Smith Micro Software, Inc.

SMSI

Nasdaq; business equipment; SIC 7372, Services-Prepackaged Software; CIK 0000948708

E

weakest fifth of 469 graded peers in business equipment

rank 454 of 469; percentile 96.8; sampling error 2.3 points; lower is stronger

A B C D E

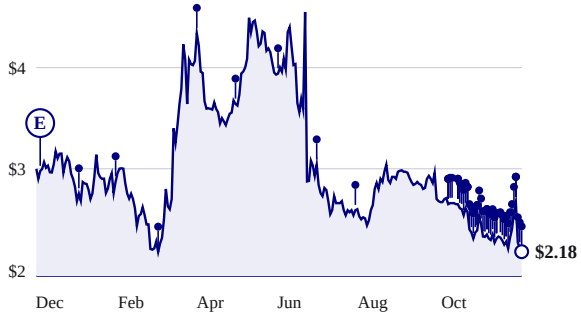
E, the bear



Scoreboard

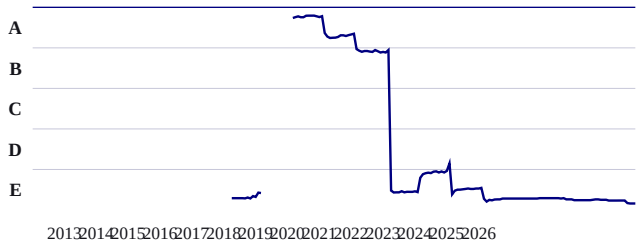
Profitability	B percentile 26.6
Solvency	E percentile 90.7
Growth and financing	E percentile 95.8
Reliability	0.83 AUC filers with $12.5M to $120M assets; 95% interval 0.79 to 0.86; 201 events, 2020 to 2025
Peer failure rate	1.07% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	$12.5M to $120M assets total assets $25.0M
Standard universe	inside revenue above $1M and assets above $10M
Warnings	dilution, short runway not computable: distress
Inputs computable	7 of 13
Graded from	filings received through Mar 5, 2026 260 days before the rescan; latest periodic filing 10-Q received Nov 12, 2026
Last close	$2.21 2026-11-19; market equity $12.3M; 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

Smith Micro provides software solutions that simplify and enhance the mobile experience to some of the leading wireless service providers around the globe. From enabling the Digital Family Lifestyle? to providing powerful voice messaging capabilities, we strive to enrich today's connected lifestyles while creating new opportunities to engage consumers via smartphones and consumer Internet of Things ("IoT") devices.

The thirteen 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 26.6						
Gross profitability	51.5%	29.3%		16.6	513	2025-12-31
Return on invested capital	not computable	11.0%				
latest aligned inputs end 2017-12-31; latest annual assets end 2025-12-31						
Accruals ratio	(60.6%)	(7.3%)		4.2	567	2025-12-31

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Gross margin stability, five years	2.9 pts	2.3 pts	59.0	406	2025-12-31
Solvency, sleeve percentile 90.7					
Altman Z double-prime	not computable	2.19			
one or more required annual facts are missing					
Net debt to EBITDA	not computable	1.08x			
EBITDA must exceed $100,000					
Interest coverage	not computable	4.90x			
one or more required annual facts are missing					
Current ratio	0.74x	1.98x	90.7	601	2025-12-31
Growth and financing, sleeve percentile 95.8					
Revenue growth, three-year compound	(29.0%)	6.6%	97.4	503	2025-12-31
Free cash flow growth, three-year compound	not computable	17.5%			
current FCF must be positive and base FCF must exceed $100,000					
Reinvestment rate	not computable	16.2%			
NOPAT must exceed $100,000					
Asset growth, three years	(37.8%)	5.1%	98.3	520	2025-12-31
Net share issuance, one year	44.9%	0.5%	91.6	405	2026-02-26

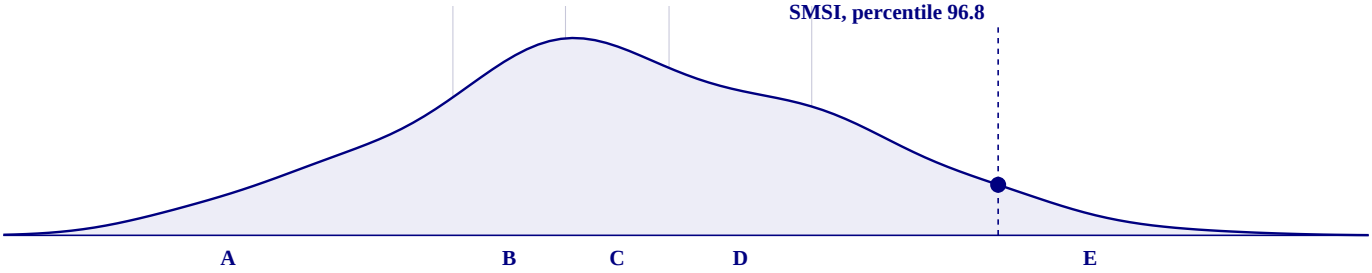
Warnings

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

Check	Measured
Dilution	split-adjusted year-over-year share growth is 44.9%
Short runway	cash runway is 4.1 months

