Kala BIO, Inc.

KALA

Nasdaq; healthcare; SIC 2834, Pharmaceutical Preparations; CIK 0001479419

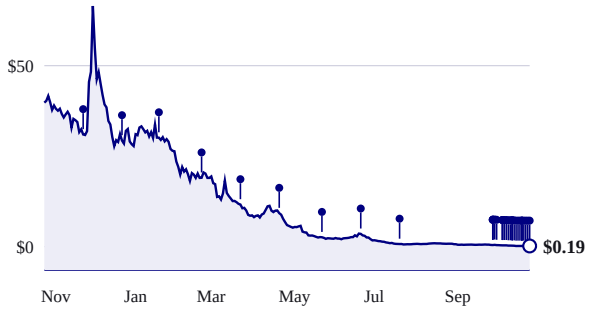
None

No letter

6 of 14 inputs computable; 7 are required, with a score in every sleeve

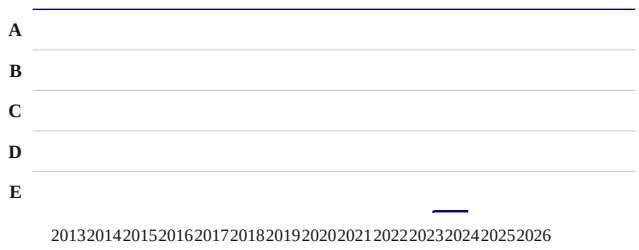
Scoreboard	
Reliability	0.76 AUC filers with under $12.5M assets; 95% interval 0.65 to 0.86; 63 events, 2020 to 2025
Peer failure rate	0.60% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	under $12.5M assets total assets $9.5M
Standard universe	outside revenue above $1M and assets above $10M
Warnings	dilution, short runway, late filer, thin...
Inputs computable	6 of 14
Graded from	filings received through Apr 15, 2026 193 days before the rescan; latest periodic filing 10-Q received Aug 19, 2026
Last close	$0.19 2026-10-23; market equity $3.7M; no price enters the letter

Share price, twelve months to the rescan



Split-adjusted close. Each lollipop is a rescan and carries the letter held then.

Letter at every rescan, 2012 to 2026



Sector percentile at each rescan, stronger toward the top; facts filed by each date only.

Business, in the company's words

opening of Item 1 of the 10-K received Apr 15, 2026

In this Annual Report on Form 10-K, unless the context otherwise requires, references to "we," "us," "our," "our company," "KALA," "KALA BIO" and "Company" refer to KALA BIO, Inc. and its subsidiaries. We are a biopharmaceutical company in transition, evaluating the development of a dedicated, on-premises artificial intelligence (AI) infrastructure platform for the biotechnology industry. Our current focus is leveraging our mesenchymal stem cell secretome ("MSC-S") platform to test development of a scalable AI platform-as-a-service business to deploy secure, purpose-built AI systems directly within biotech and pharmaceutical client environments.

The fourteen inputs

lower percentile is stronger; sleeves and inputs within a sleeve carry equal weight

Input	Value	Peer median	Percentile, 0 to 100	Pct	Peers	Period end
Profitability, sleeve percentile 93.7						
Gross profitability	not computable	32.3%				
one or more required annual facts are missing						

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Return on invested capital	not computable	9.3%				
one or more required annual facts are missing						
Accruals ratio	15.4%	(6.6%)	93.7	807	2025-12-31	
Gross margin stability, five years	not computable	2.8 pts				
five annual gross margins are required; found 0						
Solvency, sleeve percentile 76.3						
Twelve-month failure probability	0.44%	0.07%	81.8	248	2026-06-30	
Altman Z double-prime	(258.66)	(0.33)	99.1	752	2025-12-31	
Net debt to EBITDA	not computable	1.82x				
EBITDA must exceed $100,000						
Interest coverage	not computable	(4.51x)				
latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-31						
Current ratio	3.81x	2.94x	48.0	834	2025-12-31	
Growth and financing, sleeve percentile 99.0						
Revenue growth, three-year compound	not computable	10.1%				
current value must be positive and the base must exceed $100,000						
Free cash flow growth, three-year compound	not computable	10.9%				
four consecutive annual FCF observations are required; found 3						
Reinvestment rate	not computable	37.1%				
one or more required annual facts are missing						
Asset growth, three years	(52.2%)	2.1%	98.4	700	2025-12-31	
Net share issuance, one year	14,305.4%	2.5%	99.5	636	2026-04-10	

