



Macro Ops Breakout Alerts

*No Dead Money
June 5 2020*



Past Alerts: Buy, Sell and Stop Signals

BUY TRIGGERS

- Westlake Chemical (WLK)
- Tenda On NM (TEND3)
- Sturm Ruger (RGR)
- Staar Surgical (STAA)
- American National (ANAT)
- Colony Capital (CLNY)
- Xilinx, Inc. (XLNX)

SELL TRIGGERS

- Aesthetic Medical (AIH)

PROFIT TARGET TRIGGERS

- Volvo (VOLV_A)
- Sally Beauty Holdings (SBH)
- Adient PLC (ADNT)
- Credit Acceptance (CACC)
- Brazil ETF (EWZ)
- Otis Worldwide (OTIS)
- Principal Financial (PFG)
- Discover Financial (DFS)
- Ryanair (RYA)



Utah Medical Products (UTMD): Rectangle



Long Trade:

- 3% Entry: \$116.55
- 1.50% Entry: \$114.86
- Stop-Loss: \$104.66
- Profit Target: \$151.72
- Reward/Risk: 3.61x



Utah Medical Products (UTMD): Business Description

Utah Medical Products, Inc. develops, manufactures, and distributes medical devices for the healthcare industry in the United States, Europe, and internationally.

The company offers fetal monitoring accessories, vacuum-assisted delivery systems, and other labor and delivery tools; DISPOSABLE-HOOD, an infant respiratory hood; and DELTRAN PLUS, a blood pressure monitoring system.

It also provides umbilical vessel catheters; DIALY-NATE, a disposable peritoneal dialysis set; PALA-NATE, a silicone oral protection device; URI-CATH, a urinary drainage system; MYELO-NATE, a lumbar sampling kit; and HEMO-NATE, a disposable filter. - TIKR.com



Utah Medical Products (UTMD): Fundamental Info

Financials:

- Market Cap: \$373M
- Enterprise Value: \$334M
- EV/EBITDA: 14x
- EV/Unlev. FCF: 22x
- Gross Margins: 63%
- Operating Income Margin: 38%

What We Like:

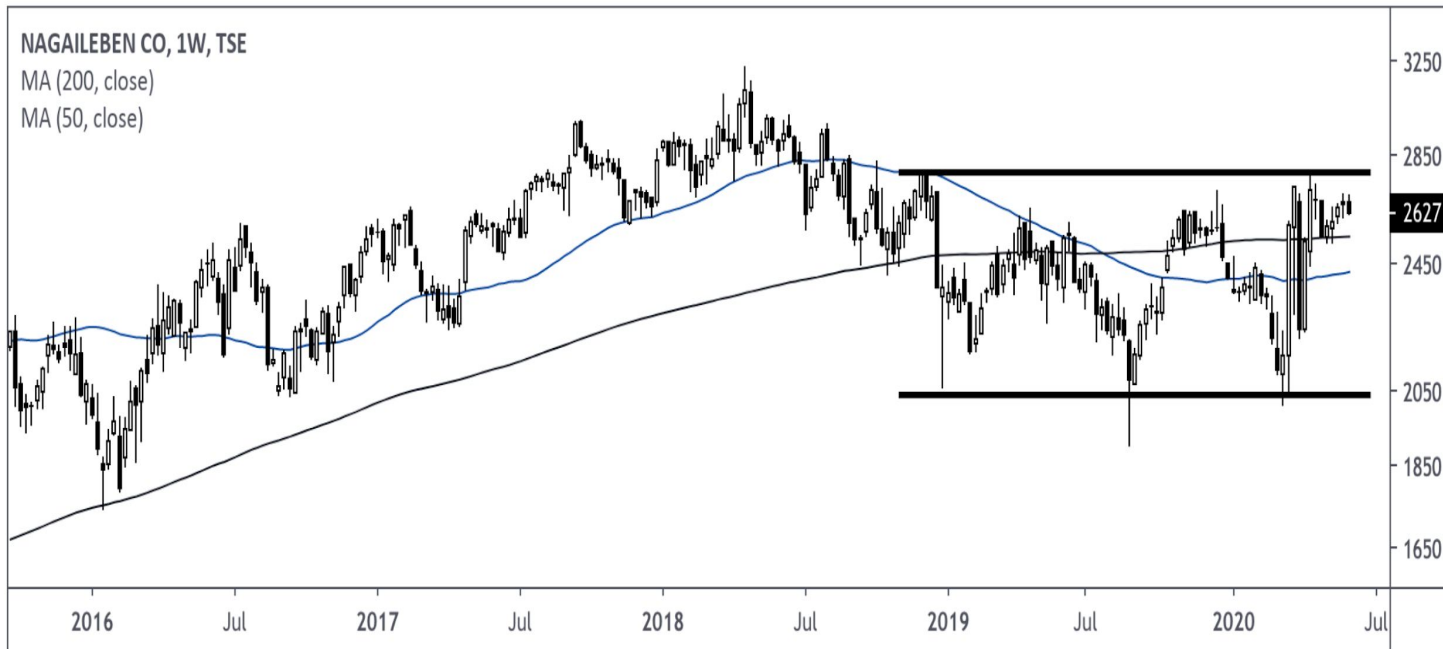
- Cap-ex light business with high FCF conversion
- Net cash on balance sheet
- 17% ROC
- Durable end-products

