G’day investors!

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

Today, the three major indices of the Australian stock market opened higher and continued to rise. What has driven this upward trend in Australian stocks? Tonight, let's review today’s market situation and conduct a brief analysis of the upcoming trends.

PLS's stock price strongly rebounded today, rising by 3.82%. Does this indicate a trend reversal? Tonight, I will provide a brief explanation regarding PLS's trend.

Last night, I shared how to build an investment portfolio to achieve steady profits and reach our profit targets. A critical point is identifying an investment product with clear prospects. Currently, the mainstream investment products in the market include stocks, real estate, funds, cryptocurrencies, gold, forex, bonds, and commodities. What is the future outlook for these investment products? Starting tonight, I will analyze them one by one.


Today, the three major indices on the ASX showed a broad-based rally. In the morning session, the surge in interest rate-sensitive financial and real estate sectors sparked a bullish sentiment in the market, with other sectors following suit. The indices remained at high levels throughout the day.

However, as the interest rate decision announcement approached, a pullback in the real estate sector led to a slight correction in the indices. Subsequently, the indices continued to oscillate at high levels. Near the close, a rally in the financial and healthcare sectors drove a rebound of nearly ten points.

From the market's perspective, all 11 major industry sectors showed broad-based gains today. Utilities, financials, and industrials led the gains, with the utilities sector up more than 2%. On the other hand, the resources and information technology sectors posted smaller gains.

Today's strong rebound in the stock market can be attributed to three main reasons:

First, there is a technical rebound needed after last week's continuous decline.

Second, the strong rise in the Dow Jones Index last night has bolstered bullish sentiment in the market.

Third, today's Reserve Bank of Australia (RBA) interest rate meeting aligned with market expectations.

The RBA maintained the cash rate at 4.35% for the fifth consecutive meeting, as expected by the market. In the subsequent press conference, the RBA did not release any additional hawkish information.

Following this decision, there was little movement in the AUD/USD exchange rate and the yield on the policy-sensitive three-year government bonds. The stock market also remained stable.

Despite economic data since the last RBA meeting indicating continued weakness in the Australian economy, the labour market remains tight with the unemployment rate steady at 4%. This has led policymakers to maintain an optimistic outlook for achieving a soft landing for the economy.


In today's trading, the XJO Index staged a significant rebound, reversing its recent downtrend. Driven by strong gains in heavyweight sectors such as financials and real estate, the index not only rose rapidly but also successfully reclaimed all of its recently lost short-term moving averages.

From a technical perspective, the KDJ indicator's J-value has started to move upwards and may converge with the K/D value in the future, while the red energy bars in the MACD indicator have shrunk. Overall, the technical indicators show that the previous bearish trend has changed and the index has the momentum to continue to rise in the short term.

However, the foundation of the rebound is not yet solid. Today's rise should be seen as a technical rebound, and the overall volatile market pattern remains unchanged.

Therefore, in terms of trading strategy, do not chase stocks that have risen sharply in price. The most suitable strategy now is to select high-quality stocks from stocks that have underperformed in the past. I have been telling everyone these days that the resources stocks that have performed the worst in the past are often the safest investments. Today, PLS jumped 3.82%, which is consistent with my analysis, isn't it?



In addition to showing signs of support near its previous low on technical analysis, PLS also received positive fundamental news from China's strong NEV sales data in May. The combined effect of these two factors, namely improving fundamentals and technical support, has driven PLS's significant rally today.

The significant increase in trading volume at the end of the day further consolidated the bottom support around AU$3.10, indicating the active involvement of institutional funds in the market, which is extremely favorable for the strength and height of PLS's future share price rebound. Although the resources sector as a whole performed generally today, PLS stood out among related concept stocks, which will undoubtedly continue to attract market attention to the lithium battery concept sector.

Technically speaking, after today's volume surge, the trend reversal signal is very clear. If it can continue its upward momentum tomorrow and stand above AU$3.30, which means standing above the 5-day moving average, then it will attack AU$3.50, the 13-day moving average. I believe this is highly probable.

