



The Future of Stock and AI Investments

Description

Nvidia (NVDA) is making waves in the stock market by announcing a 10-for-1 stock split, making it the fourth Magnificent 7 stock to split since 2022. This move comes on the heels of Nvidia's impressive growth, with shares surging 212% over the past year alone. This growth has propelled Nvidia into the exclusive \$3 trillion club alongside Apple (AAPL) and Microsoft (MSFT), cementing its status as a tech powerhouse.

Analysts are optimistic about the impact of the split, with predictions of increased retail investor interest. However, there are concerns about potential volatility as retail traders may react quickly and emotionally to fluctuations in the stock price. Despite this, experts like Julian Emanuel from Evercore ISI view the split as a buying opportunity for patient investors, considering Nvidia to be a "generational opportunity" in the technology sector.

Historically, stock splits have been bullish for companies, with average returns one year later outperforming the broader market. Nvidia's split reflects management's confidence in the company's future and the growth potential of the broader AI industry. Investors looking to capitalize on this wave of AI growth may consider companies like Broadcom (AVGO), Marvell Technology (MRVL), Micron (MU), and Arm (ARM) as potential winners.

Seana Smith, an anchor at Yahoo Finance, provides valuable insights into the impact of Nvidia's stock split and the future of AI investments in the market. Stay tuned for more updates on this exciting development in the world of technology and finance.

Vocabulary List:

1. **Nvidia** // (noun): A prominent company in the technology sector known for its innovative products and solutions.
2. **Stock Split** // (noun): The division of a company's existing shares into multiple shares often to make them more affordable.
3. **Retail Investor** // (noun): An individual investor who buys and sells securities for their personal account.
4. **Volatility** // (noun): The degree of variation of a trading price series over time often used as a measure of risk.
5. **Bullish** // (adjective): An expectation of rising prices in a particular market or asset.
6. **Investor** // (noun): An individual or entity that commits capital with the expectation of financial returns.

Vocabulary quizzes



Multiple Choice (Select the Correct answer for each question.)

1. Which term is used when someone asks for a review of a decision?
Option: Appealed
Option: Veto
Option: Momentum
Option: Foresee
2. Relating to money or currency is a characteristic of:
Option: Inflation
Option: Monetary
Option: Anticipating
Option: Capitalization
3. What term refers to the act of ensuring compliance with rules or laws?
Option: Bipartisan
Option: Benchmark
Option: Demand
Option: Enforcement
4. An individual who invests their own money into securities is known as a:
Option: Cracking down
Option: Legal
Option: Retail investor
Option: Surging
5. A unique chance that is beneficial and significant for a particular age group is called a:
Option: Generational opportunity
Option: Volatility
Option: Surging
Option: Bullish
6. Which entity is responsible for regulating a country's currency and monetary policy?
Option: Surge
Option: Central Bank
Option: Magnificent 7
Option: Optimistic
7. Dividing existing shares of a company into multiple shares is known as a:
Option: Capitalize on
Option: Stock split
Option: Insights



Option: Optimistic

8. Activities that are against the law are considered:

Option: Forecasting

Option: Illegal

Option: Capitalization

Option: Advocating

9. The action of revoking or undoing a law or act is known as:

Option: Repeal

Option: Safeguarding

Option: Forecasting

Option: Cracking down

10. Successfully finding one's way through a challenging situation is referred to as:

Option: Navigating

Option: Benchmark

Option: Magnitude

Option: Uncertainty

Gap-Fill (Fill in the blanks with the correct word from the vocabulary list.)

11. A sudden and significant _____ in prices caught many investors by surprise.

12. The total _____ value of a company is an important financial metric.

13. He is _____ for stricter regulations to protect the environment.

14. The team consists of the finest players often referred to as the _____.

15. Despite the challenges she remained _____ about the future.

16. The president has the power to _____ legislation passed by the congress.

17. High demand and low supply can lead to _____ of prices.

18. The latest product release will set a new _____ for quality in the industry.

19. Experienced investors can often _____ market trends before they happen.

20. The company's stock price has been _____ due to positive earnings reports.



Matching Sentences (Match each definition to the correct word from the vocabulary list.)

21. Protecting the interests and well-being of employees is a crucial aspect of good leadership.
22. In a spirit of cooperation the two political parties came together to pass the new legislation.
23. The team's consecutive wins gave them the confidence and drive to keep pushing forward.
24. The financial market experienced a surge as trading volumes increased on the .
25. Economists use data analysis and models to predict future market trends through .
26. Investors often become wary during times of in the global economy.
27. Comparing the company's performance against industry standards provides a useful .
28. A sudden increase in consumer led to supply chain challenges for manufacturers.
29. Authorities are taking strict measures and enforcing laws to deter on copyright infringement.
30. Entrepreneurs seize the opportunity to the growing trend towards sustainable products.

Answer

Multiple Choice: 1. Appealed 2. Monetary 3. Enforcement 4. Retail investor 5. Generational opportunity
6. Central Bank 7. Stock split 8. Illegal 9. Repeal 10. Navigating

Gap-Fill: 11. Surge 12. Capitalization 13. Advocating 14. Magnificent 7 15. Optimistic 16. Veto 17. Inflation
18. Benchmark 19. Foresee 20. Surging

Matching sentence: 1. Safeguarding 2. Bipartisan 3. Momentum 4. Bourses 5. Forecasting 6. Uncertainty
7. Benchmark 8. Demand 9. Cracking down 10. Capitalize on

CATEGORY

1. Business - LEVEL2

Date Created

2024/06/10

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