What We Don't Like:

- Increasing SG&A as % of revs
- Increased Cash Conversion
- Increased DO Inventory



Nagaileben Co., Ltd (7447.JP): Rectangle



Long Trade:

- 3% Entry: \$2,859.28
- 1.50% Entry: \$2,817.64
- Stop-Loss: \$2,646
- Profit Target: \$3,511.0
- Reward/Risk: 4.04x



Nagaileben Co., Ltd (7447.JP): Business Description

Nagaileben Co., Ltd. manufactures and sells medical clothing in Japan. The company was founded in 1915 and is headquartered in Tokyo, Japan. -

[TIKR.com](https://www.tikr.com)



Nagaileben Co., Ltd (7447.JP): Fundamental Info

Financials:

- Market Cap: \$808M
- Enterprise Value: \$603M
- EV/EBITDA: 12.14x
- EBIT Margin: 30%
- ROC: 12.4%
- FCF Margin: 17%

What We Like:

- 60% market share in medical clothing
- Growing end-markets
- 47% Gross Margins
- Net cash on balance sheet

What We Don't Like:

- Rising manufacturing costs
- Rising labor costs
- Exchange rate risk



Chunghwa Telecom (CHT): Ascending Triangle



Long Trade:

- 3% Entry: \$39.76
- 1.50% Entry: \$39.18
- Stop-Loss: \$37.24
- Profit Target: \$46.13
- Reward/Risk: 3.58x



Chunghwa Telecom (CHT): Business Description

Chunghwa Telecom Co., Ltd. provides telecommunication services in Taiwan. It operates through Domestic Fixed Communications Business, Mobile Communications Business, Internet Business, International Fixed Communications Business, and Other Business segments.

It offers local and domestic long distance telephone and leased line, broadband access, Wi-Fi, and multimedia on demand services; information and communication technology (ICT), corporate, and bill handling services; and interconnection with its fixed-line network to other mobile and fixed-line operators. - TIKR.com



Chunghwa Telecom (CHT): Fundamental Info

Financials:

- Market Cap: \$29B
- Enterprise Value: \$28B
- EV/EBITDA: 12x
- ROC: 10%
- FCF Margin: 18%

What We Like:

- #1 player in telecom industry in Taiwan
- Durably high margins
- Highest subs and lowest churn in industry
- 27% FCF YoY Growth

What We Don't Like:

- Trading near all-time-highs
- Not exactly “cheap”
- Increase in cash conversion



Orion Corporation (ORNAV): Rectangle



Long Trade:

- 3% Entry: \$49.59
- 1.50% Entry: \$48.87
- Stop-Loss: \$46.55
- Profit Target: \$52.35
- Reward/Risk: 1.50x

Short Trade:

- 3% Entry: \$42.58
- 1.50% Entry: \$43.24
- Stop-Loss: \$45.60
- Profit Target: \$39.70
- Reward/Risk: 1.50x



Orion Corporation (ORNAV): Business Description

Orion Oyj develops, manufactures, and markets human and veterinary pharmaceuticals and active pharmaceutical ingredients (APIs) worldwide.

It provides prescription drugs and self-care products, including Nubeqa for the treatment of prostate cancer; dexdor and Precedex for intensive care sedative; Stalevo and Comtess/Comtan for Parkinson's disease; Simdax for acute decompensated heart failure; and Fareston for breast cancer, as well as Salmeterol/fluticasone Easyhaler, Budesonide/formoterol Easyhaler, Formoterol Easyhaler, Budesonide Easyhaler, Beclomet Easyhaler, and Buventol Easyhaler for the treatment of asthma and chronic obstructive pulmonary disease.- TIKR.com



Orion Corporation (ORNAV): Fundamental Info

Financials:

- Market Cap: \$7.14B
- Enterprise Value: \$6.93B
- EV/EBIT: 24x
- Gross Margins: 60%
- Return on Capital: 30%

What We Like:

