



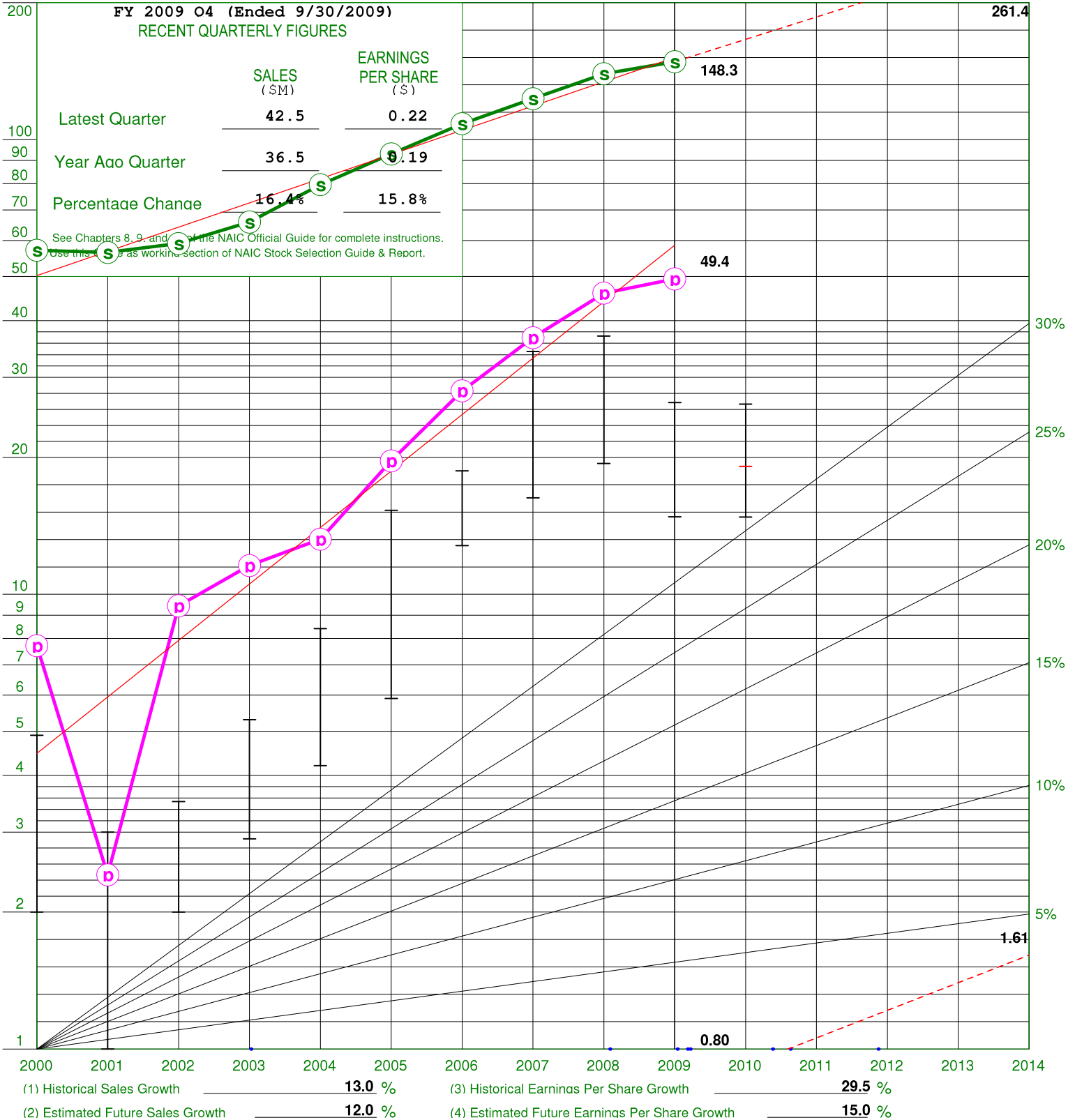
Stock Selection Guide [®]

The most widely used aid to good investment judgment

Company	Meridian bioscience		Date	04/09/10	
Prepared by	Rose M.		Data taken from	Value Lin	
Where traded	NASDAQ		Major product/service	medial	
CAPITALIZATION --- Outstanding Amounts			Reference		
Preferred (\$M)	0.0	% Insiders	% Institution		
Common (M Shares)	40.0	3.9	0.0		
Debt (\$M)	0.0	% to Tot.Cap.	0.0	% Potential Dil.	None

1 VISUAL ANALYSIS of Sales, Earnings and Price

VIVO



2 EVALUATING MANAGEMENT

Company

Meridian bioscience

(VIVO)

04/09/10

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	LAST 5 YEAR AVG.	TREND	
												UP	DOWN
A % Pre-tax Profit on Sales (Net Before Taxes ÷ Sales)	13.5	4.3	16.0	17.6	16.6	21.1	25.9	29.8	32.9	33.3	28.6	UP	
B % Earned on Equity (E/S ÷ Book Value)	21.4	4.3	23.0	25.3	27.6	16.3	18.6	23.3	23.2	23.5	21.0	UP	

3 PRICE-EARNINGS HISTORY as an indicator of the future

This shows how stock prices have fluctuated with earnings and dividends. It is a building block for translating earnings into future stock prices.

