



We Analyze Netflix's Earnings on TD Ameritrade Network

We joined TDA Network's Morning Trade Live on Thursday, October 17 to provide insights into Netflix's earnings, competition, and valuation.

[Watch the TD Ameritrade Network Interview](#)

Don't rush to buy Netflix after its 3Q19 earnings report. This earnings "beat" is an illusion and the byproduct of delayed marketing expenses and a one-time foreign currency gain. See the Harvard Business School paper that shows how these non-operating items create market inefficiencies [here](#).

Instead of paying attention to misleading earnings, investors should focus on the slowing subscriber growth, negative free cash flow, and significant expectations baked into the stock price.

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Disclosure: David Trainer, Sam McBride, and Kyle Guske II receive no compensation to write about any specific stock, sector, style, or theme.

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Value Investing 2.0: Diligence Matters: Technology is Key to Value Investing With Scale

Accounting data is only the beginning of fundamental research. It must be translated into economic earnings to truly understand profitability and valuation. This translation requires deep analysis of footnotes and the MD&A, a process that our [robo-analyst technology](#) empowers us to perform for thousands of stocks, ETFs and mutual funds.



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