# Arteris, Inc.

**AIP**

Nasdaq; business equipment; SIC 3674, Semiconductors & Related Devices; CIK 0001667011

**C**

**middle fifth of 496 graded peers in business equipment**

rank 246 of 496; percentile 49.5; sampling error 2.2 points; lower is stronger

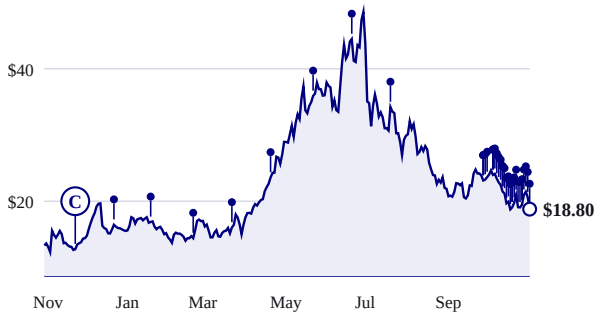
A B C D E

**C, the tortoise**



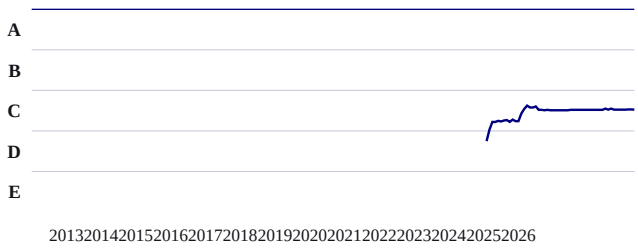
| Scoreboard | |
|---|---|
| **Profitability** | A<br>percentile 9.5 |
| **Solvency** | D<br>percentile 76.5 |
| **Growth and financing** | C/D<br>percentile 58.4 |
| **Reliability** | 0.83 AUC<br>filers with $12.5M to $120M assets; 95% interval 0.79 to 0.86; 201 events, 2020 to 2025 |
| **Peer failure 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 $115.0M |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered<br>not computable: distress, fortress balance sheet |
| **Inputs computable** | 8 of 14 |
| **Graded from** | filings received through Feb 12, 2026<br>261 days before the rescan; latest periodic filing 10-Q received Aug 6, 2026 |
| **Last close** | $18.78<br>2026-10-30; market equity $923.1M; 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 12, 2026*

We are a leading provider of semiconductor system IP, including interconnect and other intellectual property (collectively, System IP) technology. Our System IP technology manages on-chip communications and IP block deployments by helping to enable the underlying data movement across chiplets, single-die and multi-die System-on-Chip (SoC) semiconductors.

## 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 9.5** | | | | | | |
| Gross profitability | 55.4% | 28.7% | | 12.8 | 554 | 2025-12-31 |
| Return on invested capital | not computable | 11.4% | | | | |
| *one or more required annual facts are missing* | | | | | | |
| Accruals ratio | (37.5%) | (7.3%) | | 10.2 | 617 | 2025-12-31 |
| Gross margin stability, five years | 0.6 pts | 2.3 pts | | 5.4 | 425 | 2025-12-31 |

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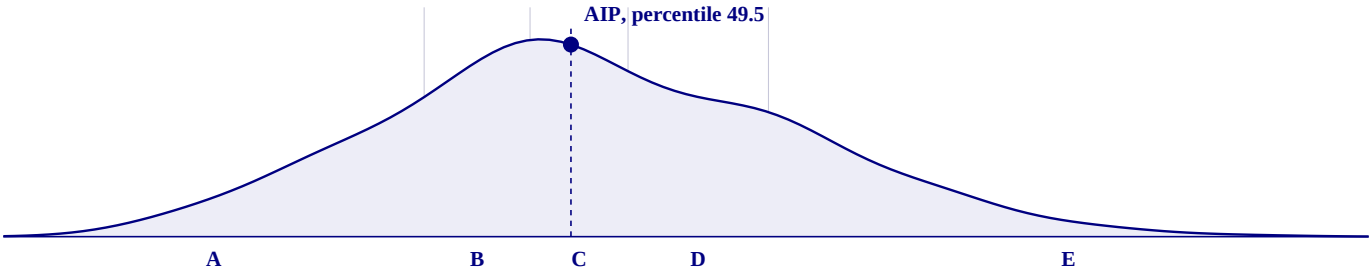
| | | | | | | |
|---|---|---|---|---|---|---|
| **Solvency, sleeve percentile 76.5** | | | | | | |
| Twelve-month failure probability | not computable | 0.05% | | | | |
| *latest liabilities, cash plus short-term investments, book equity, and shares are required* | | | | | | |
| Altman Z double-prime | (6.39) | 2.15 | | 77.8 | 564 | 2025-12-31 |
| Net debt to EBITDA | not computable | 1.09x | | | | |
| *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 | 1.13x | 2.01x | | 75.2 | 661 | 2025-12-31 |
| **Growth and financing, sleeve percentile 58.4** | | | | | | |
| Revenue growth, three-year compound | 11.9% | 6.4% | | 34.3 | 534 | 2025-12-31 |
| Free cash flow growth, three-year compound | not computable | 18.1% | | | | |
| *current FCF must be positive and base FCF must exceed $100,000* | | | | | | |
| Reinvestment rate | not computable | 13.5% | | | | |
| *pretax income must exceed the validity floor and imply a 0%-100% tax rate* | | | | | | |
| Asset growth, three years | (0.1%) | 5.1% | | 62.4 | 559 | 2025-12-31 |
| Net share issuance, one year | 11.0% | 0.5% | | 78.6 | 408 | 2026-02-05 |

