# iQSTEL Inc.

**IQST**

Nasdaq; telecom; SIC 4813, Telephone Communications (No Radiotelephone); CIK 0001527702

**B**

**second fifth of 557 graded peers in the pooled technology an...**

rank 118 of 557; percentile 22.5; sampling error 2.1 points; lower is stronger

A B C D E

**B, the elk**



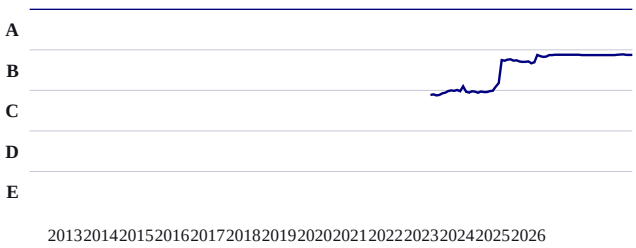
| Scoreboard | |
|---|---|
| **Profitability** | B/C<br>percentile 40.5 |
| **Solvency** | D<br>percentile 72.7 |
| **Growth and financing** | A<br>percentile 5.2 |
| **Reliability** | 0.83 AUC<br>filers with $12.5M to $120M assets; 95% interval 0.79 to 0.86; 201 events, 2020 to 2025 |
| **Peer failure rate** | 1.07% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | $12.5M to $120M assets<br>total assets $51.1M |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | late filer<br>not computable: dilution, distress |
| **Inputs computable** | 7 of 14 |
| **Graded from** | filings received through Apr 6, 2026<br>203 days before the rescan; latest periodic filing 10-Q received Aug 18, 2026 |
| **Last close** | $0.88<br>2026-10-22; market equity $9.6M; 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 6, 2026*

consolidated company) is a technology company with operations in 20 countries (Argentina, Armenia, Austria, Canada, Colombia, Germany, Greece, Guatemala, India, Italy, Pakistan, Romania, Serbia, Spain, Switzerland, Turkey, UAE, UK, USA and Venezuela) and over 100 employees that offers leading-edge services through its subsidiaries in the telecommunications, fintech, and AI-enhanced industries. Our global presence includes offices in USA, Argentina, UK, Switzerland, Turkey, and Dubai, and we target diverse and high-growth markets.

## 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 40.5** | | | | | | |
| Gross profitability | 18.5% | 28.3% | | 65.2 | 593 | 2025-12-31 |
| Return on invested capital | not computable | 8.9% | | | | |
| *pretax income must exceed the validity floor and imply a 0%-100% tax rate* | | | | | | |

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| | | | | | | |
|---|---|---|---|---|---|---|
| Accruals ratio | (7.2%) | (7.3%) | | 53.5 | 700 | 2025-12-31 |
| Gross margin stability, five years | 0.5 pts | 2.3 pts | | 2.7 | 451 | 2025-12-31 |
| **Solvency, sleeve percentile 72.7** | | | | | | |
| Twelve-month failure probability | not computable | 0.05% | | | | |
| *latest liabilities, cash plus short-term investments, book equity, and shares are required* | | | | | | |
| Altman Z double-prime | (2.63) | 1.91 | | 68.2 | 624 | 2025-12-31 |
| Net debt to EBITDA | not computable | 1.71x | | | | |
| *EBITDA must exceed $100,000* | | | | | | |
| Interest coverage | not computable | 2.65x | | | | |
| *latest aligned inputs end 2020-12-31; latest annual assets end 2025-12-31* | | | | | | |
| Current ratio | 1.04x | 1.95x | | 77.2 | 757 | 2025-12-31 |
| **Growth and financing, sleeve percentile 5.2** | | | | | | |
| Revenue growth, three-year compound | 50.4% | 5.2% | | 5.7 | 612 | 2025-12-31 |
| Free cash flow growth, three-year compound | not computable | 15.4% | | | | |
| *current FCF must be positive and base FCF must exceed $100,000* | | | | | | |
| Reinvestment rate | not computable | 15.6% | | | | |
| *pretax income must exceed the validity floor and imply a 0%-100% tax rate* | | | | | | |
| Asset growth, three years | 59.7% | 3.7% | | 4.7 | 638 | 2025-12-31 |
| Net share issuance, one year | not computable | 0.6% | | | | |
| *raw and split-adjusted prices do not align at 2025-03-24* | | | | | | |

