

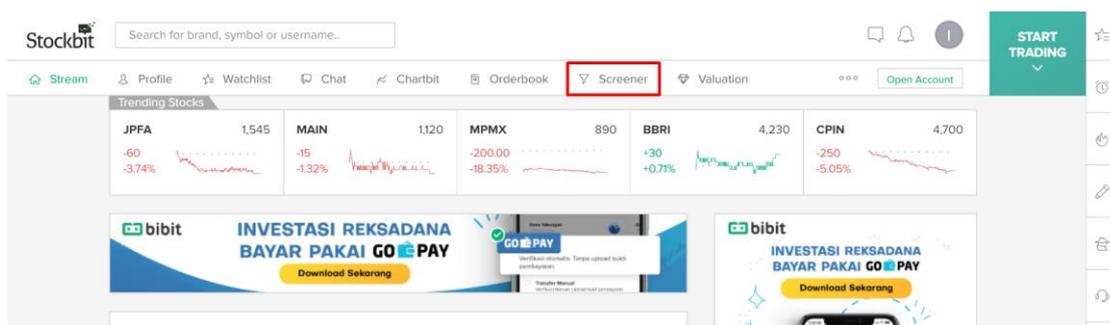
Buffettology esque sustainable growth stock screener

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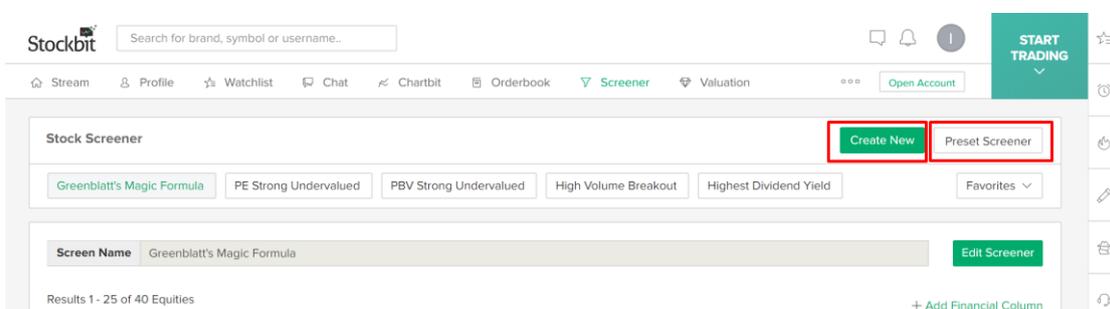
Under condition of weak form of market efficiency, beginner investors often confused on how to select the stocks for investing. The information of listed corporate actions does not reflect in the movement of its stock price. One of our company missions is to help beginner investors to screen the stock as consideration for making long-term investment decision.

A stock screener is a filter based on your criteria, that eliminate stock from a long list of stock. The filter according to metrics based on trading data (price and volume) and fundamental data (balance sheet or income statement). Screening of stock help the investor to find the stock that meet their criteria just in seconds rather than selecting it manually.

