

G'day investors!

Welcome to Wilma Wealth Management and Business School,, I am White Green, your most trusted investment companion!

Today, the three major of XJO indexes all rallied at the close, with the indices rising for five consecutive days. How will the broader market perform over the next two trading days of this week?

Last night, we delved into the investment prospects of lithium mining stocks. Tonight, I will continue to explore which sectors might benefit from a weakening US dollar.

Furthermore, regarding the investment portfolio targets expected to achieve a return of over 30%, I will reveal the relevant stock codes in tonight's lesson and provide a detailed analysis of our reasons for selecting these stocks. I'll explain why they are poised to yield such high returns.

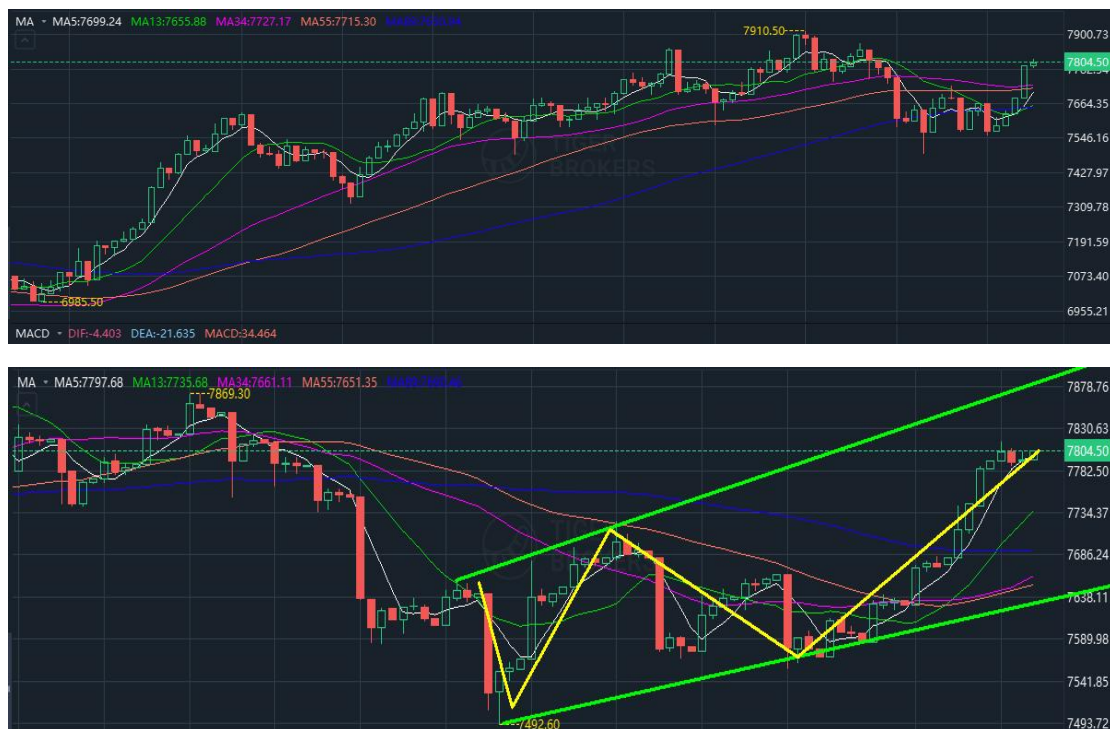
If you missed out on ILU and AGL previously, make sure you don't miss the star stocks we'll be discussing tonight. This teaching content is crucial for every investors, so it's important that everyone attends on time. Our goal is to learn together, continuously refine our investment strategies, and seize every market opportunity.

Investors, are you ready for it?



This chart displays the intraday movement of the XJO Index.

From the intraday chart of the XJO, we can see that the index experienced a sharp rise in early trading today. However, weakness in the financials and materials sectors led to an overall downtrend throughout the day with fluctuations. Towards the close, a rebound in heavyweight stocks from sectors such as financials and resources spearheaded the turnaround, contributing to a fifth consecutive rise in the major indices. On the market front today, the industrials, information technology, and real estate sectors were among the top performers; whereas the consumer discretionary, materials, and energy sectors faced the largest declines.



