

United Therapeutics (UTHR) - Brief Pitch

United Therapeutics Corporation (UTHR) - BUY

Fundamental Rationale: United Therapeutics (UTHR) is a fast-growing biotechnology firm and Public Benefit Corporation specializing in rare diseases, notably pulmonary arterial hypertension (PAH), and is a pioneer in organ manufacturing technologies like xenotransplantation. Led by visionary CEO Dr. Martine Rothblatt, UTHR demonstrates robust financial health with consistent double-digit revenue growth (17% YoY in Q1 2025), impressive profitability (Net Profit Margin ~40%), strong free cash flow generation, and a solid balance sheet with zero debt and substantial net cash (\$5.0B). A Discounted Cash Flow (DCF) analysis suggests an intrinsic value of \$336.7 per share, indicating upside. The company's P/E ratio (TTM ~12.3) is reasonable given its growth profile and strong returns on capital (ROIC ~28.4%).

Technical Rationale: The monthly stock chart for UTHR indicates a corrective pullback within a broader secular uptrend, potentially forming a bull flag pattern. Key support is observed around \$284, with resistance near \$320 and a path towards all-time highs around \$417. Momentum oscillators like the RSI, while cooled from overbought levels, remain in bullish territory. The Stochastic RSI is showing signs of emerging from an oversold condition. This technical posture suggests a favorable risk/reward for a bullish continuation, particularly if the price decisively reclaims the \$320 level.



Figure 1: UTHR Monthly Price Chart

Key Catalysts & Outlook: UTHR's growth is driven by its "Innovation Wave," featuring Tyvaso's expansion into Idiopathic Pulmonary Fibrosis (IPF) with pivotal data expected (TETON 2 in 2H 2025, TETON 1 in 1H 2026), and Ralinepag for PAH (data in 2026). The "Revolution Wave" in organ manufacturing,

highlighted by the first planned UKidney xenotransplant in mid-2025, offers transformative long-term potential. These catalysts, combined with strong fundamentals and a constructive technical setup, support a BUY recommendation.