## Among 496 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 |
|---|---|---|---|---|
| 241 | Aviat Networks, Inc. (AVNW) | 48.5 | C | |
| 242 | Lantronix Inc. (LTRX) | 48.7 | C | fortress balance sheet |
| 243 | Great Elm Group, Inc. (GEG) | 49.0 | C | |
| 244 | Great Elm Group, Inc. (GEGGL) | 49.0 | C | |
| 245 | Brightline Interactive, Inc./NV (BTLN) | 49.3 | C | |
| 246 | Arteris, Inc. (AIP) | 49.5 | C | |
| 247 | Bill Holdings, Inc. (BILL) | 49.7 | C | |
| 248 | Roper Technologies Inc. (ROP) | 49.9 | C | |
| 249 | Penguin Solutions, Inc. (PENG) | 50.1 | C | |
| 250 | Applied Digital Corp. (APLD) | 50.3 | C | fortress balance sheet |
| 251 | Mobileye Global Inc. (MBLY) | 50.5 | C | |

## What the price implies

*at the 2026-10-30 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | 116.6% | 2.2% | 93 |
| Distance from 52-week high | (61.3%) | (32.4%) | 21 |
| EBIT to enterprise value | not computable | 1.6% | |
| Free cash flow yield | 0.6% | 2.8% | 28 |
| Book value to price | 0.07 | 0.27 | 18 |
| Sales to price | 0.08 | 0.31 | 13 |

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| | | | |
|---|---|---|---|
| Composite equity issuance, five years | not computable | 4.3% | |
| Relative strength against the sector, log excess return | 0.49 | (0.26) | 93 |

## 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 | 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 |
| Asset turnover improved | pass |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $93.3M |
| Operating cash flow, four quarters | $8.5M |
| Months of runway | not finite |
| Days since last periodic filing | 86 (10-Q received Aug 6, 2026) |
| Median daily dollar volume, 63 sessions | $14.4M |

## 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 | gross profit | us-gaap:GrossProfit | $63.7M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 2 | assets | us-gaap:Assets | $115.0M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 3 | net income | us-gaap:NetIncomeLoss | -$34.7M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 4 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $6.7M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 5 | assets | us-gaap:Assets | $106.1M | 2024-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 6 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $70.6M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 7 | gross profit | us-gaap:GrossProfit | $51.8M | 2024-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 8 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $57.7M | 2024-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 9 | gross profit | us-gaap:GrossProfit | $48.6M | 2023-12-31 | 2025-02-18 | 10-K | 25-000010 |
| 10 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $53.7M | 2023-12-31 | 2025-02-18 | 10-K | 25-000010 |
| 11 | gross profit | us-gaap:GrossProfit | $46.1M | 2022-12-31 | 2024-02-20 | 10-K | 24-000010 |
| 12 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $50.4M | 2022-12-31 | 2024-02-20 | 10-K | 24-000010 |
| 13 | gross profit | us-gaap:GrossProfit | $34.1M | 2021-12-31 | 2023-03-01 | 10-K | 23-000009 |
| 14 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $37.9M | 2021-12-31 | 2023-03-01 | 10-K | 23-000009 |
| 15 | current assets | us-gaap:AssetsCurrent | $82.4M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 16 | current liabilities | us-gaap:LiabilitiesCurrent | $73.2M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 17 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | -$171.6M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 18 | operating income | us-gaap:OperatingIncomeLoss | -$33.1M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 19 | book equity | us-gaap:StockholdersEquity | -$14.6M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 20 | liabilities | us-gaap:Liabilities | $129.7M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 21 | operating income | us-gaap:OperatingIncomeLoss | -$35.1M | 2023-12-31 | 2025-02-18 | 10-K | 25-000010 |
| 22 | interest expense | us-gaap:InterestExpense | $211,000 | 2023-12-31 | 2024-02-20 | 10-K | 24-000010 |
| 23 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $1.4M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 24 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | -$720,000 | 2024-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 25 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $324,000 | 2024-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 26 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | -$15.7M | 2023-12-31 | 2025-02-18 | 10-K | 25-000010 |
| 27 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $1.5M | 2023-12-31 | 2025-02-18 | 10-K | 25-000010 |
| 28 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | -$6.8M | 2022-12-31 | 2024-02-20 | 10-K | 24-000010 |
| 29 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $1.1M | 2022-12-31 | 2024-02-20 | 10-K | 24-000010 |

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| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 30 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $3.4M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 31 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | -$33.3M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 32 | income tax | us-gaap:IncomeTaxExpenseBenefit | $1.5M | 2025-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 33 | current assets | us-gaap:AssetsCurrent | $69.1M | 2024-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 34 | current liabilities | us-gaap:LiabilitiesCurrent | $59.3M | 2024-12-31 | 2026-02-12 | 10-K | 26-007726 |
| 35 | assets | us-gaap:Assets | $102.8M | 2023-12-31 | 2025-02-18 | 10-K | 25-000010 |
| 36 | assets | us-gaap:Assets | $115.5M | 2022-12-31 | 2024-02-20 | 10-K | 24-000010 |
| 37 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 45,467,261 | 2026-02-05 | 2026-02-12 | 10-K | 26-007726 |
| 38 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 40,948,190 | 2025-02-11 | 2025-02-18 | 10-K | 25-000010 |

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