Recently, we have faced significant volatility in PLS, which has tested many investors' courage and resolve to hold onto their shares. I understand that in such an unstable market environment, continuing to hold stocks requires great fortitude. Last week, I made a promise to investors: as long as you follow the strategy I set, I will personally bear any losses incurred. I realize that such a promise may bring pressure to some investors, with some even telling me that they do not need me to bear their losses. Others chose to exit early due to concerns about the risks of holding the stocks and their trust in me.

The reason I dare to make such a promise is that I have firm confidence in the fundamentals of the companies we have chosen. I trust my professional judgment, honed over decades, and believe that even in extreme market conditions, we can turn losses into gains. More importantly, I do not want to let down the investors and followers who place their trust in me and Wilma.

Although I cannot guarantee that the future investment journey will be entirely loss-free—after all, investment is inherently a game of probabilities based on thorough analysis—I can assure every investor that I will give my utmost effort. I treat every investment as if it were my own money, with the same seriousness and responsibility. For those who choose to trust me, I will ensure that our investors' funds are used for the most promising investments, striving to preserve and grow their assets. This is my promise to you and my responsibility as both a mentor and an investor.

My confidence in making such a commitment stems from my expertise and, more importantly, the sound theoretical foundation behind our collective decisions. Take, for instance, the modern portfolio theory we are currently studying. Theories endure and are passed down because they have withstood the rigors of market scrutiny over time.

I urge any investors who may have missed the past two classes to reach out to Liliana and review the course content from Sunday evening to yesterday.Missing this important content, I believe, will be a significant regret in your investment journey.

Modern portfolio theory has a profound impact on every investor's decision-making. Mastering its principles can propel you to remarkable achievements in the investment arena. Conversely, an ill-constructed portfolio will subject your wealth to the relentless erosion of compounding losses. Remember, wealth is not self-sustaining; financial literacy is paramount. Neglecting this truth, even with a current net worth in the hundreds of millions, could lead to its eventual demise.

Many investors are dedicating themselves to nightly study, and many of whom have discussed with me their hopes of creating a suitable investment portfolio. This proactive approach is truly encouraging, and I firmly believe that with ongoing commitment, you'll all achieve success in the market.

To help you effectively construct your investment portfolios, let's revisit the four crucial steps involved:

1. Understand your risk profile.

2. Set profit targets that match your risk profile.

3. Break down this profit target into monthly, half-yearly, and yearly goals.

4. Identify investment opportunities that have significant potential and align with your risk profile, and allocate funds reasonably across these investment options.

The last step is the most crucial and the most challenging. The choice of investment products and the allocation of funds ultimately determine our investment outcomes.

With so many investment options in the market, what are the future prospects of these investment products? Which ones align with your risk profile, and which should we choose to invest in? I will be analyzing these for you one by one.

First, let’s discuss real estate. This is an investment option that is very close to us, aside from stocks, and many investors are either currently investing in it or planning to.

