

**Thumbnail: Dan Ives, “BUY THE DIP”**

**Title: Dan Ives: “BIG MOVE Incoming for Nvidia Stock SOON”**

**Video clip 1**

<https://www.youtube.com/watch?v=UmCZNrqvt4s>

**0:00 - 2:01**

**Video clip 2**

<https://youtu.be/-iKb6gJxeHc?si=h4m-lpeluNbfooXT>

**0:32 - 2:01**

As of the time of this video, Nvidia stock is down 10%, but it's still up around 60% year-to-date, and over 180% for the past year. Many Nvidia stock investors thought the company was unstoppable during the AI boom, and kept loading up on shares, sending the stock higher and higher.

But, right now, these investors are getting extremely worried. In the midst of stiffing market conditions, Nvidia stock appears to be taking a nose-dive, and this has left investors with lots of questions and very little answers.

Despite this, there are still a lot of bullish sentiments around the stock, and that's what we're going to get into right now, to determine if Nvidia investors should be worried about what's going on or not.

But, before we do that, if you want to keep up with Nvidia's latest updates, and keep up with the stock market's latest news, you can follow our Twitter account. We post multiple times daily about the biggest changes and catalysts in the market, so click the follow button if you don't want to miss the newest market updates.

Now, back to today's video.

**Video clip 3**

<https://youtu.be/-iKb6gJxeHc?si=h4m-lpeluNbfooXT>

**3:29 - 5:46**

Nvidia has had a good run lately. Its stock price has soared in recent years, fueled by the ever-growing demand for powerful chips that help power AI technologies. But, even the smoothest rides can hit a bump.

Lately, there's been some chatter that might have investors rethinking their Nvidia positions. For example, there's a slowdown in the crypto market currently, with the market cap recently dropping by \$400 billion in just one week, and this could be attributed to delayed rate cuts or even geopolitical tensions around the world.

Any hit to the crypto market would naturally hurt Nvidia, because companies rely heavily on its chips for mining. On top of that, there's always the looming threat of new competition or even a shift in consumer preferences.

#### **Video clip 4**

<https://www.youtube.com/watch?v=Zn-aQWcA1GI>

**0:00 - 1:35**

Wedbush's Dan Ives recently called Nvidia's CEO, Jensen Huang, the godfather of AI, and he might just be right. Nvidia's role in the AI boom added an extra \$1 trillion to its market cap in just a few months, and it's been dominating the AI chips market, with more than 90% market share.

However, some might say that everything is about to turn around for Nvidia, and we're going to find out what this means.

#### **Hello everyone, and welcome back to Investocracy!**

No one can deny that Nvidia's AI chips are extremely impressive, which is why they're always in high demand and very hard to get. For this reason, the company's customers aren't keen on relying on a single source.

Hardware companies such as Dell Technologies and Lenovo can't get enough Nvidia chips to meet customer demand, and that is why they look for alternatives like AMD and Intel.

Similarly, cloud providers like Amazon and Google want more options so badly that they are designing their own chips. But, while this is a proper business strategy for these companies, it can be a big threat for Nvidia.

Fortunately for Nvidia investors, there isn't really a big problem with the company that's making its stock crashing. Rather, there are several reasons why Nvidia is currently trading at a low price, and none of them actually has to do with the company itself.

For starters, it was a challenging week for the entire market following news of escalating tensions between Israel and Iran, which is raising concerns among investors, given the potential disruptions to business supply chains, especially in the Middle East.

Also, there are ongoing inflation worries after the March 2024 consumer price index revealed inflation came in slightly hotter than expected, accompanied with the Federal Reserve delaying the rate cuts.

Not only that, but ASML reporting worse-than-expected earnings caused many semiconductor stocks to tank, simply because ASML is the company that makes the tools these companies, including Nvidia, use to make their chips.

Investors saw ASML having bad earnings as confirmation that its chip-maker clients are taking it slow and not racing to push out new chip technologies, which must've contributed to the recent sell-off of these companies' stocks.

