# Wetouch Technology Inc.

**WETH**

Nasdaq; business equipment; SIC 3577, Computer Peripheral Equipment, NEC; CIK 0001826660

**B**

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

rank 160 of 496; percentile 32.1; sampling error 2.2 points; lower is stronger

A B C D E

**B, the elk**



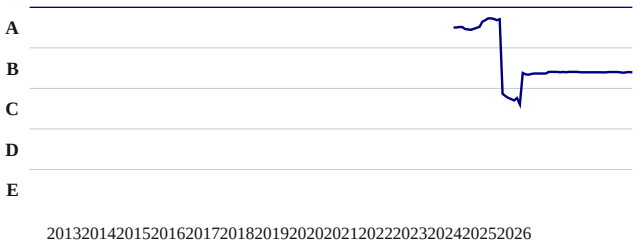
| Scoreboard | |
|---|---|
| **Profitability** | E<br>percentile 88.7 |
| **Solvency** | A<br>percentile 0.8 |
| **Growth and financing** | B/C<br>percentile 40.6 |
| **Reliability** | 0.87 AUC<br>filers with $120M to $591M assets; 95% interval 0.83 to 0.90; 206 events, 2020 to 2025 |
| **Peer failure rate** | 1.03% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | $120M to $591M assets<br>total assets $140.6M |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | late filer<br>not computable: dilution, distress, fortress balance sheet |
| **Inputs computable** | 8 of 14 |
| **Graded from** | filings received through Apr 13, 2026<br>202 days before the rescan; latest periodic filing 10-Q received Aug 14, 2026 |
| **Last close** | $0.84<br>2026-10-28; market equity $11.2M; 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 13, 2026*

we are engaged in the research, development, manufacturing, sales and servicing of medium- to large-sized projected capacitive touchscreens. We specialize in large-format touchscreens, which are developed and designed for a wide variety of markets and used in the financial terminals, automotive, Point of Sales, gaming, lottery, medical, Human-Machine Interface ("HMI"), and other specialized industries. medium- to large-sized projected capacitive touchscreens ranging from 7.0 inch to 42-inch screens.

## 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 88.7** | | | | | | |
| Gross profitability | 10.2% | 28.7% | | 82.5 | 554 | 2025-12-31 |
| Return on invested capital | not computable | 11.4% | | | | |
| *one or more required annual facts are missing* | | | | | | |
| Accruals ratio | (0.2%) | (7.3%) | | 85.4 | 617 | 2025-12-31 |

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| | | | | | |
|---|---|---|---|---|---|
| Gross margin stability, five years | 38.7 pts | 2.3 pts | 98.1 | 425 | 2025-12-31 |
| **Solvency, sleeve percentile 0.8** | | | | | |
| 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 | 52.58 | 2.15 | 0.2 | 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 2024-12-31; latest annual assets end 2025-12-31* | | | | | |
| Current ratio | 38.88x | 2.01x | 1.4 | 661 | 2025-12-31 |
| **Growth and financing, sleeve percentile 40.6** | | | | | |
| Revenue growth, three-year compound | (27.9%) | 6.4% | 96.2 | 534 | 2025-12-31 |
| Free cash flow growth, three-year compound | not computable | 18.1% | | | |
| *four consecutive annual FCF observations are required; found 4* | | | | | |
| Reinvestment rate | 170.6% | 13.5% | 11.7 | 223 | 2025-12-31 |
| Asset growth, three years | 24.4% | 5.1% | 14.0 | 559 | 2025-12-31 |
| Net share issuance, one year | not computable | 0.5% | | | |
| *prior share count is 212 days earlier* | | | | | |

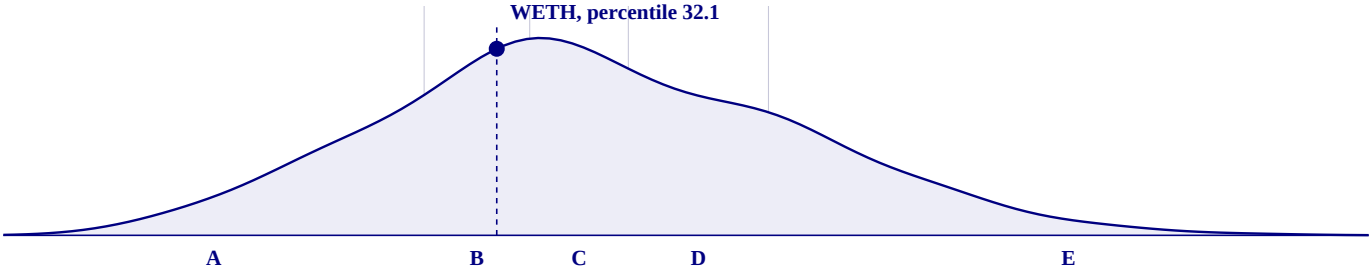
## Warnings

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

| Check | Measured |
|---|---|
| Late filer | found 2 NT 10-K/Q filings in the last eight quarters |