This image shows the daily chart and 2-hour chart for the XJO Index.

A few days ago, I shared my views on the XJO Index, particularly concerning the box resistance level near 7770. This level is crucial in determining whether the index can break out of its current box structure. Driven by positive news yesterday, the market has shifted from a volatile pattern to a bullish mode.

Tonight's performance of the US sharemarket will be critical as it will directly influence the further movements of the XJO Index tomorrow. If the US market remains stable, the XJO is expected to continue its upward trajectory, following the MA5 moving average on the 2-hour chart. Conversely, if there is an adjustment in the US stocks, today's high consolidation of the XJO might affect the activity level of buyers in tomorrow's Australian market. In such a case, the index might seek the MA13 moving average for technical support. This dynamic and changing market environment requires us to stay vigilant.

Last night, I briefly introduced everyone to two highly anticipated stocks. In tonight's lesson, I will delve deeper into why these two stocks have a potential for at least 30% returns. I will thoroughly explain the intrinsic value and the rationale for buying these stocks, and we will discuss their market prospects together.

Through tonight's discussion, I hope to help investors deeply understand the investment opportunities behind these stocks, provide practical analytical perspectives, and assist everyone in making more informed investment decisions.

PLS Recommendation Reasons

Fundamentals:

1. Core Business:

Pilbara Minerals is primarily engaged in the mining, processing, and sales of lithium mineral products, particularly through its Pilgangoora project in Western Australia, which is one of the world's largest independent lithium mines.

2. Lithium Market Supplier:

The company is one of the key global suppliers of lithium raw materials. Its products are primarily supplied to global battery manufacturers and chemical companies for use in the production of lithium-ion batteries and other chemical products.

Industry Position:

1. Competitive Advantage:

Pilbara Minerals possesses high-quality mineral resources, with its Pilgangoora project being among the world's leading lithium mines, offering a low-cost mining advantage.

2. Industry Influence:

As lithium is a critical battery material, Pilbara Minerals holds a significant position in the global electric vehicle and renewable energy industries.

Financial Position:

1. Revenue and Profit:

During the 2024 fiscal year, the company reported revenues of AUD 757 million and EBITDA of AUD 415 million, demonstrating strong operational efficiency, despite a decrease in the average realized price from the previous period.

2. Balance Sheet:

As of December 31, 2023, the company had a cash balance of AUD 2.144 billion, indicating good liquidity and financial stability.

3. Operational Performance:

Production reached 320,000 tonnes, with shipments totaling 306,000 tonnes, maintaining a stable production and sales pace.

Future Outlook

1. Capacity Expansion:

The ongoing P680 and P1000 projects are expected to increase the production capacity to 1 million tonnes per year, significantly boosting output and potential revenue.

2. Cost Control:

The company continues to focus on cost management and has achieved reductions in operational expenses. With the completion of the expansion projects and improvements in operational efficiency, unit costs are expected to decrease further.

3. Market Demand:

Global demand for lithium products continues to grow, especially in the electric vehicle and energy storage markets, which is expected to drive sales and pricing of the company's products.

4. Strategic Partnerships:

Expanded supply relationships with leading global battery chemical companies have secured medium and long-term sales channels and revenue stability.

5:

