



Here's Why Warren Buffett Called Himself "an Idiot"

Description

Warren Buffett is a smart investor, if not the smartest in the world. You can [measure his success](#) by the billions he's amassed in 78 years since he started investing at age 11. The value investor, however, called himself "an idiot" once, which is far-fetched given his enormous fortune.

Biggest regret

The year 2020 is Buffett's [Waterloo](#). People made money from the airline industry, but his conglomerate did not. **Berkshire Hathaway** dumped its entire airline stock holdings. But the bitter experience with airlines is not his biggest regret.

Buffett is lamenting not investing in **Amazon.com** early on. He admits underestimating the potential of the Jeff Bezos-led company. The humble online bookstore company in 1994 is the King of e-commerce today. Amazon delivers the most massive revenue in the world.

Buffett avoided technology-related stocks before because of a lack of understanding of the products and markets. Based on the SEC filing of Berkshire Hathaway on May 15, 2020, the company holds 533,300 Amazon shares worth US\$1.4 billion.

Besides **Restaurant Brands International** and **Suncor Energy**, Berkshire should consider adding two more TSX stocks with excellent growth potentials.

Cargo, not passengers

Cargojet ([TSX: CJT](#)) is ruling the skies, as air cargo transport services are in high demand. The year-to-date performance is proof of why this airline stock should be on your radar. From \$104.51 in early January, the price has risen by 50.85%. As of this writing, Cargojet is trading at \$157.66 per share and paying a 0.60% dividend.

This \$2.46 billion company posted impressive numbers in Q1 2020. Revenue, adjusted EBITDA, and the gross margin grew by 11.4%, 24.5%, and 52%, respectively, compared with the same period in 2019.

Cargojet is in full throttle with over \$29 million in adjusted free cash flow, which was the best-ever free cash flow generation in a quarter. The company is well capitalized and oozing with liquidity. It can meet day-to-day future growth needs, as it flies over these uncertain times.

The growth estimate this year is 98.8% and 74.6% in 2021. Cargojet could end 2020 as one of the top-performing TSX stocks.

Next Amazon

Shopify ([TSX:SHOP](#))([NYSE:SHOP](#)) is an Amazon in the making. As of June 19, 2020, this \$140.28 billion e-commerce company is the largest publicly listed company on the TSX. It has been in operation for 16 years with a similar humble beginning.

The founders put up an online store for snowboarding equipment. Today, about 600,000 small- and medium-sized businesses or merchants are peddling their goods and services through Shopify's multi-channel commerce platform.

In Q1 2020, revenue grew by 47% year over year, which was the same during the previous holiday quarter. Subscriptions also surged by 34%. As a result, Shopify saw its adjusted net income triple year over year, too. Shopify investors are riding high on a 127.57% year-to-date gain. The growth is happening despite the pandemic.

Canada is launching a contact-testing COVID-19 app in early July 2020. According to Prime Minister Justin Trudeau, the federal government is working with Shopify and **Blackberry** for the development of the said app.

Another slip-up?

Warren Buffett is a fan of the online retail giant but a self-proclaimed idiot for not investing in the stock in the past. He might regret not taking a position in Cargojet and Shopify someday.

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1. Investing
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