



AI Growth Stock Forecasted to Lead Nasdaq by Year-End

Description

Technology stocks have experienced a significant resurgence following a challenging start to 2026, highlighted by a 13.7% rise in the Nasdaq Composite index this month. This rebound is noteworthy as it reflects the robust earnings growth anticipated in the technology sector, particularly driven by developments in artificial intelligence (AI).

The anticipated financial performance is especially relevant for companies like Advanced Micro Devices (AMD), which is expected to achieve remarkable revenue growth in 2026. In April alone, AMD's stock surged by 45%, positioning it as a strong contender within the Nasdaq by year-end.

Despite trailing Nvidia in the AI chip market over the past three years, AMD is now making notable advancements. The company forecasts that its data centre revenue will increase by over 60% annually in the next three to five years, a substantial improvement from a 32% rise in 2025, which brought its revenue to \$16.6 billion.

Critical to this growth is AMD's forthcoming MI450 data centre graphics processing unit (GPU) and new server solutions, which CEO Lisa Su indicated are set to enter the market in the latter half of 2026. AMD has already secured ongoing partnerships with major corporations, including Meta Platforms and OpenAI, which could further bolster its market position.

Analysts predict that AMD's earnings could rise by 60% in 2026, estimating earnings of \$6.70 per share. As AMD ramps up GPU shipments and attracts more clients, it is likely to outpace the broader market. In contrast, the S&P 500 index is expected to achieve average earnings growth of only 18% in the same period.

Looking ahead, this potential for exceptional earnings growth may drive AMD's stock further upward, encouraging investors to maintain their positions as the year progresses.

Vocabulary List:

1. **resurgence** //rɪ'sɜːdʒəns// (noun): a return to a strong or better condition
2. **robust** //rɒs'tʌst// (adjective): strong and likely to continue or succeed
3. **surged** //sɜːdʒd// (verb): increased very quickly and by a lot
4. **contender** //kən'tendə// (noun): a person or thing likely to win or succeed
5. **forecasts** //fɔːrkæsts// (verb): says what will happen in the future
6. **outpace** //aʊt'peɪs// (verb): grow or move faster than something else



Comprehension Questions

Multiple Choice

1. What was the percentage rise of the Nasdaq Composite index this month?
Option: 10.5%
Option: 13.7%
Option: 15.2%
Option: 18.3%
2. Which company is expected to show remarkable revenue growth in 2026?
Option: Intel
Option: Nvidia
Option: Advanced Micro Devices (AMD)
Option: Qualcomm
3. By how much did AMD's stock surge in April?
Option: 25%
Option: 35%
Option: 45%
Option: 55%
4. What is AMD's estimated data centre revenue growth over the next three to five years?
Option: 40%
Option: 50%
Option: 60%
Option: 70%
5. What is AMD's projected earnings per share in 2026?
Option: \$5.00
Option: \$6.00
Option: \$6.70
Option: \$7.00
6. What is the expected earnings growth for the S&P 500 index compared to AMD?
Option: 10%



- Option: 15%
- Option: 18%
- Option: 25%

True-False

- 7. Technology stocks have experienced a decline in the Nasdaq Composite index this month.
- 8. AMD is expected to achieve a remarkable revenue growth of 45% in 2026.
- 9. AMD has partnerships with corporations like Meta Platforms and OpenAI.
- 10. AMD's earnings are predicted to rise by 50% in 2026.
- 11. The Nasdaq Composite index rose by 13.7% this month.
- 12. AMD is forecasted to achieve a data centre revenue increase of over 80% annually in the next three to five years.

Gap-Fill

- 13. This rebound is noteworthy as it reflects the robust earnings growth anticipated in the technology sector, particularly driven by developments in artificial intelligence (AI). The anticipated financial performance is especially relevant for companies like Advanced Micro Devices (AMD), which is expected to achieve remarkable revenue growth in 2026. In April alone, AMD's stock surged by _____.
- 14. Despite trailing Nvidia in the AI chip market over the past three years, AMD is now making notable advancements. The company forecasts that its data centre revenue will increase by over _____ annually in the next three to five years.
- 15. Critical to this growth is AMD's forthcoming MI450 data centre graphics processing unit (GPU) and new



server solutions, which CEO Lisa Su indicated are set to enter the market in the latter half of

_____.

16. Analysts predict that AMD's earnings could rise by _____ in 2026, estimating earnings of \$6.70 per share.

17. In contrast, the S&P 500 index is expected to achieve average earnings growth of only _____ in the same period.

18. Looking ahead, this potential for exceptional earnings growth may drive AMD's stock further _____, encouraging investors to maintain their positions as the year progresses.

Answer

Multiple Choice: 1. 13.7% 2. Advanced Micro Devices (AMD) 3. 45% 4. 60% 5. \$6.70 6. 18%

True-False: 7. False 8. False 9. True 10. False 11. True 12. False

Gap-Fill: 13. 45% 14. 60% 15. 2026 17. 18% 18. upward

CATEGORY

1. Business - LEVEL6

POST TAG

1. artificial intelligence
2. ESL learning
3. esl news
4. Level 6
5. Nasdaq
6. prediction
7. stock market

Tags

1. artificial intelligence
2. ESL learning
3. esl news
4. Level 6
5. Nasdaq
6. prediction
7. stock market



Date Created

2026/04/24

Author

aimeeyoung99

ESL-NEWS.COM