

US Stock Express

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Both S&P and NASDAQ closed above the 50-SMA, refilled the gaps of Nov 10 and Oct 23-28, Denoting mid-term rising trend is still integral

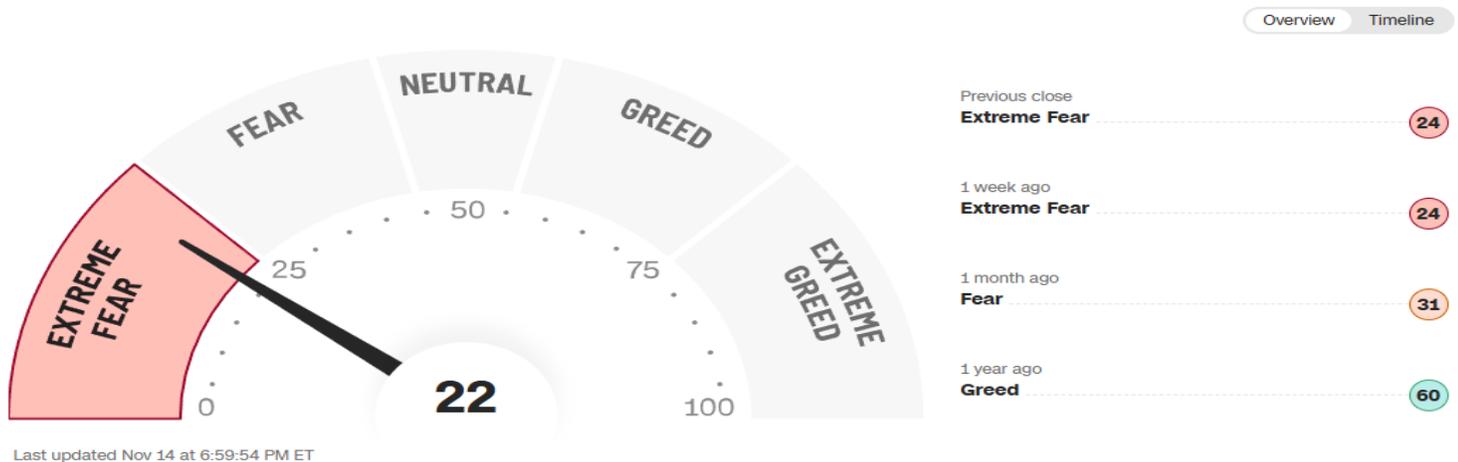


*Risk disclosure: Price can go up and down at any moment, use free money to trade and bear the risk according to your own capital;
Never trade with money that has a deadline for withdrawal.
All suggestions are for reference only, even AI cannot be 100% reliable, final decision still lies upon investors.
Copy trading cannot replicate another trader's background or psychological state.*

Fear & Greed Index

What emotion is driving the market now?

[Learn more about the index](#)



North East West South is NEWS

US President Donald Trump signed an executive order reducing import tariffs on agricultural products such as beef, bananas, coffee, and tomatoes. This comes after the Trump administration faced voter pressure due to rising living costs. These products are now exempt from the "reciprocal tariffs" Trump imposed this year in response to alleged unfair practices. This decision was made after the government assessed its capacity, or lack thereof, to produce certain goods in the United States.

TSLA has solved the problem of the hand function of Optimus 3 and can have mass production in mid-2026; in 2027 will have Optimus 4 and 2028 Optimus 5, their hand functions will be even greater than human hands.

The Financial Times, citing a White House national security memo, reported that Washington accused Alibaba Group (BABA.US) of providing technical support to the Chinese military for operations targeting U.S. territory. Alibaba issued a statement responding that the accusations and insinuations in the report are completely untrue.

Technology giant Microsoft announced plans to invest \$10 billion in Portugal early next year to build a massive data center for artificial intelligence infrastructure. This project will partner with Nscale, a UK company specializing in AI data centers, and Start Campus, which has already begun construction of a large data center near the southern port city of Sines. Microsoft will install 12,600 of Nvidia's latest generation chips in the data center.