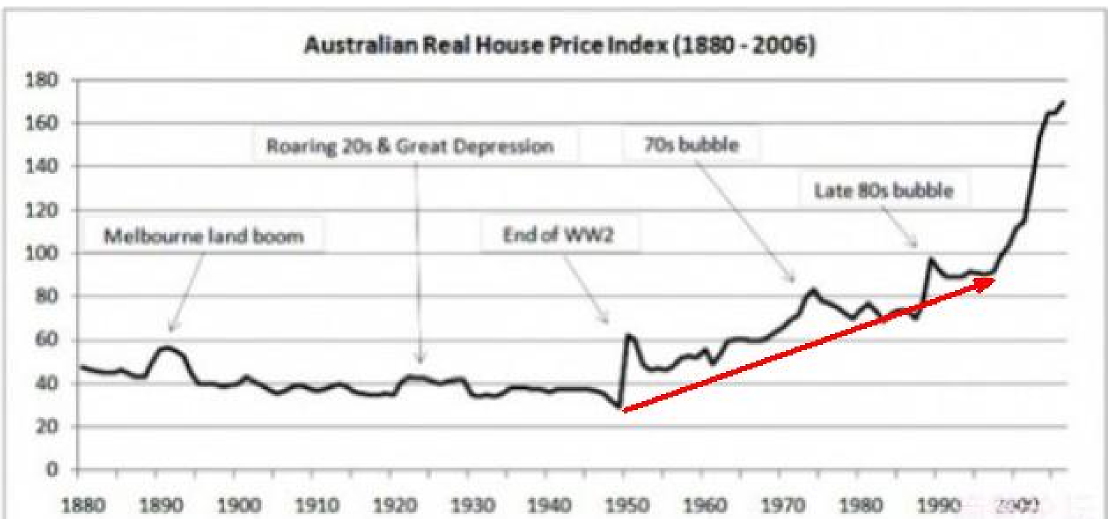
In today’s discussion, we will delve into the investment opportunities in the Australian real estate market, analyzing how its market value has climbed to its current level. As a strategic investment analyst, I will guide you through understanding the growth drivers of this market, exploring the economic factors behind it, and identifying potential future appreciation opportunities. This information will not only help us better understand market dynamics but also provide a foundation for making informed decisions in these areas.

Investors working and renting in major capital cities should have felt the significant pressure that rising house prices have put on our cost of living in recent years. Australian house prices have been on an upward trend since the second half of 2020. Although house prices initially fell due to the COVID-19 pandemic in early 2020, they began to recover in the second half of the year, and this growth trend has continued to the present.

The issue of house prices is one that affects each and every one of us. How should we view this phenomenon? After four years of continuous growth, how long can this upward trend be sustained? How should we approach this issue? I believe this is something that we all need to pay attention to and ponder.

We can examine the history of Australian house prices from three key time points to better understand how they have gradually risen to their current levels.

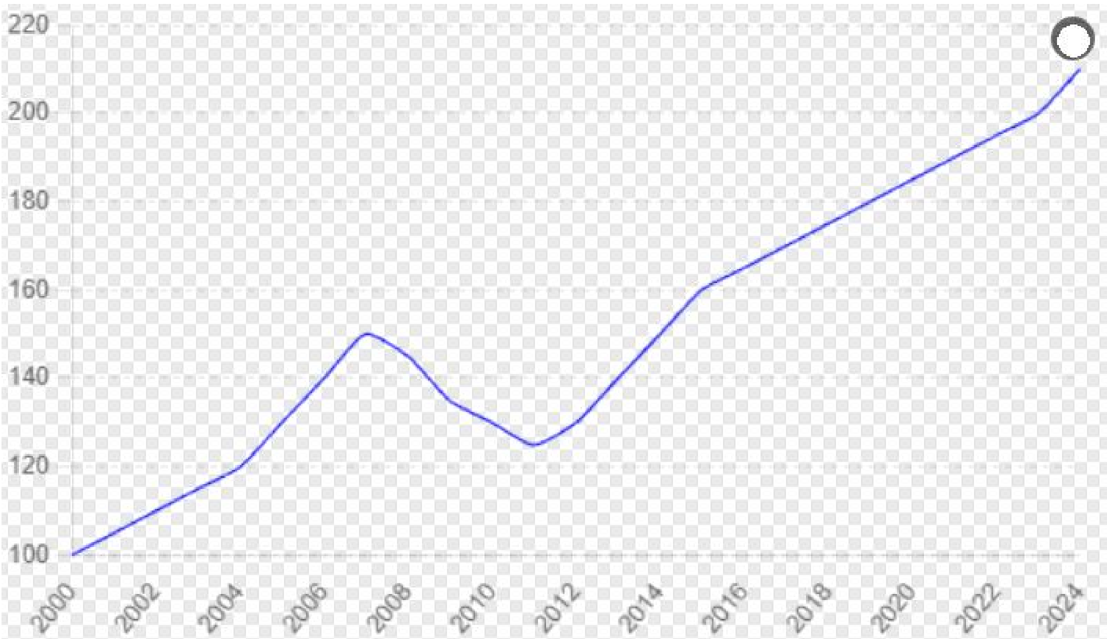
Firstly, during the Great Depression around the 1930s, the collapse of financial markets led to a slump in the real estate market. From 1880 to 1950, a period spanning 70 years, the Australian real estate market remained stable. This was partly because the real estate market was in its early stages of reform and the relevant systems were not yet fully developed. Additionally, Australia's unique economy, which was based on agriculture and mining, experienced slow growth, making it difficult to drive demand in the real estate market.



