

## Valuations Strategies

Valuations are used as an important strategy for picking good stocks at a low price or undervalued price with a good margin of safety. Margin of safety is the difference between current price and intrinsic value, i.e., Current price should be less than intrinsic value of the stock. However, one has to be cautious as valuation alone can be misleading. So, along with valuation, a company must also have quality and growth which will help in the “when” or the right Entry rate or right time to invest. The Valuation parameters are as follows:

- DCF valuation
- Graham valuation
- Earning valuation
- Yearly PE ratio
- Quarter trailing PE
- Latest PB ratio
- Price/Sales
- Enterprise Value/EBIT
- EBIT/Enterprise Value

the entire above is available in the Stock Screener & Stock Research

### Gurus who follow Valuations Strategies



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**Benjamin Graham**



**Kenneth Fisher**