

ACTIONABLE IDEAS FOR THE ACTIVE INVESTOR

ALPHA INSIGHTS

IDEA GENERATOR LAB

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Top Actionable Idea of the Week

Meridian Bioscience, Inc. (VIVO), is a small-cap life science company, that develops, manufactures, distributes, and sells diagnostic test kits primarily for gastrointestinal and respiratory infectious diseases, and elevated blood lead levels worldwide. They have recently indicated that their inhibitor-tolerant qPCR mixes are perfect for developing “Monkeypox” assays without further need for optimization. VIVO reports their 3Q22 quarterly results on August 5, at 8:00 AM ET. <https://www.meridianbioscience.com/>

The shares of VIVO posted a new 52-week high yesterday, penetrating a key resistance level to resolve a multi-month base formation of the “Cup & Handle” variety. This base appears to be part of a larger degree bearish-to-bullish reversal pattern. The bullish inflection above \$29, if sustained, projects a measured move to approximately \$41 initially (+36%), then \$49 (+63%) longer-term. [$(\$29 - \$17) + \$29 = \41]; [$(\$27 - \$5) + \$27 = \49]. An initial stop-loss provision set at \$27.50 would limit the downside to ~ 8% of capital at risk, and establish a very attractive > 4:1 positive risk skew. **Charts 1 & 2**

VIVO is leading the Health Care sector, and the Biotech sub-sector, as well as the S&P 600 and S&P 500 indexes. It has seen a marked acceleration in its momentum relative to the benchmark over the past four weeks. **Chart 3**

From a purely relative strength perspective, the VIVO / SPY ratio appears poised to break out above chart resistance to resolve a structural base formation. Our proprietary Alpha Trend Model has turned positive in March, which adds confidence to the call with respect to the strength of the relative trend. **Chart 4**

TRADE IDEA: Long VIVO

ENTRY PRICE: \$30 Limit

PROFIT TARGET: \$41, then \$49

INITIAL STOP-LOSS: \$27.50

POSITION SIZE: 5% Max

Performance Update. **Charts 5 & 6**

MERIDIAN BIOSCIENCE - WEEKLY

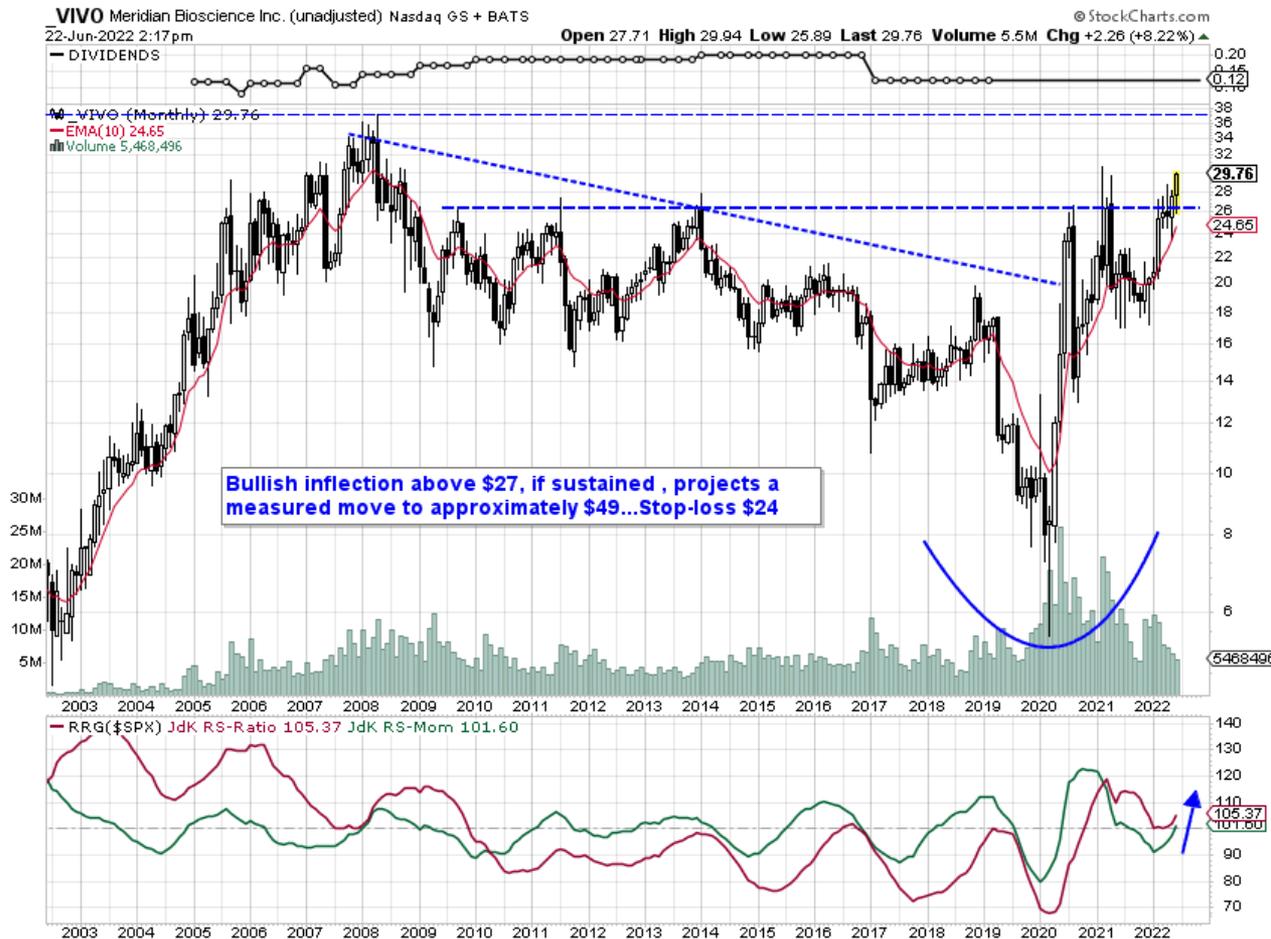
Profit Target = \$41.00; Stop-Loss = \$27.50



