Reddit, Inc.

RDDT

NYSE; business equipment; SIC 7374, Services-Computer Processing & Data Preparation; CIK 0001713445

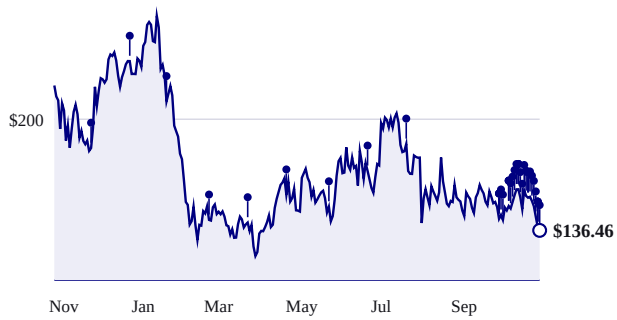
None

No letter

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

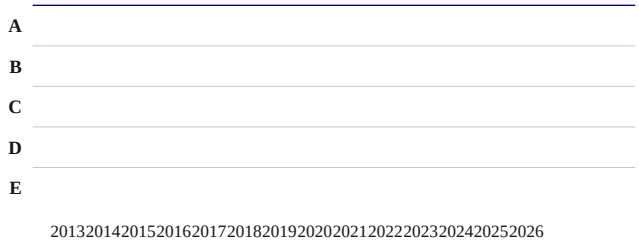
Scoreboard	
Reliability	0.94 AUC filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets total assets $3.2B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	thin data not computable: dilution, distress, fortress balance sheet
Inputs computable	4 of 14
Graded from	filings received through Feb 6, 2026 264 days before the rescan; latest periodic filing 10-Q received Jul 31, 2026
Last close	$136.49 2026-10-27; market equity $0; 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 Feb 6, 2026

Our mission is to empower communities and make their knowledge accessible to everyone. We built Reddit with the belief that communities unlock the power of human creativity and create a sense of belonging and empowerment for their members. Our over 100,000 active communities have channeled the power of human creativity to grow Reddit since our founding. We believe the world needs community more than ever, and that this represents our greatest opportunity to further enrich the lives of everyone in the world.

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 34.9						
Gross profitability	62.0%	28.6%		9.2	555	2025-12-31
Return on invested capital	not computable	11.2%				
one or more required annual facts are missing						
Accruals ratio	(5.8%)	(7.3%)		60.6	618	2025-12-31

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Gross margin stability, five years	not computable	2.3 pts				
five annual gross margins are required; found 2						
Solvency, sleeve percentile 4.0						
Twelve-month failure probability	not computable	0.05%				
liabilities and a nearby cover-page share count are required at 2026-06-30						
Altman Z double-prime	15.96	2.15		2.5	565	2025-12-31
Net debt to EBITDA	not computable	1.11x				
one or more required annual facts are missing						
Interest coverage	not computable	3.77x				
one or more required annual facts are missing						
Current ratio	11.56x	2.01x		5.4	662	2025-12-31
Growth and financing						
Revenue growth, three-year compound	not computable	6.4%				
four annual observations are required; found 2						
Free cash flow growth, three-year compound	not computable	18.1%				
four consecutive annual FCF observations are required; found 2						
Reinvestment rate	not computable	14.3%				
pretax income must exceed the validity floor and imply a 0%-100% tax rate						
Asset growth, three years	not computable	5.1%				
four annual observations are required; found 2						
Net share issuance, one year	not computable	0.5%				
two annual share counts are required; found 0						

Warnings

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

Check	Measured
Thin data	4 of 14 grade factors are computable; minimum is 7

What the price implies

at the 2026-10-27 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	(35.7%)	2.2%	20
Distance from 52-week high	(47.3%)	(29.9%)	32
EBIT to enterprise value	not computable	1.4%	
Free cash flow yield	not computable	2.8%	
Book value to price	not computable	0.25	
Sales to price	not computable	0.31	
Composite equity issuance, five years	not computable	4.2%	
Relative strength against the sector, log excess return	(0.73)	(0.26)	20

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	pass
Operating cash flow above zero	pass
Return on assets improved	fail
Operating cash flow exceeds net income	pass
Long-term leverage fell	fail
Current ratio improved	fail
No new shares issued	fail
Gross margin improved	pass

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Asset turnover improved	fail

Cash, filings, liquidity

Cash and equivalents	$1.5B
Operating cash flow, four quarters	$1.0B
Months of runway	not finite
Days since last periodic filing	89 (10-Q received Jul 31, 2026)
Median daily dollar volume, 63 sessions	$662.4M

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	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$2.2B	2025-12-31	2026-02-06	10-K	26-000022
2	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	$194.2M	2025-12-31	2026-02-06	10-K	26-000022
3	assets	us-gaap:Assets	$3.2B	2025-12-31	2026-02-06	10-K	26-000022
4	net income	us-gaap:NetIncomeLoss	$529.7M	2025-12-31	2026-02-06	10-K	26-000022
5	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$690.9M	2025-12-31	2026-02-06	10-K	26-000022
6	assets	us-gaap:Assets	$2.3B	2024-12-31	2026-02-06	10-K	26-000022
7	current assets	us-gaap:AssetsCurrent	$3.1B	2025-12-31	2026-02-06	10-K	26-000022
8	current liabilities	us-gaap:LiabilitiesCurrent	$271.3M	2025-12-31	2026-02-06	10-K	26-000022
9	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-$671.1M	2025-12-31	2026-02-06	10-K	26-000022
10	operating income	us-gaap:OperatingIncomeLoss	$442.0M	2025-12-31	2026-02-06	10-K	26-000022
11	book equity	us-gaap:StockholdersEquity	$2.9B	2025-12-31	2026-02-06	10-K	26-000022
12	liabilities	us-gaap:Liabilities	$310.1M	2025-12-31	2026-02-06	10-K	26-000022
13	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$1.3B	2024-12-31	2026-02-06	10-K	26-000022
14	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$6.7M	2025-12-31	2026-02-06	10-K	26-000022
15	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$15.9M	2025-12-31	2026-02-06	10-K	26-000022
16	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$528.7M	2025-12-31	2026-02-06	10-K	26-000022
17	income tax	us-gaap:IncomeTaxExpenseBenefit	-$1.0M	2025-12-31	2026-02-06	10-K	26-000022
18	current assets	us-gaap:AssetsCurrent	$2.2B	2024-12-31	2026-02-06	10-K	26-000022
19	current liabilities	us-gaap:LiabilitiesCurrent	$176.0M	2024-12-31	2026-02-06	10-K	26-000022

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