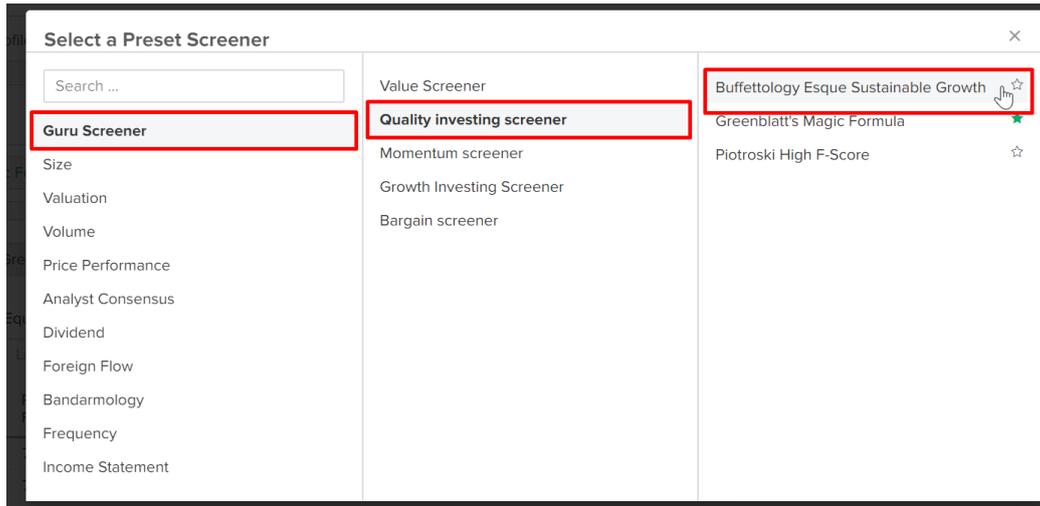
We used stock screener from the website stockbit.com to screen the stock. The display of stockbit is as follow. Make sure that you have a member of stockbit.com to access the screener. Then, click on the screener tab.



The following display is the favorite list of stock screener. You can click on preset screener to choose more screener methods, or you can choose create new to make a screener based on your criteria. In this article, we will use preset screener that given on this website.



There are several screener methods which is shown in the following figure. We can use guru screener, size based, and so on. Every criteria has its sub-criteria such as value screener, quality investing screener and so on.



To succeed long-term, we must find assets that fundamentally good and give the high dividends yield. Therefore, we choose buffettology esque sustainable growth. Following is the result of stock screen based on buffettology esque sustainable growth. Furthermore, we can read the description of this screener and also combine with other ratio to fullfill our criteria by clicking edit screener.

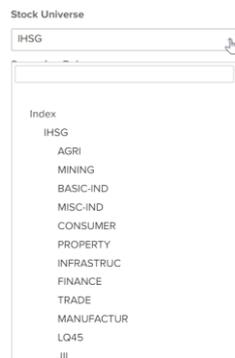
Screen Name	Buffettology Esque Sustainable Growth							
								Edit Screener
Results 1 - 7 of 7 Equities + Add Financial Column								
Symbol	EPS Growth Streak	Free cash flow (TTM)	Long-term Debt (Quarter)	Net Income (TTM)	3 Year Price Returns (%)	Earnings Yield (TTM)(%)	Average (RoE 5 yr)	Average (RoCE 5yr)
ICBP	5.00	489.38 B	723.11 B	4,700.04 B	+19.46%	4.04%	19.80	21.54
MYOH	5.00	552.42 B	71.22 B	486.94 B	+186.64%	16.59%	22.42	26.58
ACES	6.00	82.77 B	12.00 B	992.54 B	+106.90%	3.22%	22.83	28.69
SMSM	6.00	432.29 B	24.32 B	562.61 B	+26.91%	6.53%	33.62	41.09
TGKA	7.00	408.45 B	18.31 B	358.44 B	+101.27%	8.22%	22.74	29.02
SIDO	7.00	601.07 B	-	703.64 B	+102.00%	4.64%	18.26	20.96
PWON	8.00	2,219.84 B	4,489.17 B	2,700.97 B	+31.48%	7.90%	23.16	16.97

*Screener results are based on End-of-day data.
 *Data are updated at 6pm daily.

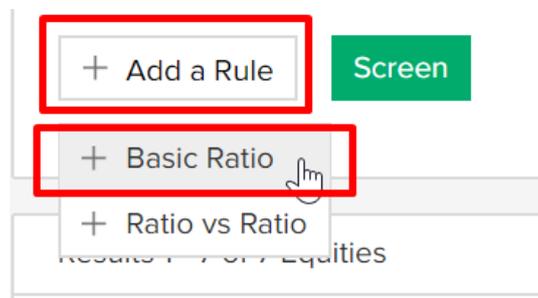
Buffettology-esque sustainable growth screen uses an approach from well-known investor Warren Buffett that focuses on the value and quality of the business. To determine a good business strategy by looking for stocks with **EPS** that continues to grow for at least 4 times in a row. The screener is also looking for companies with low **debt** compared to their net income and growth in **earnings yields**, **Return on Equity (RoE)**, and **Return on Capital Employee (RoCE)** which are stable.