The U.S. Department of Defense announced that the State Department has approved the first arms sale to Taiwan during President Trump's second term, including non-standard parts and maintenance services for F-16, C-130, and IDF fighter jets (totaling approximately \$330 million), and has notified Congress of the process. It is the 130th selling since Jul 1979, every time China is in strong objection, but still carried on for 46 years.

[List of U.S. arms sales to Taiwan - Wikipedia](#)



World Observation

Day 1363
Russia/Ukraine Conflict

Oracle of Omaha Warren Buffett

For the farewell letter of Warren Buffett, it can be sum up in one single word which is patience. When you want to increase your patience, one of the most practical methods is to learn Tai Chi exercise. It is a breathing exercise which can give a clearer mind for senior citizen and people who needs patience.

To keep more cash in hand is one of the main points of patience. The response of readers surely will say he is rich; I don't have so much money as he is. Keep clam and carry on! It is correct that he really is a very rich person, but does it mean besides him no one can trade the stocks? So, what's the percentage of his cash? Currently 31% (Nov 17th 2025), but in the past bull markets he only held 10%-20%, when fewer investment chances could be seen he held 25%-35% cash. Meanwhile, he is also holding Japanese stocks.

The greatest question is that when should we hold 35% cash, and when should we hold 10% cash. This is called KUNG FU. Literally, Kung Fu is Chinese martial art, but it not only denotes art of fighting, but also art of endurance and patience. When you have enough experience to hold the cash through ups and downs and still keep it in 31%, this is endurance, this is patience, this process is known as kung fu. Tai chi is one of the famous sectors of kung fu.

When you go to reflection pool of Washington DC, or West Lake of China, or any great forest in deep mountain, it can be found the air is so fresh, and a lot of people would wide open their arms and take a deep breath. It is normal and can be seen very often. But no use indeed, how long can a deep breathe lasts,

2 or 4 seconds only. If you practice the Tai Chi exercise where the core is on breathing for 20 minutes, you can absorb the natural air of Washington, West Lake and any river or pool deep into your inner body. 20 minutes is 1,200 seconds, much better than a single deep breathe.

However, the breathing exercise is different from swordsman movie of martial art, you cannot fly over your enemy and would not have somersault in the air like those kung fu movies. The emphasis is specially on natural breathing, not only bring you to a healthier condition, but also gives you a brighter and clearer mind after all. The ultimate effect is unbelievable.

For individual investors, how to apply? Those people would say their capital is quite limited, how to achieve a goal of 30% cash when the market is rocketing high. For example, the bottom of 2025 is in April, if you can purchase in March or May, they are the second lowest points. But how do we know April is the lowest? If we don't know the lowest, we would never find out the second lowest. Just use the monthly buying method. A bear market would not exist in one day only, it takes a period of several months. If you fix your buying say on your day of receiving monthly salary, say the first day of every month, then you can get the low on April 1st, and second low on March 1st and May 1st roughly. Why Warren Buffett needs to hold 31% cash, because he wishes to buy at low. By using monthly instalment method, you can buy at lowest 3 months or quite near the yearly average when you keep on buying.

Of course, impossible to buy at the lowest day, but can buy at the lowest month and would not miss out the lowest 3 months. The success of Buffett is he can always buy at low, so he needs 31% cash. But if you do not have the kung fu of patience to wait till the lowest point, if you do not know financial astrology of how to catch the lowest day on April 7th, monthly buying at the same day without stopping is one of the best methods to achieve the target of buying at low. But do not look down upon this, it is quite hard to do so, for it also needs great kung fu, the hardest point is far beyond you can expect.