Source: StockCharts.com

MERIDIAN BIOSCIENCE - MONTHLY

Profit Target = \$49.00; Stop-Loss = \$24.00

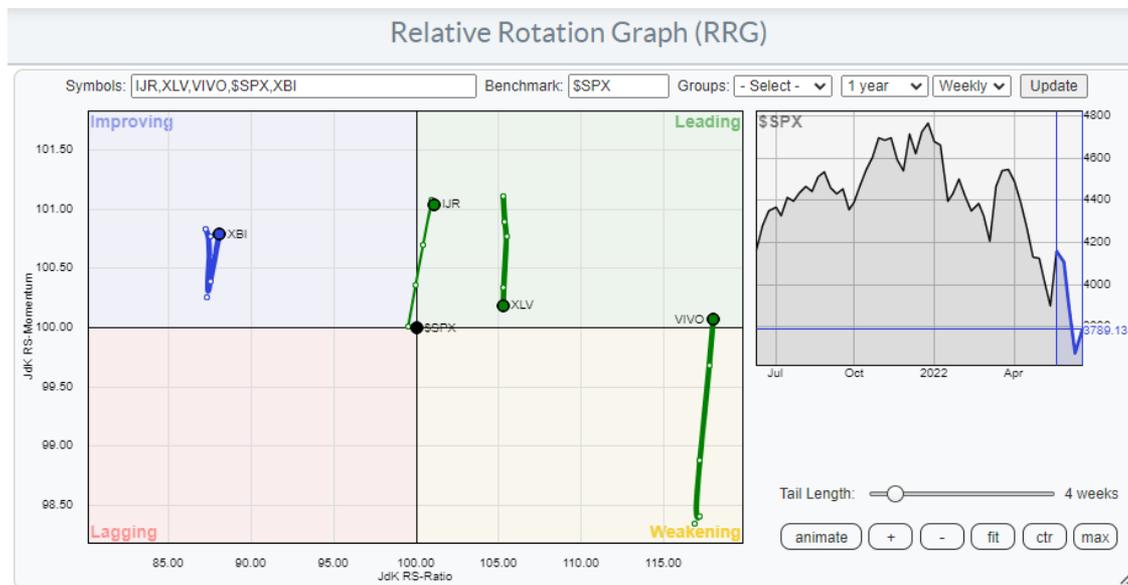


Source: StockCharts.com

RELATIVE STRENGTH ANALYSIS

VIVO is leading the Health Care sector, and the Biotech sub-sector, as well as the S&P 600 and S&P 500 indexes. It has seen a marked acceleration in its momentum relative to the benchmark over the past four weeks.

Weekly Relative Strength Profile



4 weeks ending Jun 21, 2022

chart	visible	tail	symbol	name	sector	industry	price	%chg
#1	<input checked="" type="checkbox"/>	█	VIVO	Meridian Bioscience Inc.	Health Care	Medical Supplies	29.68	█ 6.5
#2	<input checked="" type="checkbox"/>	█	XBI	SPDR S&P Biotech ETF			72.65	█ 2.2
#3	<input checked="" type="checkbox"/>	█	XLV	Health Care Select Sector SPDR Fund			125.25	█ -6.1
#4	<input checked="" type="checkbox"/>		\$SPX	S&P 500 Large Cap Index			3789.13	█ -8.9
#5	<input checked="" type="checkbox"/>		\$SPX	S&P 500 Large Cap Index			3789.13	█ -8.9
#6	<input checked="" type="checkbox"/>	█	IJR	iShares Core S&P Small-Cap ETF			91.20	█ -10.7

Source: StockCharts.com

ALPHA TREND MODEL

VIVO / SPY Ratio w/ Alpha Trend Model



Source: StockCharts.com

OPEN POSITIONS/ORDERS UPDATE

Open Positions

TradeExchange											Products	Orders	Positions	Jeffrey Huge
Home » Positions														
Date	Symbol	QTY	Entry Price	Current Price	Total P&L	Return	Profit Target	Stop Type	Stop Loss	Product				
06/15/2022 2:24 pm	SAFM	24	\$208.13	\$208.16	\$0.82	0.02%	\$250	Stop	\$196.00	Idea Generator				

Open Orders

TradeExchange											Products	Orders	Positions	Jeffrey Huge
Home » Orders														
Date	Sym	QTY	AP	EP	PT	SL	Stop Type	Order Type	Term	Total Cost	Alloc.	Product		
06/08/2022 11:53 am	SCI	69	\$72.10	\$72.10	\$87	\$68.00	Stop Loss	Stop Limit	gtc	\$4,974.90	5%	Idea Generator		
05/11/2022 2:11 pm	GLD	28		\$178	\$235	\$166.00	Stop Loss	Stop Market	gtc	\$4,984	5%	Idea Generator		

Source: TradeExchange.com

PORTFOLIO PERFORMANCE UPDATE

Aggregate performance statistics since inception date (11/15/21).



Source: TradeExchange.com

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