

BIAF

Biotech

Earnings

Small-Cap

Momentum

Dilution Risk

Clinical Trials

BIAF's Wild March Ride: The Rise, the Hype, and the Reality Check

March 17, 2026 — 11:59 AM EDT · Report #7 · Free Equity Reports Research

SUMMARY

bioAffinity Technologies exploded 122% on March 13 earnings, then gave back gains as investors parsed the dilution-heavy reality behind the revenue surge.

SINCE REPORT -2.8%

DATA BOX

Price	\$2.685
Change	+40.58%
Volume	92.48M
Float	Small
Mkt cap	\$12.10M

Key Data (as of March 17, 2026, 11:58 AM ET):

- Price: \$2.685 (+40.58%)
- Volume: 92.48M
- Float: Small (exact size undisclosed)
- Market Cap: \$12.10M
- Previous Close: \$1.91

The postmortem on BIAF's March madness reads like a textbook case study in small-cap biotech volatility. On Friday March 13, bioAffinity Technologies stock surged 122.9% following positive developments and FDA designations, only to face the inevitable reality check that's playing out now.

What Actually Happened

CyPath Lung, a noninvasive test for lung cancer detection, showed promise in correctly labeling small nodules as unlikely malignant, with the company launching a large-scale study across multiple U.S. federal facilities. The earnings report painted a compelling growth story: 87% spike in revenue with test volumes nearly doubling, pointing to over 100% further test unit growth.

But here's where the story gets messier. The trailing twelve months net income hit -\$14.9M with a -242% net profit margin. Despite generating \$9.36 million in revenue, the company's EBIT margin sits at a staggering -216.1%, highlighting operational costs that dwarf incoming revenue.

The technical picture told a different story initially. Stock movement showed a jump from lows of \$0.9305 on February 23 to peaks of \$2.50 on March 13. Friday's massive volume surge on earnings created the kind of momentum that retail traders live for — until Monday's cooling-off period began.

The Dilution Reality

Here's what caught sophisticated traders' attention: bioAffinity has consistently used registered offerings and private placements to fund operations, including registered direct financings and warrant-related

transactions. With 15+ SEC filings in the past 30 days alone, this isn't a company operating from strength.

The warrant situation adds another layer of complexity. BIAFW warrants traded at \$0.2435, down 26.19% from previous close, losing 25% over the past 12 months. When warrants underperform the common stock this dramatically, it signals market skepticism about sustained upside.

What The Tape Shows

Today's 40.58% bounce to \$2.685 on 92.48M volume suggests there's still fuel in this trade, but context matters. Important resistance levels were identified at \$2.15 during the initial run, and we're now testing higher ground with no established technical framework.

The company maintains minimal debt with a debt-to-equity ratio of 0.08 and a current ratio of 3.7, providing some financial cushion. But that won't matter if the business model can't reach sustainable profitability.

The Second Act Question

Upcoming catalysts include validation study results scheduled for May 1, 2026, which could provide another momentum opportunity. The 2,000-patient clinical trial represents significant promise in evidence gathering, but biotech investors know clinical promises don't always translate to commercial success.

Smart money will watch whether the company can maintain its growth trajectory without continued dilution. The recent run proves there's appetite

for the CyPath Lung story, but widened net losses reaching nearly \$14.9M mean every quarter counts.

For traders, BIAF remains a momentum play with defined risks. The volume pattern suggests institutional involvement, but the underlying fundamentals demand careful position sizing. This isn't a buy-and-hold story — it's a catalyst-driven trade where timing trumps thesis.

This analysis reflects market conditions as of March 17, 2026, 11:58 AM ET and should not be considered investment advice.

This report is for informational purposes only and does not constitute investment advice. Always conduct your own due diligence before making any investment decision.