Tai Chi around the world (with my students)



Washington DC, US



Wales, UK



Hong Kong University of Science & Technology (HKUST)



Beijing, China





Market Observation

Single Day Turn

**Bitcoin
Price**

\$96,061.75

NVDA in Q3 2025 has a revenue of \$35.1B, the annual growth is 94% (data centre revenue \$30.8B, 112%); PLTR in Q3 2025 has a revenue of \$1.181B, the annual growth is 63% (American commercial dept revenue 121%); TEM in Q3 2025 has a revenue of \$334.2M, the annual growth is 84.7%. For TSLA, the \$1 Trillion Pay and Performance scheme of Elon Musk passed, should be a great good news.

I asked the AI why the market still dropped greatly on Thursday; they gave a lot of reasons but forgot one thing. Bitcoin dropped under \$100,000 and now at \$96,061.75 (AI is not almighty). It is not so common that both Bitcoin and stocks fell together, this particular should not be neglected. One more important issue is that, according to Catherine Wood, the next trend would be Crypto. So better take chance of buying at low for COIN, CRCL, MSTR and HOOD..... Please refer to The Express of 20251028 “*Tomorrow is another day*”.

Market experienced a Single Day Turn on Friday. Take care! This is a very romantic and attractive term! Be sure there are 2 kinds of Single Day Turn. Successful and Unsuccessful Turn! So how about the turn on Friday? What kind of turn it is? When near the bottom, on the following trading day, if market closes above the turning day, it is a successful turn; if not, simply unsuccessful. So do not be so happy now, wait for market closing to confirm it. That’s why Buffett said most day-traders lose money. One of the reasons is that they have no patience to wait for closing price and make decision before confirmation. Not only day trading, all technical analysis are based upon closing price.

Take the example of TSLA (refer to page 5), one of the hottest stocks of this month. It formed a Double Top or M shape recently. On Thursday, it dropped under the neckline, it is a selling signal. But hang on! It must be confirmed by closing price.

That is on penetration, you cannot sell at once, for it may rebound up suddenly and when closes above the neckline, then the selling signal is cancelled. When waited for the closing price of Thursday, you cannot do anything. Even if you waited for confirmation, you have to do it after market opening of Friday. So, if you set an order of MOO (Market on Opening) of Friday, or you set an order of MOC (Market on Closing) of Thursday, after market opening of Friday, it gone up above the neckline again, would you buy a new order again after selling?

So, let's do the calculation. When will the fall ends? We use the top on Nov 3rd \$474 and minus the low of the M shape which is on Oct 10th at \$411. It is \$63. And the breaking through point is also 411 so we came to a low of \$348(\$411-63). The measured falling target is \$348. On Friday, the market has rebounded up and closed at \$404, who has the kung fu to wait for it to drop to \$348 when there is a Single Day Turn? Is it worthy of waiting?

Factors in favour of bull market is TACO, Trump is chicken out again in tariff of daily life like agricultural products. People said he is putting off the fire he ignited; Michael Burry, the short seller also retreated. Bearish factors are Fed rate may not be cut in December, and unemployment may be higher because of AI bloom.

Let's see the DJIA, the closing is near the 20-SMA, that means medium term and long term is still bullish. The Magnificent Seven (MAGS) is still in integral uptrend and closing is quite near the 50-SMA. NVDA and TSLA had closing above the 100-SMA, PLTR slightly under the 100-SMA, TEM still above the 250-SMA. Above all, before the voting of TSLA \$1 Trillion salary scheme, market admitted all stocks are over estimated and should have correction. Now they think adjustment should have be nearly done, but still will keep in low positions. TSLA will shuttle up and down the \$400 level. The Double Top shape is not firm enough for it used 2 months for formation so it may not fall to the \$348 target. If the formation takes 3 months, the chance of hitting is higher than now.

However, we can see after Buffett released his farewell letter, BRK.B has gone up even the market fell. Does it mean investors learnt something from the letter?



