



## 3 Speculative Growth Stocks to Put on the Watchlist During This Downturn

### Description

[Growth](#) stocks are companies that will likely grow their earnings and sales faster than the market average. The Toronto Stock Exchange certainly has a wide range of such options to choose from. However, some are better than others.

Here are three top speculative growth stocks I've got my eye on right now.

### Top growth stocks: Shopify

**Shopify** ([TSX:SHOP](#))([NYSE:SHOP](#)) was a stellar Wall Street growth behemoth for several years before the pandemic, as investors looking for ways to play the e-commerce trend. However, growth in the e-commerce sector only accelerated with the pandemic, driving Shopify's valuation to astronomical levels.

Now, Shopify has done an excellent job of growing into its valuation. Combined with a significant dip of late, this company currently trades at only [26 times earnings](#). At these levels, the company certainly looks attractive for investors looking for long-term growth. Indeed, this is a stock that traded at a higher price-to-sales multiple just a few years ago.

As e-commerce continues to surge, Shopify remains a top stock investors will want to watch as a long-term buy at these levels.

### Lightspeed

Another beaten-up growth stock that's seen its valuation take a huge hit is **Lightspeed** ([TSX:LSPD](#))([NYSE:LSPD](#)). Unlike Shopify, Lightspeed isn't profitable and may take some time to get into the back. Accordingly, with interest rates on the rise, this is a stock many investors don't want to touch.

That said, the company's aggressive moves into omnichannel payment platforms for merchants could get a boost from the pandemic reopening. This is a company that has made a number of high-profile

acquisitions, targeting e-commerce and other growth sectors as the company expands.

Whether this expansion will ultimately prove to be profitable is the key question many investors have. Right now, this company's subscription-based revenue model is valued at its cheapest rate in some time. Accordingly, I would certainly put Lightspeed on the more speculative end of the list of growth stocks that investors may want to add to the watch list right now.

## BlackBerry

Another growth stock most investors would call speculative is **BlackBerry** ([TSX:BB](#))([NYSE:BB](#)). This former smartphone maker turned pure-play software company has been in a turnaround for years. However, the company has yet to find a way to become consistently profitable.

Despite various high-profile partnerships, the company's software margins remain rather low, and there are a number of issues with this company's growth profile that investors don't like.

That said, in the autonomous vehicle software market, BlackBerry remains a leader. Those bullish on the company's ability to grow its market share in this space may want to give BlackBerry a shot at these levels.

### CATEGORY

1. Investing
2. Tech Stocks

### TICKERS GLOBAL

1. NYSE:BB (BlackBerry)
2. NYSE:LSPD (Lightspeed Commerce)
3. NYSE:SHOP (Shopify Inc.)
4. TSX:BB (BlackBerry)
5. TSX:LSPD (Lightspeed Commerce)
6. TSX:SHOP (Shopify Inc.)

### PARTNER-FEEDS

1. Business Insider
2. Koyfin
3. Msn
4. Newscred
5. Quote Media
6. Sharewise
7. Smart News
8. Yahoo CA

### PP NOTIFY USER

1. chrismacdonald
2. kduncombe

**Category**

1. Investing
2. Tech Stocks

**Date**

2025/07/19

**Date Created**

2022/02/20

**Author**

chrismacdonald

default watermark

default watermark