

US\$21.7 million — an impressive 44.8% improvement over the same quarter last year. The Cloud and Connectivity Services segment realized a 2.1% improvement over last year, coming in at \$7.1 million.

In terms of growth, Sierra's stock has taken off this year, appreciating by 77% year to date.

Is Sierra overpriced?

One of the often-mentioned criticisms of Sierra of late is that the company is overpriced with much of the IoT long-term benefit already priced into the stock. There is something to be said about that argument, as the stock's price of just over \$37 has a P/E of 68.82, far surpassing other companies operating in the same sector.

Still, the potential for further growth is still there. Sierra isn't sitting on its laurels waiting for the IoT prophecy to unfold; the company is working on 5G technology and has made impressive strides into another segment of the economy: the connected auto space.

Sierra has already completed several agreements with automotive manufacturers that will see Sierra's embedded modules at the core of the growing number of connected automobiles.

In my opinion, Sierra remains a great investment option. While the stock may seem expensive compared to peers, Sierra's unique opportunity and a mix of industries ensure that the company will continue to grow and report favourable results for some time.

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