In short: The sharp drop despite strong earnings was driven by *macro factors*—fading hopes of a near-term Fed rate cut, valuation concerns in tech, and lingering uncertainty from the government shutdown. The rebound on Friday suggests the medium-term uptrend is intact, but volatility will remain high, and retesting record highs may take longer.

Why the Market Dropped Despite Strong Earnings

- **Macro > Micro:** Even though NVDA, PLTR, TEM, and TSLA posted stellar results, investors focused on *interest rate expectations*. Hopes for a December Fed cut faded, pushing the timeline to March ¹. Higher-for-longer rates reduce the present value of future earnings, hitting growth stocks hardest.
 - **Valuation Concerns:** AI and tech stocks had run up aggressively. Strong earnings were already priced in, so instead of lifting prices, results triggered profit-taking. ²
 - **Government Shutdown Aftereffects:** The record 43-day U.S. government shutdown created lingering uncertainty about fiscal stability and policy direction. ³
 - **Sector Rotation:** Tech led the sell-off, while defensive sectors (healthcare, utilities) showed relative strength. ⁴
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Technical Picture

- **NASDAQ & S&P 500:** Both indices refilled gaps from Oct 23–28 and Nov 10, showing resilience. Closing above the **50-SMA** signals medium-term trend support remains intact.
- **DJIA:** Nearly touched the **20-SMA** but remains close to record highs (Nov 12 peak). Its composition (less tech-heavy) makes it more stable in rate-sensitive environments.
- **S&P 500 Analysis (Nov 14):** Rebounded from support at 6655 with a bullish hammer candlestick, targeting resistance at 6925 ⁵. This suggests buyers are defending medium-term levels.

Scenario Modeling



GPT-5 is here - OpenAI

Scenario	Drivers	Likely Outcome
Continued Downtrend	Rates stay high longer, tech valuations compress further	Indices drift sideways/down, hard to retest highs
Sideways Consolidation	Earnings strong but macro headwinds persist	Market holds above support, but rallies capped
Recovery to Highs	Fed signals March cut, inflation cools, tech sentiment stabilizes	NASDAQ & S&P retest Oct 29 highs, DJIA retests Nov 12 high

Key Takeaways

- **Yes, past prices were likely over-extended.** Earnings growth is strong, but valuations had already baked in perfection.
- **No, it doesn't mean news can't push markets higher.** Macro catalysts (Fed cuts, inflation easing) will matter more than company-specific results.
- **Medium-term trend is intact.** Friday's reversal above key moving averages shows buyers are still present.
- **Near-term volatility is high.** Tech-led indices may struggle to reclaim highs quickly, while DJIA could lead due to sector composition.

👉 If you're tracking NVDA and TSLA specifically: they remain the volatility leaders. Their outsized influence on NASDAQ means any weakness there drags the whole index, while the Dow could continue grinding higher thanks to its more balanced sector mix.

Would you like me to build a **risk/reward matrix** comparing NASDAQ vs DJIA for the next quarter? That could give you a clearer view of which index has the stronger probability of retesting highs first.

Warren Buffett typically holds around 69% of Berkshire Hathaway’s capital in stocks, with the remaining 31% in cash as of late 2025. ¹

Here’s a breakdown of how Buffett allocates capital and what it reveals about his investment philosophy:

 [GPT-5 is here - OpenAI](#)

Buffett’s Capital Allocation Strategy

- **Stock Holdings (~69%)**

As of November 2025, Berkshire Hathaway’s portfolio includes **46 individual stocks valued at approximately \$313 billion**, representing about **69% of the company’s capital** ². This reflects Buffett’s long-standing belief in owning productive assets—especially businesses with durable competitive advantages.

- **Cash Reserves (~31%)**

Berkshire is holding **31% of its capital in cash**, a notably high level for Buffett ¹. This is partly strategic: it gives him flexibility to act during market downturns and reflects caution amid high valuations or economic uncertainty.