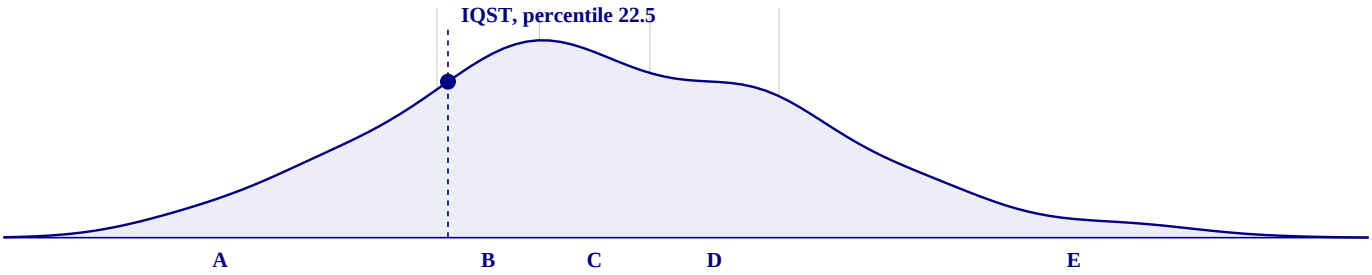
## Warnings

*1 of 7 checks triggered; none of them enters the letter*

| Check | Measured |
|---|---|
| Late filer | found 3 NT 10-K/Q filings in the last eight quarters |

## Among 557 peers

*telecom; letters are fifths of this list*




*Composite score of every graded peer, smoothed; vertical rules are the letter band edges; stronger to the left.*

| Rank | Company | Percentile | Letter | Warnings |
|---|---|---|---|---|
| 113 | ReposiTrak, Inc. (TRAK) | 21.6 | A/B | |
| 114 | Vicor Corp. (VICR) | 21.8 | A/B | |
| 115 | Tenable Holdings, Inc. (TENB) | 22.0 | A/B | |
| 116 | Ooma Inc. (OOMA) | 22.2 | B | |
| 117 | Cognex Corp. (CGNX) | 22.4 | B | |
| 118 | iQSTEL Inc. (IQST) | 22.5 | B | late filer |
| 119 | ServiceNow, Inc. (NOW) | 22.6 | B | |
| 120 | Eos Energy Enterprises, Inc. (EOSE) | 22.9 | B | |
| 121 | Eos Energy Enterprises, Inc. (EOSEW) | 22.9 | B | |
| 122 | Transcat Inc. (TRNS) | 23.2 | B | |
| 123 | Yext, Inc. (YEXT) | 23.4 | B | fortress balance sheet |

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## What the price implies

*at the 2026-10-22 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | (79.7%) | (0.7%) | 4 |
| Distance from 52-week high | (85.8%) | (32.6%) | 5 |
| EBIT to enterprise value | (41.0%) | 1.6% | 9 |
| Free cash flow yield | (39.9%) | 2.9% | 10 |
| Book value to price | 1.73 | 0.26 | 93 |
| Sales to price | 31.94 | 0.33 | 99 |
| Composite equity issuance, five years | not computable | 3.7% | |
| Relative strength against the sector, log excess return | (1.54) | (0.23) | 6 |

## 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 |
| Operating cash flow exceeds net income | pass |
| Long-term leverage fell | pass |
| Current ratio improved | pass |
| No new shares issued | fail |
| Gross margin improved | pass |
| Asset turnover improved | fail |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $2.1M |
| Operating cash flow, four quarters | -$3.9M |
| Months of runway | 6.5 |
| Days since last periodic filing | 69 (10-Q received Aug 18, 2026) |
| Median daily dollar volume, 63 sessions | $301,815 |