The screenshot shows a stock screener interface. A red box highlights the 'Description' section, which contains text in Indonesian about a Buffettology-inspired sustainable growth screen. Another red box highlights the 'Stock Universe' dropdown menu, which is currently set to 'IHSG'. A third red box highlights the 'Screening Rules' section, which includes several criteria: 'EPS Growth Streak' (4), 'Free cash flow (TTM)' (> 0), 'Long-term Debt (Quarter)' (< 5 x Net Income (TTM)), '3 Year Price Returns (%)' (> 0), 'Earnings Yield (TTM)(%)' (> 3), 'Average (RoE 5 yr)' (> 15), and 'Average (RoCE 5yr)' (> 12). At the bottom, there are two buttons: '+ Add a Rule' and 'Screen', both highlighted with red boxes.

We also can focus on selected sector based on our criteria by clicking IHSG under stock universe as follow:



If we have another criteria that will be combine with the given criteria, we may click add a rule and choose whether basic ratio or ratio vs ratio. In this article, I use basic ratio.



Next, we can choose the list of basic ratio by typing the ratio or by clicking the arrow as shown in the next two figures.

Average (RoCE 5yr) > 12

Price

- Price
- Current Price to Book Value
- Current Price to Sales (TTM)
- Price
- Price (Unadjusted)
- Current Price to Book Value
- Price to Tang. Book Value (Quarter)
- Current Price to Sales (TTM)

Select Financial Metric

Search ...

- Size
- Solvency
- Valuation**
- Analyst Price Consensus
- Dividend
- Technical
- Price Performance
- Profitability
- Ranking
- Management Effectiveness
- Income Statement
- Balance Sheet

- PE Standard Deviation Band
- PE Price Band
- PBV Standard Deviation Band
- PS Standard Deviation Band
- Price**
- Price (Unadjusted)
- Current PE Ratio (TTM)
- Current PE Ratio (Annualised)
- Earnings Yield (TTM)(%)
- Current Price to Book Value
- Price to Tang. Book Value (Quarter)
- Current Price to Sales (TTM)
- EV to EBIT (TTM)

Then we can just simply choose the minimum or the maximum of the price that meet our criteria. For examples we choose the criteria of stock price that lower than five thousands as follow.

Price < 5000

+ Add a Rule **Screen**

Results 1 - 7 of 7 Equities

+ Add Financial Column

After that, we click on screen and following is the result of our stock screening based on our objective investment.

Results 1 - 6 of 6 Equities

Symbol	EPS Growth Streak	Free cash flow (TTM)	Long-term Debt (Quarter)	Net Income (TTM)	3 Year Price Returns (%)	Earnings Yield (TTM)(%)	Average (RoE 5 yr)	Average (RoCE 5yr)	Price
PWON	8.00	2,219.84 B	4,489.17 B	2,700.97 B	+31.48%	7.90%	23.16	16.97	710.00
TGKA	7.00	408.45 B	18.31 B	358.44 B	+101.27%	8.22%	22.74	29.02	4,750.00
SIDO	7.00	601.07 B	-	703.64 B	+102.00%	4.64%	18.26	20.96	1,010.00
ACES	6.00	82.77 B	12.00 B	992.54 B	+106.90%	3.22%	22.83	28.69	1,800.00
SMSM	6.00	432.29 B	24.32 B	562.61 B	+26.91%	6.53%	33.62	41.09	1,495.00
MYOH	5.00	552.42 B	71.22 B	486.94 B	+186.64%	16.59%	22.42	26.58	1,330.00

*Screener results are based on End-of-day data.
*Data are updated at 6pm daily.