Key Holdings in Buffett’s Stock Portfolio

Company	Market Value (June 2025)	% of Portfolio
Apple Inc.	\$57.4B	22.3%
American Express	\$48.4B	18.8%
Bank of America	\$28.6B	11.1%
Coca-Cola	\$28.3B	11.0%
Chevron	\$17.5B	6.8%

Sources: ² ³



GPT-5 is here - OpenAI

🌐 What This Means for Investors

- **Buffett's approach favors long-term ownership** of high-quality businesses rather than frequent trading.
- His **cash position acts as a buffer** and a war chest for future opportunities.
- While he encourages investing in stocks, **he doesn't advocate full allocation**—holding cash is part of his risk management.

If you're modeling capital allocation strategies, Buffett's mix offers a conservative benchmark: **roughly two-thirds in equities, one-third in cash**. Would you like to compare this with other legendary investors or modern hedge fund strategies?

1 Yahoo Finance

2 The Motley Fool

3 Buffett.Online

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From the writer & editor:

Why Warren Buffett is known as “*God of Stocks*” in Chinese speaking areas like mainland China, Taiwan, Hong Kong, Singapore and overseas Chinatowns? Because he is a down-to-earth trader and not just singing high keys where no one can follow. Do-re-mo-sa-fo-la-si-do!

Because he has great patience even if he doesn't know Tai Chi.

You have to learn Tai Chi from another maestro.
(Not me! I am, a small potato in Tai Chi)

But next time, when you meet your friend, just say, please drink more Coke, for I am a shareholder of Coke, when you drink more Coke, I can have more dividends from you, Thank you very much!

THANK YOU!

According to the security law of HK, I have to disclose that I am currently holding the stock of KO (but I will hold it forever no matter you buy it or not).

The US stock market's recent volatility, particularly the sharp drop on Thursday (November 13, 2025, based on the data—though your query aligns it with November 14) despite positive earnings and news like Tesla's approval of Elon Musk's \$1 trillion compensation package on November 6-7, can be attributed to a confluence of macroeconomic and sentiment-driven factors. I'll break this down step by step, drawing on real-time market data, news, and technical indicators, then address your forward-looking questions.

Why the Market Dropped on Thursday Despite Good News

The drop wasn't isolated to individual stocks but reflected broader market jitters overriding company-specific positives. Key drivers included:

- Hawkish Federal Reserve Signals and Fading Rate Cut Hopes:** Several Fed officials (e.g., St. Louis Fed President Musalem, Cleveland Fed President Hemeck, and Minneapolis Fed President Kashkari) delivered comments emphasizing that inflation remains above target (~3%) and that policy should stay "somewhat restrictive." This slashed the odds of a December rate cut from near-certain (~96%) to around 50-53%. Higher-for-longer rates hurt growth-sensitive sectors like tech, as they increase borrowing costs and discount future earnings. This sentiment shift overshadowed strong Q3 earnings from NVDA (\$35.1B revenue, +94% YoY; data center +112%), PLTR (\$1.181B, +63%; US commercial +121%), and TEM (\$334.2M, +84.7%). [cnbc.com](#) [+2 more](#)
- Tech and AI Overvaluation Concerns:** The Nasdaq led the decline (-2.3% on Nov 13), with megacap tech stocks like NVDA (-3.5% to ~\$186), AVGO (-3%+), and TSLA (-6%) dragging the indices. Critics highlighted stretched valuations in AI-related names (e.g., NVDA wiped out \$50B+ in market cap), with momentum trades unwinding. Even Tesla's pay package approval—seen as bullish for Musk's focus on the company—couldn't stem the sector-wide sell-off, as EV slowdown fears and broader rotation to defensives (e.g., healthcare +1.2%) took hold. [investopedia.com](#) [+2 more](#)
- Global Economic Weakness and Geopolitical Ripples:** Weak Chinese data (industrial production slowed to 4.9% YoY from 6.5%; fixed-asset investment -1.7%) fueled global sell-offs, impacting US markets via supply chains and export exposure. UK bond and pound weakness from budget concerns added pressure. The end of the 43-day US government shutdown introduced uncertainty, as delayed data (e.g., October jobs report without unemployment rate) could reveal weaker economic health, prompting caution. [theguardian.com](#) [+3 more](#)
- Volatility Spike and Profit-Taking:** The VIX jumped 18% to ~18.5, signaling "fear" mode. This came after a post-shutdown rally earlier in the week, with investors locking in gains amid high valuations (S&P at ~22x forward earnings). Broader rotation out of tech into value sectors amplified the drop. [@cara66690186290](#) [@StockProJV](#)