PRESENT PRICE 19.120 HIGH THIS YEAR 26.200 LOW THIS YEAR 14.790

Year	PRICE		C Earnings Per Share	E Price Earnings Ratio		F Dividend Per Share	G % Payout F ÷ C X 100	H % High Yield F ÷ B X 100
	A HIGH	B LOW		D HIGH A ÷ C	E LOW B ÷ C			
1 2005	15.3	5.9	0.35	43.7	16.9	0.200	57.1	3.4
2 2006	18.7	12.8	0.45	41.6	28.4	0.310	68.9	2.4
3 2007	34.2	16.3	0.66	51.8	24.7	0.400	60.6	2.5
4 2008	37.0	19.4	0.74	50.0	26.2	0.530	71.6	2.7
5 2009	26.4	14.8	0.80	33.0	18.5	0.650	81.2	4.4
6 TOTAL		69.2		220.1	114.7		339.4	
7 AVERAGE		13.8		44.0	22.9		67.9	
8 AVERAGE PRICE EARNINGS RATIO			33.4	9	CURRENT PRICE EARNINGS RATIO		23.6	

4 Evaluating Risk and Reward over the next 5 years

Assuming one recession and one business boom every 5 years, calculations are made of how high and how low the stock might sell. The upside-downside ratio is the key to evaluating risk and reward.

A HIGH PRICE -- NEXT 5 YEARS

Ava. High P/E ~~44.0~~ 25.0 X Estimate High Earnings/Share 1.61 = Forecast High Price \$ 40.3
(3D7 as adj.) (4A1)

B LOW PRICE -- NEXT 5 YEARS

(a) Ava. Low P/E ~~22.9~~ 19.0 X Estimated Low Earnings/Share 0.80 = \$ 15.2
(3E7 as adj.)

(b) Ava. Low Price of Last 5 Years = 13.8
(3B7)

(c) Recent Severe Market Low Price = 14.8

(d) Price Dividend Will Support $\frac{\text{Present Divd.}}{\text{High Yield (H)}} = \frac{0.650}{0.044} = 14.8$

Selected Estimate Low Price = \$ 15.2
(4B1)

C ZONING

40.3 High Forecast Price Minus 15.2 Low Forecast Price Equals 25.1 Range. 1/3 of Range = 8.4
(4A1) (4B1) (C) (4CD)

(4C2) Lower 1/3 = 15.2 to 23.6 (Buy)

(4C3) Middle 1/3 = 23.6 to 31.9 (Maybe)

(4C4) Upper 1/3 = 31.9 to 40.3 (4A1) (Sell)

Present Market Price of 19.120 is in the Buy Range
(4C5)

D UP-SIDE DOWN-SIDE RATIO (Potential Gain vs. Risk of Loss)

High Price (4A1) 40.3 Minus Present Price 19.120
Present Price 19.120 Minus Low Price (4B1) 15.2 = $\frac{21.2}{3.9} = 5.4$ To 1
(4D)

E PRICE TARGET (Note: This shows the potential market price appreciation over the next five years in simple interest terms.)

High Price (4A1) 40.3
Present Market Price 19.120 = $(2.108) \times 100 = (210.8) - 100 = 110.8$ % Appreciation
(4E)

5 5-YEAR POTENTIAL

This combines price appreciation with dividend yield to get an estimate of total return. It provides a standard for comparing income and growth stocks.

Note: Results are expressed as a simple rate; use the table below to convert to a compound rate.

A Present Full Year's Dividend \$ 0.650
Present Price of Stock \$ 19.120 = $\frac{0.650}{19.120} \times 100 = 3.4$ Present Yield or % Returned on Purchase Price
(5A)

B AVERAGE YIELD OVER NEXT 5 YEARS
Ava. Earnings Per Share Next 5 Years 1.22 X Ava. % Payout (3G7) 67.9 = 82.8 = 4.3 %
Present Price \$ 19.120 (5B)

C ESTIMATED AVERAGE ANNUAL RETURN OVER NEXT FIVE YEARS

5 Year Appreciation Potential (4E) <u>110.8</u>			Tot. Ret.
<u>5</u>	<u>22.2</u> %	Average Yield	<u>2.7</u> %
Average Yield (5B) <u>3.4</u> %		Annual Appreciation	<u>16.1</u> %
Average Total Annual Return Over the Next 5 Years (5C) <u>26.5</u> %		% Compd Ann Rate of Ret	<u>18.8</u> %