Secondly, from the chart, we can observe that Australian house prices experienced a gradual increase from 1950 to 2000. After World War II, Australia's economy developed rapidly, and the process of industrialisation accelerated, leading to increased national income. This period of economic prosperity provided households with more funds for home purchases.

Additionally, the baby boom and a surge in immigration accelerated Australia's urbanisation process, with more people moving to urban areas, thereby increasing the demand for urban housing and driving up house prices.

During this period, Australia's monetary policy tended towards being accommodative, with relatively low interest rates. Low interest rates reduced borrowing costs, making mortgages more affordable for a larger number of people, further contributing to the rise in house prices.




Lastly, from 2000 to the present, house prices have experienced significant increases. Beginning in 2000, there was a substantial rise. The 2000 Sydney Olympics played a pivotal role in this, as it introduced the world to Australia in a new light, significantly boosting the country's global recognition. The successful hosting of the Sydney Olympics not only brought fame to Australia but also spurred comprehensive economic development across the nation.
Major capital cities like Sydney, Melbourne, and Brisbane became prime destinations for immigrants, international students, businessmen, and investors. Australia's real estate industry truly began to flourish, with rapid economic growth and a surge in population driving the demand for housing. Consequently, property prices and rents in Australia have skyrocketed.

Looking at the history of the global real estate market since 1988, developed and developing countries such as the United States, the United Kingdom, New Zealand, Canada, Germany, Japan, and Southeast Asian nations have all experienced the painful collapse of real estate bubbles or significant declines due to global economic crises. For instance, China's current economic struggles are largely due to its real estate crisis.

However, Australia is an exception. Despite facing the 2008 global financial crisis and the European-American financial debt crisis in 2011, Australia managed to navigate these periods safely and smoothly. This successful avoidance of crises can undoubtedly be attributed to the Australian government's consistent protective policies for the real estate market and effective regulation of the financial system.

Reviewing the history of the Australian real estate market post-2000, we can summarise five significant policy milestones:

1. Self-Managed Superannuation Funds (2007): Australia amended its superannuation laws to allow self-managed superannuation funds to invest in real estate. This change brought new sources of funding to the real estate market, further supporting its growth and stability.

2. Stimulus Measures Post-Global Financial Crisis (2008-2009): During and after the global financial crisis, the government introduced a series of economic stimulus measures to support economic recovery and stabilise the real estate market. These included incentives like the First Home Owner Grant.

3. Real Estate Market Regulation Policies (2015): The government implemented a series of new regulations targeting foreign investors to control the rapid rise in house prices and protect the interests of local homebuyers.

4. Housing Affordability Policies (2017-2018): To improve housing affordability, the government enacted several policies aimed at increasing housing supply and supporting first-time homebuyers. Initiatives such as the First Home Super Saver Scheme were part of these efforts.

5. COVID-19 Response Policies (2020-2021): During the COVID-19 pandemic, the government introduced a series of economic support and stimulus measures to maintain economic stability and the healthy development of the real estate market. Policies like the HomeBuilder scheme were included in these measures.

In other words, real estate is a policy-driven market: when policies are favorable, housing prices rise; when policies tighten, housing prices fall. Currently, the Australian government's policies towards real estate can be considered tight.

