

## # Magnificent Seven Tech Stocks - Portfolio Update

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### ## Overview

The "Magnificent Seven" tech stocks (AAPL, MSFT, GOOGL, AMZN, NVDA, META, TSLA) continue to dominate market performance, representing ~30% of S&P 500 market cap. Year-to-date performance varies significantly.

### ## Individual Stock Analysis

#### ### Apple Inc. (AAPL)

\*\*YTD Performance:\*\* +45%

\*\*Market Cap:\*\* \$3.0T

Strong iPhone 15 sales and Services growth. Vision Pro launch expected in early 2025. China recovery a positive catalyst.

\*\*Recommendation:\*\* BUY

\*\*Target:\*\* \$195

#### ### Microsoft (MSFT)

\*\*YTD Performance:\*\* +52%

\*\*Market Cap:\*\* \$2.8T

Azure cloud growth accelerating with AI workloads. GitHub Copilot and Office 365 AI features driving adoption. OpenAI partnership proving valuable.

\*\*Recommendation:\*\* BUY

\*\*Target:\*\* \$420

#### ### Alphabet/Google (GOOGL)

\*\*YTD Performance:\*\* +38%

\*\*Market Cap:\*\* \$1.7T

Search business resilient despite AI concerns. Cloud gaining share. YouTube advertising strong. Regulatory risks from antitrust cases.

\*\*Recommendation:\*\* HOLD

\*\*Target:\*\* \$145

#### ### Amazon (AMZN)

\*\*YTD Performance:\*\* +61%

\*\*Market Cap:\*\* \$1.6T

AWS growth reaccelerating. Retail margins improving. Advertising business scaling well. Investment in AI infrastructure paying off.

\*\*Recommendation:\*\* BUY

\*\*Target:\*\* \$165

#### ### NVIDIA (NVDA)

\*\*YTD Performance:\*\* +189%

\*\*Market Cap:\*\* \$1.2T

Extraordinary AI demand for H100/H200 GPUs. Data center revenue exploding. Competition emerging but maintaining leadership.

\*\*Recommendation:\*\* BUY

\*\*Target:\*\* \$550

#### ### Meta Platforms (META)

**\*\*YTD Performance:\*\*** +156%  
**\*\*Market Cap:\*\*** \$900B

Advertising recovery strong. Efficiency improvements boosting margins. Reality Labs losses decreasing. AI driving engagement.

**\*\*Recommendation:\*\*** BUY  
**\*\*Target:\*\*** \$380

### Tesla (TSLA)  
**\*\*YTD Performance:\*\*** -12%  
**\*\*Market Cap:\*\*** \$780B

EV competition intensifying. Cybertruck production ramping slowly. Energy storage business bright spot. FSD progress continues.

**\*\*Recommendation:\*\*** HOLD  
**\*\*Target:\*\*** \$250

## ## Portfolio Strategy

### Overweight Recommendations

- \*\*NVDA\*\*** - AI infrastructure leader
- \*\*MSFT\*\*** - Comprehensive AI strategy
- \*\*AMZN\*\*** - Cloud and retail synergy

### Neutral Weight

- \*\*AAPL\*\*** - Stable growth, fair valuation
- \*\*META\*\*** - Recovery complete, fairly valued
- \*\*GOOGL\*\*** - Search moat intact but regulatory risk
- \*\*TSLA\*\*** - Competition and valuation concerns

## ## Valuation Summary

Stock	P/E (FWD)	PEG Ratio	EV/Sales
AAPL	26.8x	2.1	7.8x
MSFT	32.1x	2.5	11.2x
GOOGL	22.3x	1.8	5.1x
AMZN	45.2x	2.9	2.8x
NVDA	38.5x	1.2	18.9x
META	24.7x	1.6	8.3x
TSLA	68.4x	3.8	9.2x

## ## Risk Analysis

**\*\*Concentration Risk:\*\*** These seven stocks represent outsized market weight

**\*\*Regulatory Risk:\*\*** Antitrust scrutiny on GOOGL, META, AMZN

**\*\*Competitive Risk:\*\*** AI democratization could erode moats

**\*\*Valuation Risk:\*\*** Extended multiples vulnerable to rate changes

**\*\*Geopolitical Risk:\*\*** China exposure for AAPL, TSLA, NVDA