



## 3 White-Hot Stocks That Can Keep Earning You Extra Vacation Money This Summer

### Description

Here at The Fool, we generally don't pay much attention to short-term price moves.

Instead, we prefer to take the approach of long-term business owners. So, company fundamentals are what matters most.

But sometimes it's useful to take a closer look at big moves, just in case they *impact* the longer-term story.

With that in mind, here are three stocks that had big gains last week. If the stocks are being fueled by sound reasoning — instead of pure emotion — they could very well keep flying.

Let's take a look.

### Alimentation Couche-Tard

One of the TSX's biggest winners last week was **Alimentation Couche-Tard Inc.** (TSX:ATD.B). Shares of the convenient store operator are up about 12% over the past five trading days.

Of course, most of that gain came on Tuesday when the company posted blowout Q4 results: diluted earnings per share surged 42.9% on merchandise and service revenue growth of 25%. Solid. Couche-Tard also pumped its dividend by 11%.

But is there more room for the stock to run? I think so.

Despite the recent rally, Couche-Tard shares haven't exactly broken out in recent years. And right now, the stock trades at a forward P/E in the mid-teens. Historically speaking, that's still relatively low.



Considering Couche-Tard's strong operating momentum, I'd say that it still represents good value.

## Precision Drilling

**Precision Drilling Corp.** ([TSX:PD](#))([NYSE:PDS](#)) investors also had a good time last week, watching their shares climb about 7%.

All the fun started on Monday when the drilling company won a [big five-year contract](#) in Kuwait. That bullishness then carried into Friday when **Morgan Stanley** upgraded the stock from Equal Weight to Overweight. Morgan expects Precision to keep seeing strong pricing and increased drilling activity in its U.S. land business.

I tend to agree.

So, when you combine that outlook with the fact that Precision shares are still *well* off their five-year highs, this rally could easily keep going.



As long as you're comfortable with volatility — which should lessen as management continues to reduce debt — I think the stock is particularly enticing.

## Aritzia

Our final high-flier is **Aritzia Inc.** ([TSX:ATZ](#)), whose stock jumped 11% on Thursday.

Why was Bay Street so pumped? Well, the company posted superb Q1 numbers. Net income soared 51% on strong revenue growth of 15%. Moreover, same-store sales — a solid indicator of a retailer's health — grew nearly 11%.

Kudos to fellow Fool Ambrose O'Callaghan, who called Aritzia her [top clothing stock](#) this summer — just days before the earnings release.

But is the stock nearing its ceiling? Maybe.

After last week's pop, the stock is now up a whopping 50% over just the past three months. Naturally, that kind of run makes me nervous.



Footer Tagline

## 1. Investing

**Date**

2025/08/16

**Date Created**

2018/07/16

**Author**

bpacampara

default watermark

default watermark