Stem, Inc.

STEM

NYSE; business equipment; SIC 7373, Services-Computer Integrated Systems Design; CIK 0001758766

E

weakest fifth of 497 graded peers in business equipment

rank 496 of 497; percentile 99.8; sampling error 2.2 points; lower is stronger

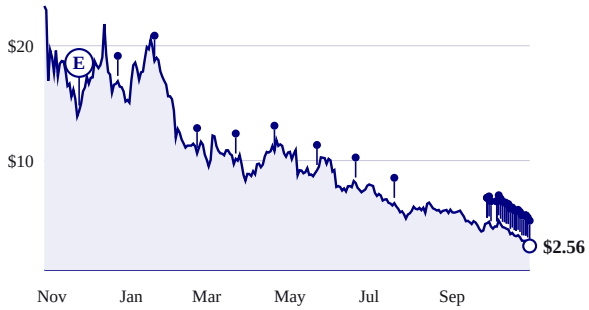
A B C D E

E, the bear



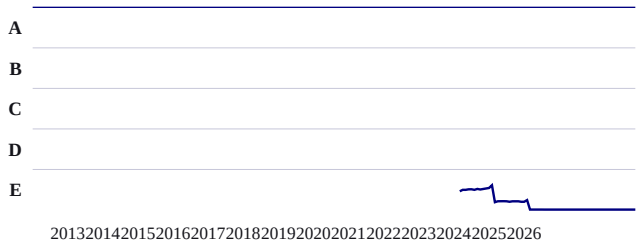
Scoreboard	
Profitability	E percentile 84.9
Solvency	E percentile 85.6
Growth and financing	E percentile 87.0
Reliability	0.87 AUC filers with $120M to $591M assets; 95% interval 0.83 to 0.90; 206 events, 2020 to 2025
Peer failure rate	1.03% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	$120M to $591M assets total assets $308.9M
Standard universe	inside revenue above $1M and assets above $10M
Warnings	none triggered not computable: distress, fortress balance sheet
Inputs computable	8 of 14
Graded from	filings received through Mar 5, 2026 238 days before the rescan; latest periodic filing 10-Q received Aug 13, 2026
Last close	$2.58 2026-10-28; market equity $24.8M; 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 Mar 5, 2026

In 2024, we announced a new business strategy that reflects a renewed focus on developing and marketing our AI-enabled software, edge and services offerings. This transition entailed significant operational changes during calendar years 2024 and 2025, including reduction of what had historically been the source of most of our revenue (battery resales), adjustments to the way we develop and market our products and services, and realignment of our business processes.

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 84.9						
Gross profitability	19.4%	28.6%		63.7	555	2025-12-31
Return on invested capital	not computable	11.2%				
one or more required annual facts are missing						
Accruals ratio	35.1%	(7.4%)		98.1	618	2025-12-31

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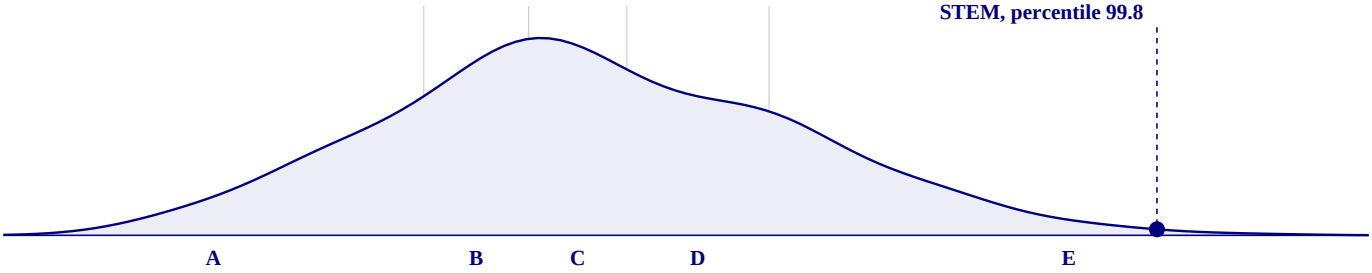
Gross margin stability, five years	15.9 pts	2.3 pts	92.9	426	2025-12-31
Solvency, sleeve percentile 85.6					
Twelve-month failure probability	not computable	0.05%			
latest liabilities, cash plus short-term investments, book equity, and shares are required					
Altman Z double-prime	(17.62)	2.16	86.2	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			
latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-31					
Current ratio	0.91x	2.01x	85.0	662	2025-12-31
Growth and financing, sleeve percentile 87.0					
Revenue growth, three-year compound	(24.5%)	6.3%	95.1	535	2025-12-31
Free cash flow growth, three-year compound	not computable	18.0%			
four consecutive annual FCF observations are required; found 0					
Reinvestment rate	not computable	14.3%			
one or more required annual facts are missing					
Asset growth, three years	(39.9%)	5.1%	98.6	560	2025-12-31
Net share issuance, one year	3.8%	0.5%	67.2	409	2026-02-25

