Webtoon Entertainment Inc.

WBTN

Nasdaq; consumer nondurables; SIC 2741, Miscellaneous Publishing; CIK 0001997859

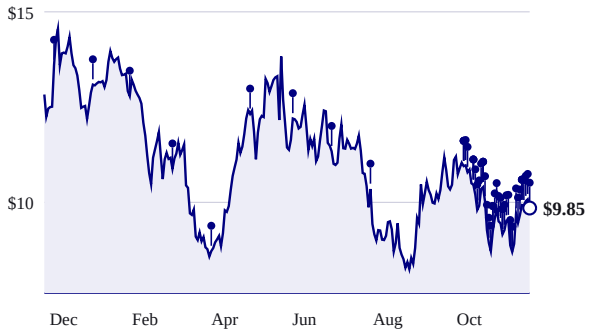
None

No letter

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

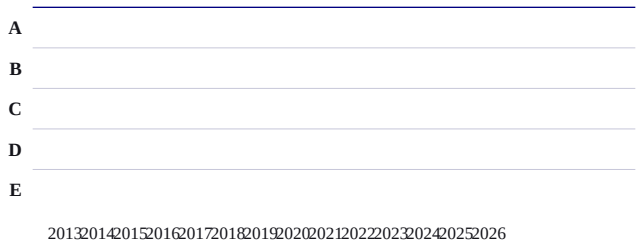
Scoreboard	
Reliability	0.91 AUC filers with $591M to $2.67B assets; 95% interval 0.88 to 0.94; 160 events, 2020 to 2025
Peer failure rate	1.01% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	$591M to $2.67B assets total assets $1.6B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	thin data; fortress balance sheet not computable: distress
Inputs computable	5 of 14
Graded from	filings received through Mar 5, 2026 255 days before the rescan; latest periodic filing 10-Q received Nov 9, 2026
Last close	$9.87 2026-11-13; market equity $1.3B; 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

WEBTOON is a global storytelling platform where a vibrant community of creators and users discover, create and share new content. We have pioneered a cultural movement by revolutionizing the storytelling format and democratizing content creation and publication. WEBTOON empowers creators, by enabling them to participate economically in their own creation, and users, by offering an endless library of content. Our community connected 27 million creators with approximately 157 million monthly active users in over 150 countries around the world.1 Our creators, users and content drive a powerful community flywheel.

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 38.1						
Gross profitability	20.2%	29.8%		65.5	146	2025-12-31
Return on invested capital	not computable	5.6%				

a prior annual debt, equity, and cash observation is required

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Accruals ratio	(20.2%)	(5.1%)		10.7	151	2025-12-31
Gross margin stability, five years	not computable	1.9 pts				
five annual gross margins are required; found 2						
Solvency, sleeve percentile 34.1						
Twelve-month failure probability	not computable	0.04%				
latest liabilities, cash plus short-term investments, book equity, and shares are required						
Altman Z double-prime	3.44	2.97		41.7	121	2025-12-31
Net debt to EBITDA	not computable	2.58x				
EBITDA must exceed $100,000						
Interest coverage	not computable	2.36x				
one or more required annual facts are missing						
Current ratio	2.61x	1.81x		26.6	155	2025-12-31
Growth and financing, sleeve percentile 81.6						
Revenue growth, three-year compound	not computable	(0.1%)				
four annual observations are required; found 2						
Free cash flow growth, three-year compound	not computable	14.9%				
four consecutive annual FCF observations are required; found 2						
Reinvestment rate	not computable	11.0%				
NOPAT must exceed $100,000						
Asset growth, three years	not computable	0.2%				
four annual observations are required; found 2						
Net share issuance, one year	3.6%	0.05%		81.6	104	2026-02-20

Warnings

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

Check	Measured
Thin data	5 of 14 grade factors are computable; minimum is 7
Fortress balance sheet	cash minus debt is 572,402,000 USD; Altman Z is not used