For example, the government has tightened policies on immigration and international students. The Reserve Bank of Australia has been increasing the down payment requirements since 2019 to curb the rapid rise in housing prices. The Australian Prudential Regulation Authority has tightened regulations on lending institutions to ensure they only provide loans to borrowers who can repay them. The government is also investing in new housing construction to increase supply and reduce housing prices. All these measures will suppress the rise in housing prices.

From an economic perspective, housing price growth is related to a country's economic development and population growth. Australia's birth rate has been declining in recent years. According to the Australian Bureau of Statistics, the total fertility rate in Australia in 2022 was 1.63, meaning an average of 1.63 children per woman, one of the lowest rates in Australia's history.

Regarding future global economic growth, I have analyzed in the economic cycle theory that the global economy will face significant challenges in the coming years.

Given the combination of subdued population growth, uncertain economic prospects, tightened immigration policies, and high inflation, entering the Australian real estate market solely for investment purposes in the short term may not be the most prudent decision (unless for immediate housing needs). While a significant decline in property prices is also considered unlikely, investors may consider real estate as a means of wealth preservation rather than the primary investment focus.

Dear fellow investors, are you concerned about the challenges posed by high property prices? What are your thoughts on the current market situation and future price trends? I encourage you to share your perspectives and engage in discussions to spark diverse insights.

The above is my analysis of the future investment prospects for real estate. I hope it will help you in your investment decisions. Next, let's briefly analyze funds, which are also a popular investment choice among many individuals.

There are many types of funds in the market, and funds have always been considered one of the lazy ways to manage finances. We entrust our money to professionals to manage and obtain a certain return for us. ETFs, in particular, are a favorite among investors due to their passive nature.

For example, the VanEck Bitcoin ETF (stock code: VBTC) will be officially listed on the Australian Securities Exchange (ASX) on June 20, 2024 (this Thursday). This is the first approved Bitcoin spot ETF in Australia and one of the first Bitcoin spot ETFs traded on a mainstream exchange globally.

The VanEck Bitcoin ETF is managed by VanEck Securities Australia Ltd. and aims to track the performance of spot Bitcoin prices. The fund will invest in custodied Bitcoin and periodically distribute Bitcoin returns to investors.

The listing of the VBTC ETF may have a significant impact on the Australian cryptocurrency market and could attract more investors to the cryptocurrency sector. At the same time, it will provide Australian investors with a new way to invest in Bitcoin and potentially drive up Bitcoin prices.

I have a neutral stance on funds, as Wilma is also a wealth management company, and we plan to launch our own private equity fund in the Australian market in the future. This is also the purpose of my current teaching sessions; We need to accumulate more follower investors.

Regarding fund investments, I want to mention three points:

First, you need to have a thorough understanding of the investment targets of the fund. Is it investing in the stock market, bonds, cryptocurrencies, or real estate? Different markets have different risks and returns, so we need to choose funds that match our own risk profile.

Therefore, successful investing is not a simple task. The view that funds are a lazy way to manage finances is something I do not agree with.

To achieve proper asset allocation with funds requires extensive analysis and research, much more than analyzing a single stock.

So, if you are currently investing in funds, you need to ask yourself whether you truly understand the fund well enough. If you are unsure, feel free to leave a message for me, and I will provide you with professional advice.

Second, you need to have a thorough understanding of the manager of the fund you are investing in.

The return rate of a fund is closely linked to its manager. Their professional skills and ethics directly impact the investment returns.

Therefore, to make a name for Wilma in the Australian investment market, we have chosen to start with free teaching sessions. The goal is for everyone to get to know me, White Green, well enough. Are my investment philosophies suitable for you? Do my professional skills meet your standards?

We understand that actions speak louder than words. That's why we are committed to delivering consistent and profitable investment outcomes for our clients. By achieving strong track records in the stock market, we hope to earn your trust and establish Wilma as your preferred wealth management partner.