Breakdown	TTM	6/30/2023	6/30/2022	6/30/2021	6/30/2020
∨ Total Revenue	4,315,533.0000	4,315,533.0000	1,162,235.0000	164,468.0000	85,341.0000
Cost of Revenue	671,938.0000	671,938.0000	336,718.0000	129,644.0000	96,314.0000
Gross Profit	3,643,595.0000	3,643,595.0000	825,517.0000	34,824.0000	-10,973.0000
∨ Operating Expense	180,075.0000	180,075.0000	84,905.0000	51,528.0000	38,124.0000
Operating Income	3,463,520.0000	3,463,520.0000	740,612.0000	-16,704.0000	-49,097.0000
∨ Net Non Operating Interest In...	160,249.0000	160,249.0000	-44,261.0000	-29,080.0000	-27,646.0000
∨ Other Income Expense	-252,203.0000	-252,203.0000	28,668.0000	-5,664.0000	-22,519.0000
Pretax Income	3,371,566.0000	3,371,566.0000	725,019.0000	-51,448.0000	-99,262.0000
Tax Provision	980,431.0000	980,431.0000	163,194.0000	--	--
∨ Net Income Common Stockho...	2,391,135.0000	2,391,135.0000	561,825.0000	-51,448.0000	-99,262.0000
Basic EPS	0.80	0.80	0.19	-0.02	-0.04
Diluted EPS	0.79	0.79	0.18	-0.02	-0.04
Basic Average Shares	2,992,158.0000	2,992,158.0000	2,960,016.0000	2,571,590.0000	2,280,412.1290
Diluted Average Shares	3,029,437.4760	3,029,437.4760	3,041,824.5800	2,571,590.0000	2,280,412.1290
Net Income from Continuing & D...	2,391,135.0000	2,391,135.0000	561,825.0000	-51,448.0000	-99,262.0000
Normalized Income	2,391,135.0000	2,391,135.0000	561,825.0000	-51,448.0000	-77,937.0000
Interest Income	191,091.0000	191,091.0000	11,330.0000	185.0000	851.0000
Interest Expense	24,116.0000	24,116.0000	52,384.0000	26,830.0000	25,682.0000
Net Interest Income	160,249.0000	160,249.0000	-44,261.0000	-29,080.0000	-27,646.0000
EBIT	3,395,682.0000	3,395,682.0000	777,403.0000	-24,618.0000	-73,580.0000
EBITDA	3,501,521.0000	3,501,521.0000	822,286.0000	2,012.0000	-57,169.0000
Reconciled Cost of Revenue	671,938.0000	671,938.0000	336,718.0000	129,644.0000	96,314.0000
Reconciled Depreciation	105,839.0000	105,839.0000	44,883.0000	26,630.0000	16,411.0000
Net Income from Continuing Op...	2,391,135.0000	2,391,135.0000	561,825.0000	-51,448.0000	-99,262.0000
Total Unusual Items Excluding G...	-21,325.0000	--	--	--	-21,325.0000
Total Unusual Items	-21,325.0000	--	--	--	-21,325.0000
Normalized EBITDA	3,501,521.0000	3,501,521.0000	822,286.0000	2,012.0000	-35,844.0000
Tax Rate for Calcs	0.0003	0.0003	0.0002	--	--

This image represents the profit and loss statement of PLS from 2020 to the present.

From the chart, we can observe that PLS's stock price is severely undervalued by the market, primarily based on:

1. Revenue Growth:

There has been a significant increase in total revenue: from AUD 850 million in 2020 to AUD 4.316 billion in 2023, demonstrating substantial expansion in the company's business scale and strong growth in market demand. Such growth typically should reflect positively in the stock price trajectory.

2. Gross Profit Growth:

Improved profitability: Gross profit shifted from a negative AUD 10 million to a positive AUD 3.643 billion, indicating effective cost control and enhanced profitability.

A company with steadily improving profitability typically attracts investor interest and capital inflow.

3. Earnings Per Share (EPS):

Significant improvement: Earnings per share increased from -AUD 0.04 in 2020 to AUD 0.79 in 2023, signifying a substantial improvement in the company's profitability. Growth in EPS is one of the critical indicators for assessing stock value.

4. Valuation Compared to Industry:

Price-to-Earnings Ratio: Comparing the industry average P/E ratio with PLS's P/E ratio, PLS's P/E ratio might be found to be below the industry average. A lower P/E ratio may imply that the stock is undervalued relative to its earnings. The recent P/E ratio is 9.22, with the industry average at 13.2, suggesting that PLS's valuation is expected to normalize above 13, with an anticipated stock price increase of more than 40%."

Technical surface



The above image displays the daily and weekly charts for PLS.