What the price implies

at the 2026-11-13 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	(38.4%)	(1.6%)	16
Distance from 52-week high	(32.3%)	(19.6%)	30
EBIT to enterprise value	(8.0%)	3.2%	22
Free cash flow yield	0.3%	4.0%	26
Book value to price	0.91	0.55	71
Sales to price	1.03	1.21	49
Composite equity issuance, five years	not computable	(16.6%)	
Relative strength against the sector, log excess return	(0.56)	(0.09)	16

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

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Gross margin improved	fail
Asset turnover improved	fail
Cash, filings, liquidity	
Cash and equivalents	$548.4M
Operating cash flow, four quarters	-$4.3M
Months of runway	1547.1
Days since last periodic filing	6 (10-Q received Nov 9, 2026)
Median daily dollar volume, 63 sessions	$4.0M

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...	$1.4B	2025-12-31	2026-03-05	10-K	26-000028
2	cost of revenue	us-gaap:CostOfRevenue	$1.1B	2025-12-31	2026-03-05	10-K	26-000028
3	assets	us-gaap:Assets	$1.6B	2025-12-31	2026-03-05	10-K	26-000028
4	operating income	us-gaap:OperatingIncomeLoss	-$100.7M	2024-12-31	2026-03-05	10-K	26-000028
5	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	-$149.3M	2024-12-31	2026-03-05	10-K	26-000028
6	income tax	us-gaap:IncomeTaxExpenseBenefit	$3.6M	2024-12-31	2026-03-05	10-K	26-000028
7	total debt	us-gaap:LongTermDebt	$0	2024-12-31	2025-03-11	10-K	25-000017
8	book equity	us-gaap:StockholdersEquity	$1.5B	2024-12-31	2026-03-05	10-K	26-000028
9	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$572.4M	2024-12-31	2026-03-05	10-K	26-000028
10	net income	us-gaap:NetIncomeLoss	-$345.9M	2025-12-31	2026-03-05	10-K	26-000028
11	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$11.2M	2025-12-31	2026-03-05	10-K	26-000028
12	assets	us-gaap:Assets	$1.9B	2024-12-31	2026-03-05	10-K	26-000028
13	current assets	us-gaap:AssetsCurrent	$831.2M	2025-12-31	2026-03-05	10-K	26-000028
14	current liabilities	us-gaap:LiabilitiesCurrent	$318.6M	2025-12-31	2026-03-05	10-K	26-000028
15	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-$853.1M	2025-12-31	2026-03-05	10-K	26-000028
16	operating income	us-gaap:OperatingIncomeLoss	-$63.5M	2025-12-31	2026-03-05	10-K	26-000028
17	book equity	us-gaap:StockholdersEquity	$1.2B	2025-12-31	2026-03-05	10-K	26-000028
18	liabilities	us-gaap:Liabilities	$367.2M	2025-12-31	2026-03-05	10-K	26-000028
19	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$40.1M	2024-12-31	2026-03-05	10-K	26-000028
20	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$1.3B	2024-12-31	2026-03-05	10-K	26-000028
21	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$7.6M	2025-12-31	2026-03-05	10-K	26-000028
22	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$35.4M	2025-12-31	2026-03-05	10-K	26-000028
23	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	-$389.4M	2025-12-31	2026-03-05	10-K	26-000028
24	income tax	us-gaap:IncomeTaxExpenseBenefit	-$16.0M	2025-12-31	2026-03-05	10-K	26-000028
25	current assets	us-gaap:AssetsCurrent	$836.4M	2024-12-31	2026-03-05	10-K	26-000028
26	current liabilities	us-gaap:LiabilitiesCurrent	$313.2M	2024-12-31	2026-03-05	10-K	26-000028
27	shares outstanding	dei:EntityCommonStockSharesOutstanding	133,482,819	2026-02-20	2026-03-05	10-K	26-000028
28	shares outstanding	dei:EntityCommonStockSharesOutstanding	128,864,156	2025-02-28	2025-03-11	10-K	25-000017

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