Third, if your knowledge and understanding reach a certain level, you can invest directly rather than choosing a fund.

A fund manages and invests your money on your behalf. If you possess the same professional knowledge as a fund manager, or even surpass them, why not invest by yourself? This way, you can save on management fees.

For example, if you are optimistic about cryptocurrencies but lack the expertise, you might choose the VanEck Bitcoin ETF (stock code: VBTC). But let's think about it from another perspective: why not invest directly in Bitcoin? Wouldn't the return be higher?

For instance, today I made a profit of $280,000 USD by trading a Bitcoin contract long position myself. I have the professional knowledge and do not need an external expert to manage my investments.

| Contract | Leverage | Time | Trading Type | Fulfilled/Total Order Volume | Average Transaction Price/Order Price | Margin | Handling Fee | Profit and Loss | Settle Pro Loss |
|---|---|---|---|---|---|---|---|---|---|
| BTC/USDT | 200X | 2024-06-18 04:02:10 | Sell to Close Long | 200000/200000 | 65520.1/-- | 1000000 | 50000 | 385968.72185000 | -- |
| BTC/USDT | 200X | 2024-06-18 02:37:55 | Buy to Open Long | 200000/200000 | 65393.9/-- | 1000000 | 50000 | -- | -- |

In the dynamic and ever-evolving world of investments, knowledge is the ultimate power. As I've consistently advocated, dedicating time each evening to learning and expanding your financial literacy is an absolute necessity for aspiring investors. True knowledge empowers you to navigate the complexities of the market, make informed decisions, and ultimately emerge as a victor in this challenging yet rewarding arena.

While seeking guidance and mentorship from experienced professionals can be invaluable, it's crucial to recognize that the ultimate responsibility for your investment decisions lies with you. Relying solely on others' advice, without cultivating your own understanding, limits your ability to make sound judgments and achieve long-term financial success.

Naturally, if your abilities surpass mine, Wilma might lose its edge in the Aussie investment market and I might lose my job. But that's just a joke, 'cause I reckon my investment knowledge and eye are sharper than most. I also believe my expertise and ideas will win some investors over. So, will you choose to believe in me and support Wilma? I'm keen to hit the investment road with you and reach our goals together!

"Knowledge transforms destiny, learning fulfills dreams of wealth." Let this adage serve as your inspiration as you pursue investment mastery.

Alright, due to time constraints, tonight we only discussed real estate and funds. Tomorrow, we will continue to explore the future prospects of other investment products such as bond, forex, gold, and cryptocurrencies.

As we identify markets with vast investment potential, we can utilize the power of compounding to grow our capital over time, just like a snowball. Through careful market analysis and strategic planning, we can effectively leverage the principle of compounding to achieve continuous asset growth. This is a key wealth-building strategy that every investor should master.

The purpose of creating an investment portfolio is to diversify risk while aiming to achieve higher returns with the same amount of capital. Your mindset determines your wealth, and those who plan ahead will undoubtedly become the big winners in the market. Therefore, regardless of the amount of capital you currently have, I suggest that everyone think about how to build a good investment portfolio. The investment market is a zero-sum game; when you seize opportunities, wealth will inevitably transfer to you.

Additionally, I strongly recommend that everyone review the course content from Sunday night to now. I believe this content will become one of the most valuable assets in your investment career.

Due to time constraints, today's session discussion ends here. I sincerely thank each investor for your enthusiastic participation!

Tonight's quiz:
1. Which two investment products did we analyze tonight?
2. What are the three key considerations for fund investments?

Share your answers to these questions with Liliana, and you will receive 20 points regardless of whether your answers are correct or incorrect.

If you have different perspectives or any questions regarding this week's teaching content, feel free to leave me a message. Let's discuss and explore market opportunities together!

Where the heart leads, there is light; on the path of investment, I am with you. I'm White Green!

I wish everyone a pleasant evening, and we will continue our in-depth discussions and exchanges in tomorrow's session. Good night, dear investors!