

Five for Friday- Going For Growth Part 2

If nothing caught your eye in last week's screen of the Cathy Wood's ARKK ETF, [Going for Growth](#), perhaps something in this week's screen will. Small-cap growth has been in contention for the best performing factor this year based on our analysis of factor performance. The table below compares relative performance to the S&P 500 over time for various exposures.

# trading days	5	20	20	20	60	60	60	YTD
Dates:	01/30/23 - 02/06/23	01/02/23 - 01/30/23	12/05/22 - 01/02/23	11/07/22 - 12/05/22	08/15/22 - 11/07/22	05/23/22 - 08/15/22	02/28/22 - 05/23/22	
Small Caps	1.54%	2.47%	-0.36%	-3.29%	0.67%	4.78%	-3.26%	4.18%
Mid Cap 400	1.05%	1.93%	0.88%	-1.64%	4.04%	0.57%	-0.24%	3.10%
S&P 500	0.01%	0.00%	0.02%	0.03%	-0.10%	0.11%	-0.05%	0.02%
Small Cap Value	0.88%	1.78%	0.62%	-2.48%	5.00%	-1.40%	1.67%	2.75%
Mid Cap Value	1.49%	3.93%	1.34%	-1.98%	5.73%	-1.67%	2.32%	5.64%
S&P 500 Value	-0.20%	0.70%	1.58%	-1.25%	6.89%	-4.84%	4.99%	0.51%
Low Beta [Low Vol.]	-1.86%	-5.92%	3.13%	0.14%	3.42%	-2.79%	8.55%	-7.90%
High Dividend Yield	-1.88%	-3.57%	1.76%	-1.93%	9.46%	-6.14%	7.04%	-5.55%
Buyback Achievers	-1.65%	0.45%	1.85%	-1.63%	8.34%	-1.49%	-0.21%	-1.27%
Small Cap Growth	1.39%	4.33%	-0.41%	-0.68%	-3.68%	6.35%	-6.24%	5.95%
Mid Cap Growth	0.69%	0.03%	0.33%	-1.20%	2.14%	3.08%	-3.07%	0.75%
S&P 500 Growth	0.21%	-0.66%	-1.59%	1.64%	-7.12%	5.60%	-5.10%	-0.46%
Mega Cap Growth	2.00%	4.19%	-2.80%	2.14%	-9.22%	6.51%	-6.78%	6.47%

While mid-cap growth hasn't provided much outperformance YTD, one might expect it to begin closing the gap sooner rather than later. Thus, we screen for small and mid-cap growth stocks this week with an eye towards proven consistency of growth.

Screening Criteria

We considered the following factors when screening:

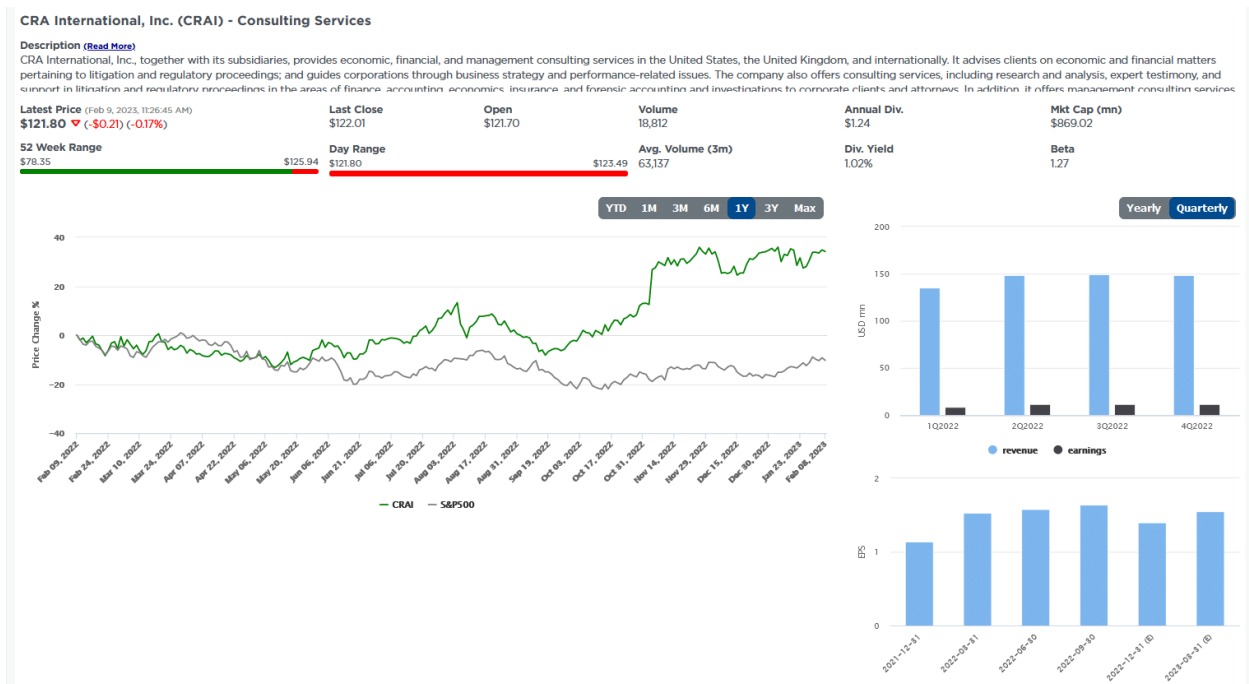
- Traded on the NYSE or NASDAQ
- Market Cap Between \$500M-\$10B
- Price/Book Value Ratio > 2.5
- 3-5y EPS Growth Mean Estimate (Annualized) > 12%
- Sales 5y Trendline Growth Rate > 8.5%
- Sales Growth 5y R-Squared > 0.9
- EPS 5y Trendline Growth Rate > 12.5%
- EPS Growth 5y R-Squared > 0.9