### **Video clip 5**

<https://youtu.be/MmlNRXz1XX4?si=KgIi9-2A-Fd2DLBr>

**2:56 - 5:15**

While some analysts are choosing to dismiss the competition completely, Nvidia's vice president of Applied Deep Learning Research, Bryan Catanzaro, sees that competition is getting stronger, and while this statement certainly doesn't mean that Nvidia is panicking, it isn't the first time that the company has acknowledged the efforts of its competitors.

Outside of the AI domain, we have seen Nvidia comment on AMD's Radeon GPU division and how they remain their prime competitor. They were even excited to see AMD compete with them.

This means that Nvidia might need to be more careful moving ahead, especially in terms of providing a superior set of market offerings, either taking the lead in the order supply or even competitive price-to-performance ratios.

Right now, fresh competition is coming from companies both big and small, and the battle is expected to be fierce. In fact, the stakes are way bigger now.

Think about it, Lisa Su, the CEO of Advanced Micro Devices, has said that the AI chip market will reach \$400 billion by 2027. Likewise, Intel CEO, Pat Gelsinger, has also projected a \$1 trillion opportunity by 2030. That's almost twice the size of the entire chip industry in 2023.

So, what's it going to be for Nvidia? And how will it manage amid the competition? Let's get right into it.

If you made it this far into the video, thank you! These videos take a lot of effort and time to make, so if you enjoyed them, please hit the like button and subscribe to the channel. This goes a long way in helping us grow! That said, back to the video.

## Video clip 6

<https://www.youtube.com/watch?v=u8QvREWYC0>

0:51 - 2:12

If you ask for my opinion, I'd say that I'm not too worried about Nvidia. One interesting thing that was previously highlighted by Catanzaro is the common misconception about Nvidia's journey and the company's transition from primarily hardware-centric to a software-centric firm.

Having strong hardware means nothing if you don't have software capabilities that take advantage of the hardware, and Nvidia has a proven track record of harnessing a lot of juice out of its chips through software optimizations such as TensorRT, which was reported recently.

Also beyond raw performance, there are other factors to consider, one of which is that Nvidia has a strong lead in terms of software support, with features like DLSS being a major advantage.

As for concerns over the competition, all the cloud providers that are currently making their own chips are still Nvidia customers, and will continue to spend billions on its chips, with names like Amazon and Google lined up for its upcoming Blackwell architecture.

Nvidia's new Blackwell products are ahead of the competition, who are still focused on taking down the H100, and there's still massive room to grow, according to Nvidia's long-term partner, TSM.

TSM very recently reported impressive earnings, and said that they forecast the revenue contribution from several AI processors to more than double this year, and also forecast that the AI processors market will grow at a compound annual growth rate of a massive 50% over the next five years.

They also said that AI processors will make up 20% of the company's revenues by 2028, and since Nvidia's is one of TSM's closest partners, and the market leader when it comes to AI processors, it's not too hard to figure out why TSM's forecasts are great news for Nvidia.

Nvidia is also entering industries with positive future outlooks, like the humanoid robots industry and the healthcare industry. The humanoid robots market is expected to be worth \$13.8 billion by 2028, while AI-powered healthcare is expected to be worth \$173.5 billion by 2029, signaling great opportunities for Nvidia.

Dan Ives said that he expects the stock to go up when earnings are reported in May, as Nvidia expects a revenue of \$24 billion for the quarter and an EPS of \$5.52, a growth of 238% and 406%, respectively.

The truth is, the stock might go either way after earnings, even if Nvidia delivers amazing results, thanks to the market's conditions and everything else that could affect it, from the rate cuts to the rising tensions in the Middle East. So, Nvidia stock is definitely a great investment opportunity for those willing to hold despite the current volatility, as once all of the macro issues clear up, Nvidia stock could definitely rise again.

But, what are your thoughts though? Do you think Nvidia stock is currently a buy or a sell? Let us know in the comment section.

If you would like to know more about the latest updates about Nvidia and what it's been up to, then go ahead and click on the next video on your screen.

See you there!