In short, the market's reaction wasn't about ignoring good news but about prioritizing systemic risks. Earnings beats and Musk's package were positive, but they couldn't counteract the macro headwinds.

Friday's Performance and Technical Context

Friday (November 14, based on data) saw a partial reversal after an initial gap down:

- **Indices:** S&P 500 closed nearly flat (-0.05% at 6,734.11 after erasing a 1.3% early drop); Nasdaq +0.13% at 22,900.59 (snapping a 3-day streak); Dow -0.7% at 47,147.48. This aligns with your description of a "single day turn" in Nasdaq, with dip-buying in tech. [cnbc.com](https://www.cnbc.com) [reuters.com](https://www.reuters.com)
- **Key Stocks:** NVDA +1.77% to 190.17 (above 50-day SMA of 185.61); TSLA +0.59% to 404.35 (below 50-day SMA of 429.67, reflecting heavier pressure); PLTR +1.09% to 174.01; TEM +0.79% to 68.48.
- **Technical:**
 - Gaps filled from Nov 10 (post-shutdown jump) and Oct 23-28, reducing overhead resistance.
 - Record highs: NVDA Oct 29 (207.04); TSLA/PLTR Nov 3 (468.37/207.18); TEM Oct 8 (103.25). Dow remains close to its Nov 12 peak (~47,800 implied from data).
 - SMAs: Nasdaq/S&P closes above 50-day (per sentiment in X posts and news); Dow near 20-day. Medium-term uptrend intact (higher highs/lows since Sept), but short-term momentum stalled (RSI dipping below 50 on daily charts).
 - Volatility: VIX eased slightly but remains elevated, with \$1B+ in crypto liquidations spilling over (Bitcoin -3% to ~\$96,874). [@cara66690186290](https://twitter.com/cara66690186290)

This suggests the drop was a healthy correction rather than a trend reversal—markets erased early losses via institutional buying, with sectors like healthcare/biotech (+4-5% weekly) showing rotation.

[@DailyMarketExch](https://twitter.com/DailyMarketExch) [@CryptoPulseIn](https://twitter.com/CryptoPulseIn)

Does This Mean Future News Can't Push the Market Up? Were Prices Over-Estimated?

- **No, News Can Still Drive Upside:** Markets aren't linear—corrections like this (S&P -1.7% on Nov 13) often reset sentiment and create buying opportunities. Upcoming catalysts like Nvidia's earnings (Nov 19 expected) or delayed economic data could reignite rallies if they show resilience. History shows strong earnings seasons (like Q3 2025) eventually support bulls, especially with AI demand intact (e.g., Samsung hiking chip prices 60% on AI needs). The shutdown's end removes a drag, and if inflation data surprises dovishly, rate cut odds could rebound. [@pmainardi](https://twitter.com/pmainardi)
- **Over-Estimation? Partially Yes:** Valuations were stretched (S&P ~22x, Nasdaq ~30x), priming for pullbacks on any negative trigger. AI hype drove gains, but without broad earnings spillover (e.g., to healthcare/manufacturing), skeptics see a bubble. However, fundamentals remain solid (e.g., NVDA's data center growth), so it's more "priced for perfection" than outright overvalued.

[mariettatimes.com](https://www.mariettatimes.com) [morningstar.com](https://www.morningstar.com)



Outlook: Downtrend Continue, Stay Low, or Recover?