The Sales and EPS growth criteria help us find companies that have grown at higher-than-average rates, and the R-Squared criteria compliments it. Measuring the R-Squared of the growth helps us exclude companies with high annualized growth rates due to one-off situations rather than consistency. A high R-Squared indicates companies with more reliable earnings or revenue growth.

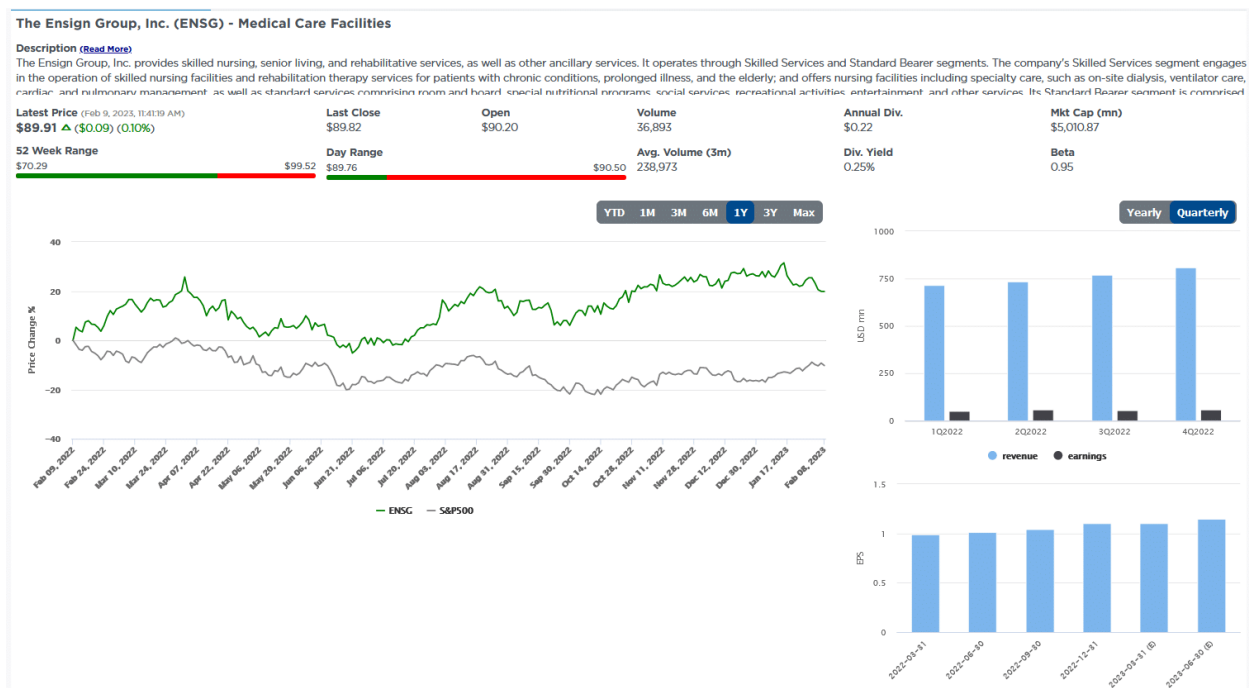
Ticker	Sector	Industry	Market Cap. (\$M)	P/B	3-5y EPS Growth Rate Mean Est.	5y Sales Growth (Ann.)	5y Sales Growth R^2	5y EPS Growth (Ann.)	5y EPS Growth R^2
CRAI	Industrials	Business Service	\$875	4.4	14.3%	10.6%	0.98	25.2%	0.94
ENSG	Health Care	Medical Care	\$5,008	4.0	15.0%	9.2%	0.99	24.6%	0.98
FOXF	Consumer Discr.	Autos-Tires-Trucks	\$5,145	4.9	13.8%	27.9%	0.98	28.1%	0.95
PRFT	Info Technology	Computer Software-Services	\$2,754	7.2	17.0%	13.4%	0.93	31.4%	0.99
SAIA	Industrials	Transportation	\$7,834	5.0	13.4%	13.4%	0.90	39.0%	0.91