From the daily chart, we observe that the stock price has shown a clear upward trend since reaching a low of AUD 3.10 last year. Notably, after a recent pullback from the high of AUD 4.50, a characteristic 'W' bottom pattern has formed, indicating solid support around the AUD 4.00 mark. The weekly chart appears to fluctuate within a pennant formation, where the stock price encounters respective resistance and support at the upper and lower boundaries of the pennant, technically known as a flag pattern.

The current weekly chart shows the MA5, MA13, and MA34 moving averages in a bullish alignment, suggesting upward momentum for the stock price, while an increase in the green momentum bars on the MACD indicator further confirms the growth trend. This analysis, combining daily and weekly charts, reveals that PLS' s stock price is poised to move towards the first resistance area above AUD 5.00.

From an investment perspective, combining fundamental and technical analysis to pursue potential high returns with a smaller stop-loss is indeed a strategy worth considering. Particularly, when technical analysis shows strong support levels and positive technical patterns for PLS, it offers a favorable risk-reward ratio.

IEL Recommendation Reasons:

Industry Market Position:

1. Market Leader:

IDP is a global leader in international student placement and English language testing, collaborating with over 900 high-quality universities and educational institutions worldwide. The company maintains and extends its market leadership through its extensive service network across 87 countries.

2. Strategic Expansion:

IDP continuously strengthens its global service capabilities through strategic acquisitions and network expansions, such as the integration of Intake Education, which enhanced its IELTS testing network in Africa. The addition of 11 new student placement offices and several strategic partner universities has bolstered its footprint in high-growth global markets.

Business Division Performance:

1. Student Placement:

The student placement business has shown significant growth, reflecting strong

demand in key markets such as Australia, Canada, the UK, and the USA.

2. English Language Testing:

While the IELTS testing business has faced challenges in the Indian market, leading to an overall decline of 12%, it has achieved a growth of 17% in markets other than India.

Financial Performance:

- Revenue Growth:

IDP achieved a record revenue of AUD 579 million in the first half of the 2024 fiscal year, an increase of 15% year-over-year. This growth was primarily driven by the student placement business, which saw a revenue increase of 44%.

- Profitability:

Adjusted EBIT reached AUD 159 million, up 25%; Net Profit After Tax (NPAT) was AUD 107 million, up 23%. This demonstrates the company's strong performance in operational leverage.

Future Outlook:

- 1. Strategic Investments:*The company plans to continue making strategic investments in network expansion, multimodal delivery, and product innovation.
- 2. Market Condition Response:*Despite facing challenges from tightening visa policies, IDP is well-positioned to respond to market changes, leveraging its brand reputation and global network.
- 3. Financial Health:*The company boasts strong financial health and a clear strategic direction, poised to capitalize on long-term growth opportunities in its markets.

Breakdown	TTM	6/30/2023	6/30/2022	6/30/2021	6/30/2020
∨ Total Revenue	1,059,001	981,916	793,331	528,742	587,106
Gross Profit	1,059,001	981,916	793,331	528,742	587,106
∨ Operating Expense	805,452	751,699	628,357	463,529	479,536
Operating Income	253,549	230,217	164,974	65,213	107,570
∨ Net Non Operating Interest In...	-17,663	-13,377	-6,749	-5,282	-5,188
∨ Other Income Expense	-7,681	-9,533	-6,093	-1,070	191
Pretax Income	228,205	207,307	152,132	58,861	102,573
Tax Provision	63,848	58,209	49,292	19,398	34,764
∨ Net Income Common Stockho...	163,685	148,521	102,604	39,683	67,873
Basic EPS	0.59	0.53	0.37	0.14	0.26
Diluted EPS	0.59	0.53	0.37	0.14	0.26
Basic Average Shares	278,336.21	278,336.21	278,336.21	278,336.21	259,678.14
Diluted Average Shares	279,079.34	278,755.63	278,891	279,064.70	260,149.48
Net Income from Continuing & D...	163,685	148,521	102,604	39,683	67,873
Normalized Income	163,685	148,521	102,604	39,683	67,873
Interest Income	3,265	2,861	866	1,617	849
Interest Expense	15,065	10,375	3,285	2,985	1,550
Net Interest Income	-17,663	-13,377	-6,749	-5,282	-5,188
EBIT	243,270	217,682	155,417	61,846	104,123
EBITDA	297,938	268,155	193,645	99,434	145,011
Reconciled Depreciation	54,668	50,473	38,228	37,588	40,888
Net Income from Continuing Op...	163,685	148,521	102,604	39,683	67,873
Normalized EBITDA	297,938	268,155	193,645	99,434	145,011