Among 497 peers

business equipment; 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
491	Palladyne AI Corp. (PDYN)	98.8	E	dilution
492	Polar Power, Inc. (POLA)	99.0	E	dilution, short runway, late filer, fortress balance sheet
493	Sports Entertainment Gaming Global Corp. (LTRYW)	99.3	E	short runway, late filer
494	Sports Entertainment Gaming Global Corp. (SEGG)	99.3	E	short runway, late filer
495	Pixelworks, Inc. (PXLW)	99.6	E	dilution, fortress balance sheet
496	Stem, Inc. (STEM)	99.8	E	
497	Kustom Entertainment, Inc. (KUST)	100.0	E	dilution, short runway, late filer

What the price implies

at the 2026-10-28 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	(67.4%)	2.2%	7
Distance from 52-week high	(89.1%)	(30.5%)	4
EBIT to enterprise value	not computable	1.5%	
Free cash flow yield	not computable	2.8%	
Book value to price	(10.94)	0.25	0
Sales to price	6.34	0.31	96
Composite equity issuance, five years	not computable	4.1%	
Relative strength against the sector, log excess return	(1.40)	(0.26)	7

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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	pass
Operating cash flow exceeds net income	fail
Long-term leverage fell	fail
Current ratio improved	fail
No new shares issued	fail
Gross margin improved	pass
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	$38.4M
Operating cash flow, four quarters	$11.6M
Months of runway	not finite
Days since last periodic filing	77 (10-Q received Aug 13, 2026)
Median daily dollar volume, 63 sessions	$559,347

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	$60.0M	2025-12-31	2026-03-05	10-K	26-000016
2	assets	us-gaap:Assets	$308.9M	2025-12-31	2026-03-05	10-K	26-000016
3	net income	us-gaap:ProfitLoss	$137.8M	2025-12-31	2026-03-05	10-K	26-000016
4	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$6.9M	2025-12-31	2026-03-05	10-K	26-000016
5	assets	us-gaap:Assets	$437.4M	2024-12-31	2026-03-05	10-K	26-000016
6	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$156.3M	2025-12-31	2026-03-05	10-K	26-000016
7	gross profit	us-gaap:GrossProfit	-$11.1M	2024-12-31	2026-03-05	10-K	26-000016
8	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$144.6M	2024-12-31	2026-03-05	10-K	26-000016
9	gross profit	us-gaap:GrossProfit	$3.7M	2023-12-31	2026-03-05	10-K	26-000016
10	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$461.5M	2023-12-31	2026-03-05	10-K	26-000016
11	gross profit	us-gaap:GrossProfit	$33.1M	2022-12-31	2025-03-05	10-K	25-000005
12	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$363.0M	2022-12-31	2025-03-05	10-K	25-000005
13	gross profit	us-gaap:GrossProfit	$1.2M	2021-12-31	2024-02-29	10-K	24-000029
14	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$127.4M	2021-12-31	2024-02-29	10-K	24-000029
15	current assets	us-gaap:AssetsCurrent	$100.1M	2025-12-31	2026-03-05	10-K	26-000016
16	current liabilities	us-gaap:LiabilitiesCurrent	$110.6M	2025-12-31	2026-03-05	10-K	26-000016
17	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-$1.5B	2025-12-31	2026-03-05	10-K	26-000016
18	operating income	us-gaap:OperatingIncomeLoss	-$55.7M	2025-12-31	2026-03-05	10-K	26-000016
19	book equity	us-gaap:StockholdersEquity	-$249.4M	2025-12-31	2026-03-05	10-K	26-000016
20	liabilities	us-gaap:Liabilities	$557.9M	2025-12-31	2026-03-05	10-K	26-000016
21	operating income	us-gaap:OperatingIncomeLoss	-$179.3M	2023-12-31	2026-03-05	10-K	26-000016
22	interest expense	us-gaap:InterestExpense	$15.0M	2023-12-31	2024-02-29	10-K	24-000029
23	assets	us-gaap:Assets	$1.4B	2023-12-31	2025-03-05	10-K	25-000005
24	assets	us-gaap:Assets	$1.4B	2022-12-31	2024-02-29	10-K	24-000029
25	shares outstanding	dei:EntityCommonStockSharesOutstanding	8,518,974	2026-02-25	2026-03-05	10-K	26-000016
26	shares outstanding	dei:EntityCommonStockSharesOutstanding	164,149,723	2025-02-25	2025-03-05	10-K	25-000005

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