Company Summaries

CRA Intl., Inc. (CRAI)



Ensign Group, Inc. (ENSG)



Fox Factory Holding Corp. (FOXF)

Fox Factory Holding Corp. (FOXF) - Auto Parts

Description [\(Read More\)](#)

Fox Factory Holding Corp. designs, engineers, manufactures, and markets ride dynamics products worldwide. The company offers mid-end and high-end front fork and rear suspension products for mountain bikes, road bikes, and e-bikes; and powered vehicle products for side-by-side vehicles, on-road vehicles with and without off-road capabilities, off-road vehicles and trucks, all-terrain vehicles, snowmobiles, and specialty vehicles and applications, such as military, motorcycles, and commercial trucks. It also provides mountain and road bike wheels and other performance cycling components, including cranks, chain rings, pedals, handlebars, stems, and seat posts, as well as other aftermarket products to

Latest Price (Feb 9, 2023, 11:42:22 AM)
\$121.14 ▲ (\$0.72) (0.60%)

Last Close
 \$120.42

Open
 \$122.42

Volume
 20,709

Annual Div.
 N/A

Mkt Cap (mn)
 \$5,120.28

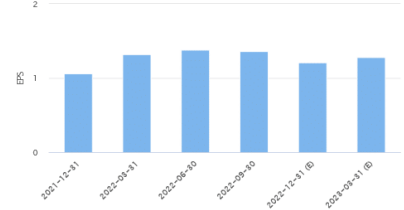
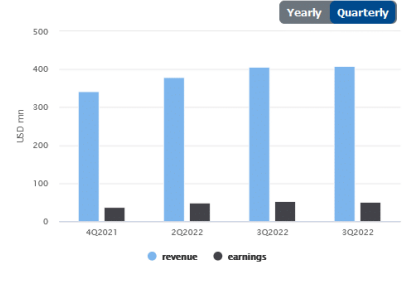
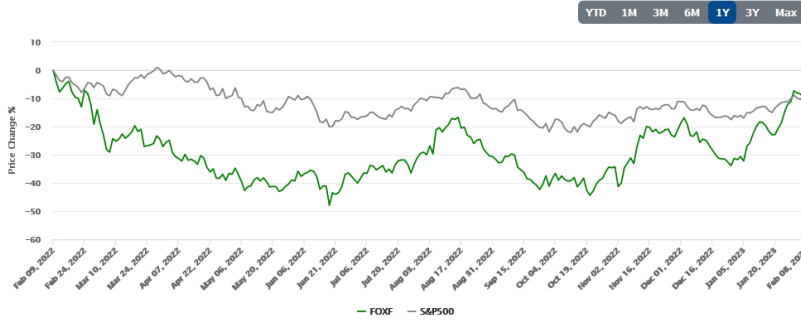
52 Week Range
 \$69.28 - \$134.60

Day Range
 \$120.89 - \$123.24

Avg. Volume (3m)
 208,255

Div. Yield
 N/A

Beta
 1.84



Perficient, Inc. (PRFT)

Perficient, Inc. (PRFT) - Information Technology Services

Description [\(Read More\)](#)

Perficient, Inc. provides digital consultancy services and solutions in the United States. The company offers strategy and consulting solutions in the areas of digital and technology strategy, management consulting, and organizational change management; and data and intelligence solutions in the areas of analytics, artificial intelligence and machine learning, big data, business intelligence, and custom product portfolio. It also provides blockchain, cloud, commerce, corporate performance management, customer relationship management, content management systems, customer experience platforms, custom application development, DataOps, enterprise resource planning, integration and APIs.