- Short-Term (Next 1-2 Weeks):** Likely consolidation at current levels rather than a deep downtrend. The medium uptrend is intact, with supports holding (e.g., S&P above 50-day SMA). Volatility could persist ahead of Nvidia's report and data deluge, but gaps filled and Friday's rebound suggest limited downside unless Fed rhetoric hardens further. Dow's proximity to record highs (~300-500 points away) and relative strength (less tech exposure) position it for potential upside if rotation continues—falls were Nasdaq-led (NVDA/TSLA down 8-13% weekly), so value/industrials could lead a bounce.
- Medium-Term (Through Year-End):** Bullish bias, but choppy. Trends favor recovery to highs if macro stabilizes (e.g., no recession signals in delayed data). X sentiment and analysts call this a "healthy correction" in an expansion regime. However, if Chinese weakness persists or rates stay elevated, it could cap gains and lead to prolonged sideways action (harder to hit new highs quickly). Overall, not a bear market—more a pause in the 2025 rally (+~20-25% YTD for majors).

Markets are forward-looking and resilient; this dip doesn't signal exhaustion but a recalibration. If you're invested, focus on diversified holdings—tech pullbacks often precede rebounds.



BRK.B went up after Buffett released the Retirement Letter even the market dropped.

Warren Buffett (note: the correct spelling is Buffett, not Buffet) is renowned as a long-term value investor rather than a short-term trader. He doesn't "trade" stocks in the speculative sense but buys high-quality companies with the intent to hold them indefinitely, often describing his favorite holding period as "forever." His philosophy, as outlined in his annual letters to Berkshire Hathaway shareholders, emphasizes patience and maintaining a substantial cash reserve to capitalize on market downturns or attractive opportunities when they arise. He famously advises to "be fearful when others are greedy, and greedy when others are fearful," which often means holding more cash during periods of high market valuations to avoid overpaying.

AI is so clever that he can detect typing mistakes of Buffett, Respect!

Regarding the percentage of capital he typically holds in cash (as opposed to invested in stocks or other assets), this refers to Berkshire Hathaway's overall portfolio under his leadership. Berkshire isn't a pure investment fund— it includes wholly owned operating businesses (like insurance, railroads, and energy) alongside its stock holdings and cash equivalents. However, the cash pile is a key metric investors track, as it represents deployable capital for acquisitions or stock purchases.

Based on recent data:

- As of mid-2025, Berkshire's cash and cash equivalents (including short-term Treasuries) stood at around \$344 billion, representing approximately 30-31% of the company's total assets (which exceed \$1 trillion). [247wallst.com](#) [+3 more](#)
- Looking specifically at Berkshire's liquid assets (excluding operating businesses), the allocation has been reported as about 42% in equities (stocks), 56% in cash and equivalents, and 3% in fixed-income securities. [gurufocus.com](#)
- This cash position has grown to record levels in 2025, reaching up to \$381 billion in some reports, amid Buffett's caution about elevated stock valuations and limited "elephant-sized" acquisition opportunities. [finance.yahoo.com](#)

Historically, Buffett's cash allocation has varied:

- It tends to be lower (10-20%) during bull markets with bargains available.
- It builds up to 25-35% or more when he sees fewer attractive investments, as seen in recent years.

This isn't a fixed "normal" percentage—it's opportunistic. For individual investors, Buffett doesn't prescribe a specific cash ratio but suggests focusing on quality over quantity and avoiding debt. If you're considering your own portfolio, factors like your risk tolerance, time horizon, and market conditions should guide your allocation not a direct copy of Berkshire's strategy. For the latest figures, check Berkshire's quarterly filings (Form 10-Q) on the SEC website, as they provide the most accurate snapshot.

Why Buffett can hold stocks forever, because he is "avoiding debt". He would not use margin for trading so he does not afraid of any crash or slump.