Twitter Thread by Abhishek Kar



Abhishek Kar
@Abhishekkar_

Fundamental Analysis Checklist

#RETWEET for wider reach

FUNDAMENTAL ANALYSIS CHECK POINTS

S.N.	TOPIC	DESCRIPTION
1	PE ratio	PE ratio below 15 is considered as very good but it should be less than that of Industrial PE ratio.
2	EPS	This should be in increasing order from last 04-05 years.
3	Net income	It should be in increasing order.
4	Revenue	It should be in increasing order.
5	Dividend Yield	It should be in increasing order for last 4-5 years.
6	Book Value	If book value is decreasing means either assets are decreasing or liabilities are increasing.It should be in increasing order or should not decrease.
7	Liabilities	It should be in decreasing order or check the reason if increasing.
8	ROE	ROE shall be greater than 20% for at least last 3 years or must be in increasing order.
9	ROCE	It should be in increasing order.
10	Volumes	Increasing average volume with increasing price is a bullish sign for stock.
11	Derivables	it should be more than 50%.Higher the %age more the delivered qty than traded qty.Good Sign for investment.
12	Reserves	It should be in increasing order.
13	Networth	It should be in increasing order.
14	Netblock	It should not decrease with a high rate.
15	Debit	It should be in decreasing order.
16	Debit Equity Ratio	It should be less than one.
17	Net Income	It should be in increasing order.
18	Net Sales	It should be in increasing order.
19	Price To Book Ration(P/B Ratio)	It should be lower w.r.t. peer companies.
20	Price To Sales Ratio(P/S Ratio)	It should be less that one.Smaller the ratio,better the stock.
21	Current Ratio	It should be greater than one.
22	Promoters Holding	It should be constant or in increasing order.
23	Pledged Share	There should not be any pledged share.
24	Share Capital	It should be minimum or in decreasing order.
25	Put Call ratio	It should be in increasing order
26	Future plans	What are the plans of company for business growth.
27	Scope of product	Does the product have scope in future like a Computer have but a typewriter does not have.
28	Popularity of product	Are the products popular in market.
29	Quality	Are the Peoples satisfied with quality of products.
30	Do you like	Do you own or like the product of company.