Latest Price (Feb 9, 2023, 11:40:27 AM)
\$79.39 ▲ (\$0.08) (0.10%)

Last Close
 \$79.31

Open
 \$79.93

Volume
 10,069

Annual Div.
 N/A

Mkt Cap (mn)
 \$2,749.15

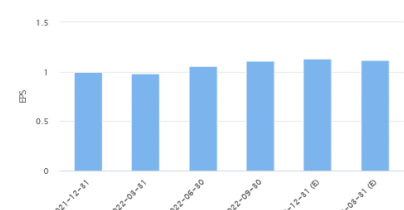
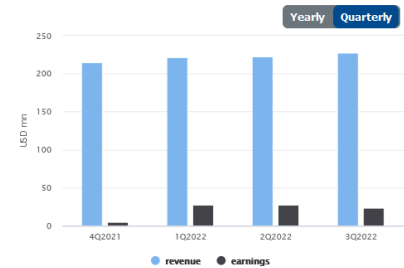
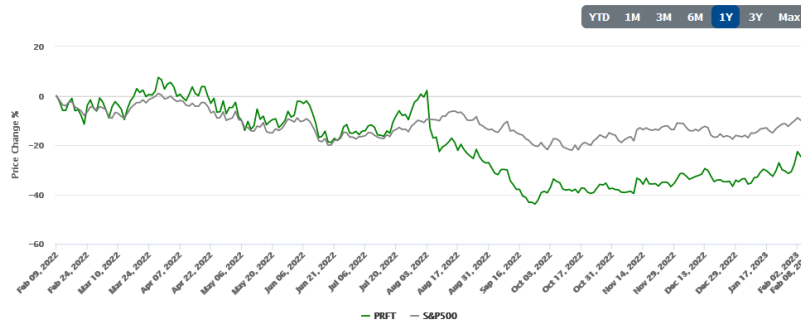
52 Week Range
 \$59.79 - \$116.44

Day Range
 \$78.60 - \$79.93

Avg. Volume (3m)
 184,990

Div. Yield
 N/A

Beta
 1.51



Saia, Inc. (SAIA)

Saia, Inc. (SAIA) - Trucking

Description [\(Read More\)](#)

Saia, Inc., through its subsidiaries, operates as a transportation company in North America. The company provides less-than-truckload services for shipments between 400 and 10,000 pounds; and other value-added services, including non-asset truckload, expedited, and logistics services. As of December 31, 2021, it operated 176 owned and leased facilities; and owned approximately 5,600 tractors and 19,300 trailers. The company was formerly known as SCS Transportation, Inc. and changed its name to Saia, Inc. in July 2006. Saia, Inc. was founded in 1974 and is headquartered in Johns Creek, Georgia.

Latest Price (Feb 9, 2023, 11:42:23 AM)
\$281.24 ▼ (-\$9.28) (-3.19%)

Last Close
 \$290.52

Open
 \$291.93

Volume
 312,103

Annual Div.
 N/A

Mkt Cap (mn)
 \$7,442.31

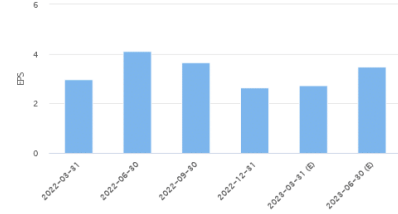
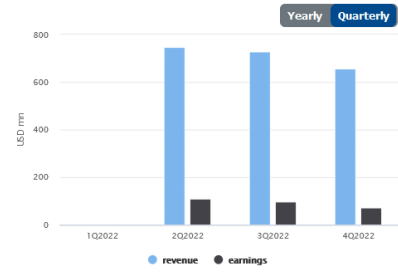
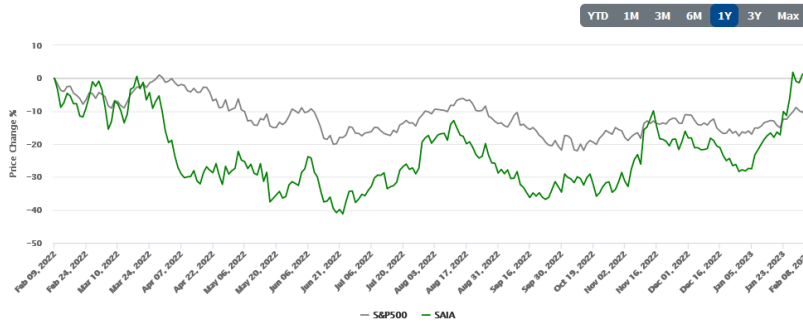
52 Week Range
 \$168.03 - \$306.40

Day Range
 \$277.35 - \$291.93

Avg. Volume (3m)
 408,845

Div. Yield
 N/A

Beta
 1.52



Five for Friday

Five for Friday uses stock screens to produce five stocks that we expect will outperform if a particular investment theme plays out in the future. Investment themes may be relevant to the current or expected market, industry and/or economic trends. Investment themes may not always represent our current forecast.

Disclosure

This report is not a recommendation to buy or sell the named securities. We intend to elicit ideas about stocks meeting specific criteria and investment themes. Please read our [disclosures](#) carefully and do your own research before investing.