

Keep Believing in Futures

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If not now, when?

I. Review

While started in fears and ended in doubts, the market - QQQ specifically - pumped 51.98% YTD by two major rallies intertwined with 3 month's sideways. Obviously, this pseudo bull run was mainly fueled by the magnificent seven (FAANG++) and the GPT hype throughout the year. However, there were also ~ 600 companies that went bankrupt, unnoticed.

Once again, the reality went against the majority bets.

II. Projection

As always, uncertainty comes along with opportunity. It is better to simply trust the power of trend rather than to be obfuscated by the macro environments. Literally, a continuation of bear-to-bull transition should be expected with high probability. The trend synchronizes with the transformation brought by technology, which is inevitable and irresistible. The sparks of GPT could potentially ignite the fire of AI for broader applications, and capitals would flow from big names to rising stars in parallel.

It's not a matter of if, but when.

AI is only a tip of the iceberg that will thrive in the new age. Breakthroughs in crypto, EV, and virtual experience are also part of the portrait.

Simple strategy and consistent executions are prerequisites of the game. Essentially, staying long on core positions and riding two waves with acceptable risk are preferable. For trading, concentrate on persistent actions rather than the results. For investment, concentrate on the de-diversification of portfolio and reinforce the rationality on main holdings.

III. Practice

Practice via investment is ideal to realize one's potential and learn principles.

- be patient.: waves come and go. There is interim in between when no action is the best action. Don't chase if you miss the first train, as often times the best setup has double bottom.
- be neutral: according to Bayes' theorem, we can always update priors with posterior observations. Likewise, we will always regret no matter win or lose.
- be biased: stay with the tickers that match your tempo through trial and error. It is easier to make friends with people that have synergy.