## 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 |
|---|---|---|---|---|
| 155 | CTS Corp. (CTS) | 31.1 | B | fortress balance sheet |
| 156 | Where Food Comes From, Inc. (WFCF) | 31.3 | B | fortress balance sheet |
| 157 | Waters Corp. (WAT) | 31.5 | B | dilution |
| 158 | CarGurus, Inc. (CARG) | 31.7 | B | fortress balance sheet |
| 159 | TaskUs, Inc. (TASK) | 31.9 | B | |
| 160 | Wetouch Technology Inc. (WETH) | 32.1 | B | late filer |
| 161 | Macom Technology Solutions Holdings, Inc. (MTSI) | 32.3 | B | |
| 162 | Transact Technologies Inc. (TACT) | 32.5 | B | |
| 163 | Snap Inc. (SNAP) | 32.7 | B | |
| 164 | Mitek Systems Inc. (MITK) | 32.9 | B | fortress balance sheet |
| 165 | Tyler Technologies Inc. (TYL) | 33.1 | B | fortress balance sheet |

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## 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 | (58.9%) | (2.0%) | 10 |
| Distance from 52-week high | (68.2%) | (32.4%) | 14 |
| EBIT to enterprise value | not computable | 1.6% | |
| Free cash flow yield | 61.7% | 2.8% | 98 |
| Book value to price | 12.99 | 0.27 | 98 |
| Sales to price | 1.24 | 0.31 | 80 |
| Composite equity issuance, five years | not computable | 4.3% | |
| Relative strength against the sector, log excess return | (1.16) | (0.29) | 10 |

## 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 | pass |
| Long-term leverage fell | fail |
| Current ratio improved | pass |
| No new shares issued | fail |
| Gross margin improved | pass |
| Asset turnover improved | fail |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $127.5M |
| Operating cash flow, four quarters | $8.2M |
| Months of runway | not finite |
| Days since last periodic filing | 79 (10-Q received Aug 14, 2026) |
| Median daily dollar volume, 63 sessions | $56,102 |

## 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 | $14.4M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 2 | assets | us-gaap:Assets | $140.6M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 3 | net income | us-gaap:NetIncomeLoss | $7.2M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 4 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $7.4M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 5 | assets | us-gaap:Assets | $128.0M | 2024-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 6 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $14.2M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 7 | gross profit | us-gaap:GrossProfit | $13.6M | 2024-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 8 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $14.9M | 2024-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 9 | gross profit | us-gaap:GrossProfit | $17.2M | 2023-12-31 | 2025-09-11 | 10-K | 25-086651 |
| 10 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $12.0M | 2023-12-31 | 2025-09-11 | 10-K | 25-086651 |
| 11 | gross profit | us-gaap:GrossProfit | $14.1M | 2022-12-31 | 2024-04-17 | 10-K | 24-014934 |
| 12 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $37.9M | 2022-12-31 | 2024-04-17 | 10-K | 24-014934 |
| 13 | gross profit | us-gaap:GrossProfit | $18.4M | 2021-12-31 | 2023-04-17 | 10-K | 23-012473 |
| 14 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $40.7M | 2021-12-31 | 2023-04-17 | 10-K | 23-012473 |
| 15 | current assets | us-gaap:AssetsCurrent | $126.1M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 16 | current liabilities | us-gaap:LiabilitiesCurrent | $3.2M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 17 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | $81.8M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 18 | operating income | us-gaap:OperatingIncomeLoss | $10.0M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |

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| | | | | | | | |
|---|---|---|---|---|---|---|---|
| 19 | book equity | us-gaap:StockholdersEquity | $137.4M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 20 | liabilities | us-gaap:Liabilities | $3.2M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 21 | operating income | us-gaap:OperatingIncomeLoss | $9.3M | 2024-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 22 | interest expense | us-gaap:InterestExpense | $1.2M | 2024-12-31 | 2025-09-11 | 10-K | 25-086651 |
| 23 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $322,304 | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 24 | depreciation amortization | us-gaap:Depreciation | $5,656 | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 25 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $10.2M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 26 | income tax | us-gaap:IncomeTaxExpenseBenefit | $3.0M | 2025-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 27 | current assets | us-gaap:AssetsCurrent | $114.1M | 2024-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 28 | current liabilities | us-gaap:LiabilitiesCurrent | $3.0M | 2024-12-31 | 2026-04-13 | 10-K | 26-043017 |
| 29 | assets | us-gaap:Assets | $119.6M | 2023-12-31 | 2025-09-11 | 10-K | 25-086651 |
| 30 | assets | us-gaap:Assets | $73.1M | 2022-12-31 | 2024-04-17 | 10-K | 24-014934 |
| 31 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 11,931,534 | 2026-04-08 | 2026-04-13 | 10-K | 26-043017 |
| 32 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 11,931,534 | 2025-09-08 | 2025-09-11 | 10-K | 25-086651 |

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