Warnings

6 of 7 checks triggered; none of them enters the letter

Check	Measured
Dilution	split-adjusted year-over-year share growth is 14305.4%
Short runway	cash runway is 0.1 months
Late filer	found 3 NT 10-K/Q filings in the last eight quarters
Thin data	6 of 14 grade factors are computable; minimum is 7
Degenerate inputs	latest revenue or assets are at or below the $100,000 validity floor
Fortress balance sheet	cash minus debt is 27,192,000 USD; Altman Z is not used

What the price implies

at the 2026-10-23 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	(99.1%)	7.7%	0
Distance from 52-week high	(99.7%)	(31.4%)	0
EBIT to enterprise value	(128.8%)	(1.5%)	5
Free cash flow yield	(2,558.3%)	(1.0%)	0
Book value to price	2.46	0.28	97
Sales to price	0.00	0.30	0
Composite equity issuance, five years	666.6%	20.5%	98
Relative strength against the sector, log excess return	(4.95)	(0.14)	0

Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score None of 9, period end 2025-12-31	
Return on assets above zero	fail
Operating cash flow above zero	fail
Return on assets improved	pass

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Operating cash flow exceeds net income	fail
Long-term leverage fell	fail
Current ratio improved	pass
No new shares issued	fail
Gross margin improved	fail
Asset turnover improved	fail
Cash, filings, liquidity	
Cash and equivalents	$229,000
Operating cash flow, four quarters	-$19.9M
Months of runway	0.1
Days since last periodic filing	67 (10-Q received Aug 19, 2026)
Median daily dollar volume, 63 sessions	$83,912

Sources

every fact behind the inputs; each row links to its filing index on sec.gov

#	Concept	XBRL tag	Value	Period end	Received	Form	Accession
1	net income	us-gaap:NetIncomeLoss	-$27.0M	2025-12-31	2026-04-15	10-K	26-043782
2	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-$32.0M	2025-12-31	2026-04-15	10-K	26-043782
3	assets	us-gaap:Assets	$9.5M	2025-12-31	2026-04-15	10-K	26-043782
4	assets	us-gaap:Assets	$55.5M	2024-12-31	2026-04-15	10-K	26-043782
5	current assets	us-gaap:AssetsCurrent	$9.5M	2025-12-31	2026-04-15	10-K	26-043782
6	current liabilities	us-gaap:LiabilitiesCurrent	$2.5M	2025-12-31	2026-04-15	10-K	26-043782
7	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-$694.9M	2025-12-31	2026-04-15	10-K	26-043782
8	operating income	us-gaap:OperatingIncomeLoss	-$39.2M	2025-12-31	2026-04-15	10-K	26-043782
9	book equity	us-gaap:StockholdersEquity	$7.0M	2025-12-31	2026-04-15	10-K	26-043782
10	liabilities	us-gaap:Liabilities	$2.5M	2025-12-31	2026-04-15	10-K	26-043782
11	total debt	us-gaap:LongTermDebt	$43.3M	2022-12-31	2023-03-03	10-K	23-002746
12	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$70.5M	2022-12-31	2024-03-29	10-K	24-004326
13	operating income	us-gaap:OperatingIncomeLoss	-$81.7M	2022-12-31	2024-03-29	10-K	24-004326
14	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$537,000	2022-12-31	2024-03-29	10-K	24-004326
15	operating income	us-gaap:OperatingIncomeLoss	-$39.7M	2023-12-31	2025-03-31	10-K	25-004081
16	interest expense	us-gaap:InterestExpense	$5.8M	2023-12-31	2024-03-29	10-K	24-004326
17	revenue	us-gaap:RevenueFromContractWithCustomerIncludingAs...	$0	2025-12-31	2026-04-15	10-K	26-043782
18	revenue	us-gaap:RevenueFromContractWithCustomerIncludingAs...	$0	2024-12-31	2026-04-15	10-K	26-043782
19	revenue	us-gaap:RevenueFromContractWithCustomerIncludingAs...	$0	2023-12-31	2025-03-31	10-K	25-004081
20	revenue	us-gaap:RevenueFromContractWithCustomerIncludingAs...	$3.9M	2022-12-31	2024-03-29	10-K	24-004326
21	assets	us-gaap:Assets	$55.9M	2023-12-31	2025-03-31	10-K	25-004081
22	assets	us-gaap:Assets	$86.8M	2022-12-31	2024-03-29	10-K	24-004326
23	shares outstanding	dei:EntityCommonStockSharesOutstanding	929,491,578	2026-04-10	2026-04-15	10-K	26-043782
24	shares outstanding	dei:EntityCommonStockSharesOutstanding	6,452,398	2025-03-28	2025-03-31	10-K	25-004081

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