

Investing in the Greatest Decade Ever: The Roaring 2020s

Matt McCall

Matt puts up a chart he calls "The most important chart in the world." It shows time periods highlighting disruptions and economic impacts each period had. Today is clearly massive on the chart compared to any other time.

Technology always wins. Innovations can't be stopped by Politicians, Pandemics, and Pessimists. He calls this the "three Ps."

Ignore all the pessimism. The S&P 500 has hit 55 new all-time highs this year. Yet, the media is still pessimistic.

Think about stocks as a company you're buying a part of. For example, if a business takes market share, has revenue growth, and gets larger, its stock will do well in the long run.

Every great big winning stock has had multiple pullbacks and drawdowns. But megatrends are important to success in the long run.

Transportation is a megatrend Matt is focused on right now...

Electric vehicles: 2020 1.8 million registered EVs. Matt thinks EV sales could reach \$40 million by 2025. In 2020 it's around 2.2 million. That's 80% annualized compound growth.

Huge car companies say they will no longer make gasoline cars by 2035. This is a tailwind for EV.

This will also help drive autonomous vehicles. 23 million autonomous vehicles will be on the market by 2040.

To do this, we will need massive amounts of semiconductors.

All the picks for these ideas listed below...

EV Leader: Tesla (TSLA)

China leaders: Nio (NIO), Li Auto (Li), Xpeng (XPEV)

Auto semiconductor Leaders: ON Semi (ON), NXP Semi (NXPI), Infineon (IFNNY), STMicroelectronics (STM), Renesas Electronics (RNECY)

AV Leaders: Aptiv (APTV)

LIDAR Leaders: Velodyne (VLDR), Luminar (LAZR)

Auto Parts Leaders Borg Warner (BWA)

Charging Station Leaders: Nuvve Holding (NVVE), ChargePoint (CHPT)

Flying Car Leaders: eHang (EH), Joby Aviation (JOBY), Archer (AHR)

Software Leaders: Cerence (CRNC)

NexGen Battery Breakthroughs

Solid-State Batteries

John Goodenough: invented lithium-ion battery and big backer of solid-state batteries.

Companies to profit from in this space

QuantumScape (QS), Solid Power (DCRC), Toyota (TM).

Other breakthrough companies... SES (IVAN): via spac, hybrid between solid state and lithium-ion.

Lithium Recycling: Li-Cycle (LICY): largest lithium recycler in North America

Battery storage ESO energy.

Future of Health Care

463 million have diabetes. Only going to get worse. Wearables is the industry that will profit and help change this. Apple will become the largest healthcare company in the world.

The other side of this is preventative wearables.

Blockchain/crypto

Digital ledger that is spread across a network of computers.

Crypto markets are around \$2 trillion. Gold is around a \$9 trillion market. Matt says for every reason to own gold, he can give you an equal or better reason to own Bitcoin.

Boomers will pass down \$68 trillion to GenX and Millennials.

The Best of the Rest in Megatrends

Metaverse Leaders: Roblox (RBLX), Unity Software (U), Sea Ltd (SE).

3D printing leaders: Desktop Metal (DM), Dassault Systems (DASTY), Fanuc (FANUY).

Artificial Intelligence Leaders: Palantir (PLTR), OptimizeRx (OPRX)

IoT/Data Leaders: (BOX), Cloudflare (NET)

Space Leaders: Maxar (MAXR)

Quantum Computing Leaders: IBM (IBM), Nvidia (NVDA), IonQ (IONQ)