticeably weakened, and the three major indices reached their highs. You might be curious why loss-making stocks, like those associated with Trump, are experiencing significant gains. Meanwhile, even though the "Magnificent Seven" are exceeding earnings expectations, their price increases have been limited—because current stock prices have already priced in most of the positive news. This reflects the current predicament of the market.

In simple terms, many large tech stocks will have very limited upside potential if they don't undergo a proper correction. What we really need to wait for is the new round of opportunities that will come after the presidential election. This means that the most important thing right now is not to rush into buying at highs but to patiently wait for a market pullback and to prepare for quality stocks and thematic stocks that are at their lows.

In investing, patience is often the greatest weapon. When big opportunities arise, it's those who are prepared that can truly seize the moment. Therefore, at this stage, we should focus on the loss-making thematic stocks that are gradually rebounding and on quality stocks with potential. Opportunities are reserved for those who are prepared, and waiting patiently will bring greater returns!

Many friends ask during earnings season: if a listed company’s quarterly report exceeds market expectations, can it truly change the stock's trend? This is a very interesting question and directly relates to how we develop our investment strategies. In fact, positive earnings reports can indeed drive stock prices up in the short term, but that doesn’t always mean a complete change in trend.

NAS COMMUNITY

We can look for answers through some examples. You'll find that many stocks, even after releasing better-than-expected earnings reports, experience significant volatility in the short term, often followed by a period of consolidation or even a pullback. Why is this the case? It's because, prior to the earnings report, the market has already priced in some of those expectations, so the impact of positive earnings news is often short-lived.

Take Netflix (NFLX) as an example. After releasing its earnings report on October 17, which exceeded market expectations, the stock price surged by 11% on the same day. However, there's an important detail to note: before the earnings report was announced, the middle band of the Bollinger Bands had already shown a 35-degree upward trend. Even though the daily candlestick chart

NAS COMMUNITY

displayed four bearish candles for adjustment, this adjustment did not change the upward angle of the Bollinger Bands' middle band. Therefore, once the earnings report exceeded expectations, the stock price merely returned to its original upward trend.

This illustrates the logic of the market: while earnings reports are important, they often serve merely as a trigger that pushes stock prices back to their original trajectory. Behind this is the fact that the market has already digested certain expectations, waiting for an opportunity to drive prices higher. In other words, the true trend may have quietly formed before the earnings report, and the report simply reveals the continuation of that trend. This is something we need to pay special attention to when faced with similar positive news.

Take Tesla (TSLA) as an example; the company is set to release its third-quarter earnings report after the market closes on Wednesday, and there are high expectations surrounding it. However, we need to calmly assess the current technical setup. Tesla is currently in a typical bearish correction pattern. Even if the earnings report slightly exceeds market expectations, it may only lead to a short-term rebound and is unlikely to fully reverse the short-term bearish trend. The middle band of the Bollinger Bands is showing a downward slope at a 45-degree angle, and this trend is difficult to change immediately without a significant positive catalyst.

NAS COMMUNITY

Unless the earnings report brings about a stunning positive surprise, Tesla's rebound potential may be limited, and it will likely return to the existing market trend. Of course, if Trump successfully makes a return to the White House, and Tesla's technicals improve, there could be a strong upward rebound in the future. However, the current rebound is bound to be challenging, and we should remain cautious in the short term. The key is to maintain patience and wait for a genuine shift in the market trend.

Today’s market performance is thought-provoking—loss-making stocks surged, while those with solid earnings showed mediocre performance. This clearly indicates the shift in current market trends. Compared to the dull stock market, the crypto market is full of limitless opportunities.

Yesterday, our predictions were spot-on regarding the buying opportunity at the $66,500 support level and the shorting opportunity near $68,000, resulting in substantial profits. The trading strategy provided this morning was once again executed with precision: buying near $66,800 with a stop-loss set below $65,000, leading to continued gains. If you made two trades, each with one lot, your net profit would be no less than $1,600. If you used leverage, the returns would be even more impressive.

So, why are our strategies so accurate? It’s all thanks to the powerful advantages of the AlphaStream 5.0 system. In the 24/7 crypto market, AlphaStream 5.0’s success rate has reached an astonishing 98%. Through advanced AI technology and data analysis, it helps us capture every key market point.

In the upcoming November, we will have the global debut of AlphaStream 5.0’s public testing. This is not just a technical validation, but a life-changing opportunity. Are you ready to join this global test and, with the help of this powerful system, embark on a new path to wealth?

Opportunities won’t wait for long, only those who are prepared can seize them. Let’s take action together and move towards success!

That concludes our session for this afternoon. Thank you all for your participation. If you want to receive more updates on the latest trading strategies for the stock and crypto markets, be sure to add my assistant on Telegram to get the most timely information. See you tomorrow morning!

NAS COMMUNITY

I look forward to meeting you again and exploring more investment opportunities together!

AI 5.0