## 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 | gross profit | us-gaap:GrossProfit | $9.5M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 2 | assets | us-gaap:Assets | $51.1M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 3 | operating income | us-gaap:OperatingIncomeLoss | -$4.3M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 4 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | -$8.4M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 5 | income tax | us-gaap:IncomeTaxExpenseBenefit | $121,705 | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 6 | total debt | us-gaap:LongTermDebt | $4.1M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 7 | book equity | us-gaap:StockholdersEquity | $16.3M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 8 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $2.2M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 9 | total debt | us-gaap:LongTermDebt | $2.5M | 2024-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 10 | book equity | us-gaap:StockholdersEquity | $11.9M | 2024-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 11 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $2.5M | 2024-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 12 | net income | us-gaap:NetIncomeLoss | -$8.5M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 13 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | -$3.8M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 14 | assets | us-gaap:Assets | $79.0M | 2024-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 15 | revenue | us-gaap:Revenues | $316.9M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 16 | gross profit | us-gaap:GrossProfit | $8.3M | 2024-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 17 | revenue | us-gaap:Revenues | $283.2M | 2024-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 18 | gross profit | us-gaap:GrossProfit | $4.7M | 2023-12-31 | 2025-03-31 | 10-K | 25-000086 |

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| | | | | | | | |
|---|---|---|---|---|---|---|---|
| 19 | revenue | us-gaap:Revenues | $144.5M | 2023-12-31 | 2025-03-31 | 10-K | 25-000086 |
| 20 | gross profit | us-gaap:GrossProfit | $1.8M | 2022-12-31 | 2024-04-01 | 10-K | 24-000092 |
| 21 | revenue | us-gaap:Revenues | $93.2M | 2022-12-31 | 2024-04-01 | 10-K | 24-000092 |
| 22 | gross profit | us-gaap:GrossProfit | $1.5M | 2021-12-31 | 2023-04-14 | 10-K | 23-000196 |
| 23 | revenue | us-gaap:Revenues | $64.7M | 2021-12-31 | 2023-04-14 | 10-K | 23-000196 |
| 24 | current assets | us-gaap:AssetsCurrent | $36.2M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 25 | current liabilities | us-gaap:LiabilitiesCurrent | $34.6M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 26 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | -$43.3M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 27 | liabilities | us-gaap:Liabilities | $34.8M | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 28 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $627,667 | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 29 | operating income | us-gaap:OperatingIncomeLoss | -$3.0M | 2020-12-31 | 2023-04-14 | 10-K | 23-000196 |
| 30 | interest expense | us-gaap:InterestExpense | $3.5M | 2020-12-31 | 2021-04-15 | 10-K | 21-000358 |
| 31 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $113,020 | 2025-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 32 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | -$2.9M | 2024-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 33 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $151,620 | 2024-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 34 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | -$1.5M | 2023-12-31 | 2025-03-31 | 10-K | 25-000086 |
| 35 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $220,045 | 2023-12-31 | 2025-03-31 | 10-K | 25-000086 |
| 36 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | -$1.8M | 2022-12-31 | 2024-04-01 | 10-K | 24-000092 |
| 37 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $112,074 | 2022-12-31 | 2024-04-01 | 10-K | 24-000092 |
| 38 | current assets | us-gaap:AssetsCurrent | $63.0M | 2024-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 39 | current liabilities | us-gaap:LiabilitiesCurrent | $63.8M | 2024-12-31 | 2026-04-06 | 10-K | 26-000094 |
| 40 | assets | us-gaap:Assets | $22.2M | 2023-12-31 | 2025-03-31 | 10-K | 25-000086 |
| 41 | assets | us-gaap:Assets | $12.5M | 2022-12-31 | 2024-04-01 | 10-K | 24-000092 |
| 42 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 5,070,743 | 2026-03-31 | 2026-04-06 | 10-K | 26-000094 |
| 43 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 210,710,170 | 2025-03-24 | 2025-03-31 | 10-K | 25-000086 |

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