

Title: Moronic Fool on Robbinghood - for comparison, \$GME is 'expensive' at 2.2x CURRENT sales. (This will not last).

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Did investors overreact to the bad news?

Robinhood is still growing, but analysts expect its revenue to grow just 23% next year as retail investors trade fewer [meme stocks](#) and avoid more speculative [cryptocurrencies](#). But based on those expectations, its stock actually looks cheap at less than 13 times next year's sales.

However, Robinhood's valuations will likely remain depressed until it stabilizes its sequential growth, narrows its losses, and overcomes the regulatory headwinds for PFOF trades. Unless it overcomes all those challenges, Robinhood could continue to make the headlines for all the wrong reasons.