This chart is IELLE's income statement from 2020 to the present.

As we can see from the chart, IEL's shares are heavily undervalued by the market and are strongly favoured for a number of key reasons:

1. Growth in Total Revenue:

There was significant growth: from AUD 587 million in 2020 to AUD 1.06 billion in 2023, demonstrating substantial expansion of the company's business scale and strong growth in market demand. This type of growth typically should be reflected in a positive trend in the stock price.

2. Gross profit growth

Improved profitability: Gross profit increased steadily from \$587 million in 2020 to \$981 million in 2023, indicating that the company has effectively controlled costs and improved profitability. A business with steadily improving profitability usually attracts investor attention and capital inflows.

3. Earnings per Share (EPS)

Continued growth: Earnings per share increased from A \$0.26 in 2020 to A \$0.59 in 2023, showing that the company's profitability has improved significantly. The growth of earnings per share is one of the important indicators to evaluate stock

value.

4. Exceeding Expectations in Stock Price Valuation Adjustment:

Value Reversion: IEL's price-to-earnings (P/E) ratio was exceedingly high at 172.51 in 2021, then adjusted to 64.62 in 2022, and further decreased to 41.42 in 2023; currently, IEL's P/E ratio stands at 28.06. With the company's continuous business diversification and increasing profitability, it is forecasted that this year IEL's P/E ratio will return to over 43, with the stock price expected to exceed AUD 25, predicting a potential stock price increase of more than 53%.



This chart is the weekly chart of IEL.

From the IEL weekly chart, we can see that the stock price is currently in a downtrend. Recently, the stock price touched the bottom support line of the descending channel and showed signs of a rebound. From the chart, it is evident that after the stock price reaches the bottom support of the descending channel, it stabilizes and rebounds, then moves to test the upper boundary's resistance. Recently, significant support has been shown at AUD 15.470, especially between AUD 15.5 and AUD 15.8, which are the lows repeatedly tested but not broken before. The recent rebound indicates that this level continues to act as support. The stock price may attempt to break through the upper boundary of the channel once again.

Look at IEF's daily candlestick chart, the stock price is currently below key long-term moving averages such as the MA89 and MA55, but recent actions show that the stock price is striving to break above these levels. Notably, the MA5 has crossed above the MA13, forming a clear bullish signal. Next, if the stock price rises and breaks through the MA34 moving average, it will attract more buyers. Additionally, the MACD indicator also shows a positive shift, with red momentum bars beginning to diminish, and the DIF line trending upwards through the DEA line, suggesting there could be further increases in the short term.

In conclusion, IEL has demonstrated strong performance and a solid market position. With ongoing strategic execution and market adaptation, the company's future growth prospects are viewed positively. These factors are likely to further drive the company's stock price upwards, providing good returns for investors.

Combining fundamental and technical analysis, the current stock price is near a crucial support level. Given that the stop-loss is close, this offers a favourable risk-reward ratio for potential upside. Considering these factors, I believe this presents an attractive buying opportunity. At an appropriate time this week, I will guide our investors to enter this stock, to capitalize on the upcoming rise. Do you think this plan of action is reasonable?

Thank you all for your active participation and enthusiastic discussions tonight! Tomorrow, I will closely monitor market dynamics and inform you of the best time to buy through my assistant at the appropriate moment. Please ensure you keep in contact with my assistant so that we can share important information promptly

I hope you all have a restful evening, and when we meet again tomorrow, may you be recharged and brimming with energy!

Have a good night, mates!