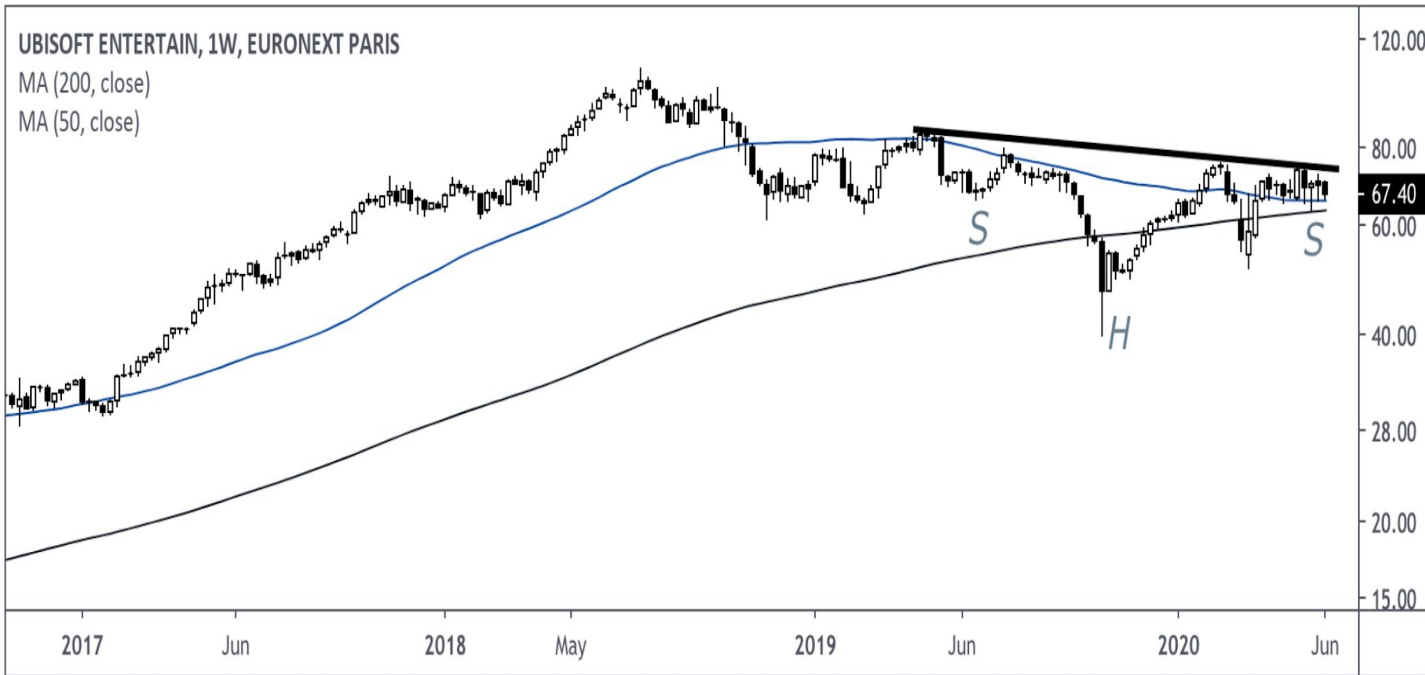
- 10+ years of consistent profits
- Durable business w/ strong tailwinds
- Pay a dividend
- Net cash on balance sheet

What We Don't Like:

- Boom/bust with drug development
- Outside circle of competence
- Strong competition



Ubisoft (UBI): Inverse Head & Shoulders



Long Trade:

- 3% Entry: \$76.55
- 1.50% Entry: \$75.43
- Stop-Loss: \$65.44
- Profit Target: \$107.66
- Reward/Risk: 3.22x



Ubisoft (UBI): Business Description

Ubisoft Entertainment SA produce, publishes, and distributes video games for consoles, PC, smartphones, and tablets in both physical and digital formats worldwide.

The company designs and develops software, including scenarios, layouts, and game rules, as well as develops design tools and game engines. It is also involved in the development in the area of online and mobile gaming; and film business.

The company distributes Ubisoft products to retailers and independent wholesalers. Ubisoft Entertainment SA has a strategic partnership with Tencent. The company was founded in 1986 and is headquartered in Montreuil, France. - TIKR.com



Ubisoft (UBI): Fundamental Info

Financials:

- Market Cap: \$9.28B
- Enterprise Value: \$9.67B
- EV/EBITDA: 7.14x
- ROC: 1.4%
- Gross Margins: 84%
- FCF Margin: 39%

What We Like:

- 80%+ Gross Margins
- Leader in game development/engines
- Trading at 7x EBITDA (14% yield)
- Bought back stock

What We Don't Like:

- Highly competitive industry
- Currency risk
- Days Sales Out. increasing



Enel Generacion (CECO2): Rectangle



Long Trade:

- 3% Entry: \$15.31
- 1.50% Entry: \$15.08
- Stop-Loss: \$12.31
- Profit Target: \$23.24
- Reward/Risk: 2.94x



Enel Generacion (CECO2): Business Description

Enel Generación Costanera S.A. operates in the electrical energy industry in Argentina. The company generates electricity through thermal process.

It owns and operates a diversified plant, which include six conventional cycle monoblock units operated by steam with an installed capacity of 1,138 MW of power; and two combined cycle plant units with 327 MW and 859 MW of energy capacity.- TIKR.com



Enel Generacion (CECO2): Fundamental Info

Financials:

- Market Cap: \$136M
- Enterprise Value: \$171M
- EV/EBITDA: 2.75x
- ROC: 23%
- Gross Margins: 33.6%
- FCF Margin: 1.1%

What We Like:

- 30% Gross Margins
- Trading for <2x earnings
- Negative Cash Conversion cycle
- Avg. Days Sales Out. decreasing

What We Don't Like:

- Geopolitical risk in Argentina
- Trade war
- Correlated with nat gas prices





Contact Us:

Slack: [#Classical-Charting](#)

Email: brandon@macro-ops.com