Among 469 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
449	Energous Corp. (WATT)	95.7	E	dilution
450	Peraso Inc. (PRSO)	95.9	E	dilution, short runway
451	Intel Corp. (INTC)	96.2	E	
452	Waystar Holding Corp. (WAY)	96.4	E	
453	ChargePoint Holdings, Inc. (CHPT)	96.6	E	
454	Smith Micro Software, Inc. (SMSI)	96.8	E	dilution, short runway
455	Comtech Telecommunications Corp. (CMTL)	97.0	E	late filer
456	Microchip Technology Inc. (MCHP)	97.2	E	
457	Ideal Power Inc. (IPWR)	97.4	E	dilution, degenerate inputs, fortress balance sheet
458	FTC Solar, Inc. (FTCI)	97.6	E	fortress balance sheet
459	Bionano Genomics, Inc. (BNGO)	97.9	E	dilution, short runway, fortress balance sheet

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What the price implies

at the 2026-11-19 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	(25.4%)	(2.2%)	30
Distance from 52-week high	(52.1%)	(38.6%)	34
EBIT to enterprise value	(213.2%)	1.8%	2
Free cash flow yield	(59.8%)	3.0%	8
Book value to price	1.29	0.29	87
Sales to price	1.43	0.33	80
Composite equity issuance, five years	166.6%	4.3%	94
Relative strength against the sector, log excess return	(0.56)	(0.29)	30
Twelve-month failure probability, CHS model	not computable	0.05%	

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	fail
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	$2.4M
Operating cash flow, four quarters	-$7.0M
Months of runway	4.1
Days since last periodic filing	8 (10-Q received Nov 12, 2026)
Median daily dollar volume, 63 sessions	$33,802

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	$12.9M	2025-12-31	2026-03-05	10-K	26-007087
2	assets	us-gaap:Assets	$25.0M	2025-12-31	2026-03-05	10-K	26-007087
3	operating income	us-gaap:OperatingIncomeLoss	-$5.7M	2017-12-31	2019-03-27	10-K	19-009576
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	-$7.2M	2017-12-31	2019-03-27	10-K	19-009576
5	income tax	us-gaap:IncomeTaxExpenseBenefit	-$546,000	2017-12-31	2019-03-27	10-K	19-009576
6	total debt	us-gaap:LongTermDebt	$3.8M	2017-12-31	2019-03-27	10-K	19-009576
7	book equity	us-gaap:StockholdersEquity	$4.6M	2017-12-31	2020-03-13	10-K	20-010806
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$2.2M	2017-12-31	2019-03-27	10-K	19-009576
9	total debt	us-gaap:LongTermDebt	$2.6M	2016-12-31	2018-03-30	10-K	18-007263
10	book equity	us-gaap:StockholdersEquity	$3.1M	2016-12-31	2019-03-27	10-K	19-009576
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$2.2M	2016-12-31	2018-03-30	10-K	18-007263
12	net income	us-gaap:NetIncomeLoss	-$29.3M	2025-12-31	2026-03-05	10-K	26-007087
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-$7.2M	2025-12-31	2026-03-05	10-K	26-007087
14	assets	us-gaap:Assets	$48.0M	2024-12-31	2026-03-05	10-K	26-007087
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$17.4M	2025-12-31	2026-03-05	10-K	26-007087
16	gross profit	us-gaap:GrossProfit	$14.4M	2024-12-31	2026-03-05	10-K	26-007087
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$20.6M	2024-12-31	2026-03-05	10-K	26-007087

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18	gross profit	us-gaap:GrossProfit	$30.3M	2023-12-31	2025-03-12	10-K	25-000004
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$40.9M	2023-12-31	2025-03-12	10-K	25-000004
20	gross profit	us-gaap:GrossProfit	$34.3M	2022-12-31	2024-02-26	10-K	24-000009
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$48.5M	2022-12-31	2024-02-26	10-K	24-000009
22	gross profit	us-gaap:GrossProfit	$45.7M	2021-12-31	2023-03-23	10-K	23-000015
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$58.4M	2021-12-31	2023-03-23	10-K	23-000015
24	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$700,000	2017-12-31	2019-03-27	10-K	19-009576
25	current assets	us-gaap:AssetsCurrent	$4.5M	2025-12-31	2026-03-05	10-K	26-007087
26	current liabilities	us-gaap:LiabilitiesCurrent	$6.1M	2025-12-31	2026-03-05	10-K	26-007087
27	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$88,000	2025-12-31	2026-03-05	10-K	26-007087
28	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-$14.3M	2024-12-31	2026-03-05	10-K	26-007087
29	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$20,000	2024-12-31	2025-03-12	10-K	25-000004
30	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-$7.0M	2023-12-31	2025-03-12	10-K	25-000004
31	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$4,000	2023-12-31	2025-03-12	10-K	25-000004
32	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-$19.3M	2022-12-31	2024-02-26	10-K	24-000009
33	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$49,000	2022-12-31	2024-02-26	10-K	24-000009
34	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$5.4M	2025-12-31	2026-03-05	10-K	26-007087
35	operating income	us-gaap:OperatingIncomeLoss	-$29.0M	2025-12-31	2026-03-05	10-K	26-007087
36	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	-$29.4M	2025-12-31	2026-03-05	10-K	26-007087
37	income tax	us-gaap:IncomeTaxExpenseBenefit	-$76,000	2025-12-31	2026-03-05	10-K	26-007087
38	current assets	us-gaap:AssetsCurrent	$10.0M	2024-12-31	2026-03-05	10-K	26-007087
39	current liabilities	us-gaap:LiabilitiesCurrent	$5.7M	2024-12-31	2026-03-05	10-K	26-007087
40	assets	us-gaap:Assets	$85.6M	2023-12-31	2025-03-12	10-K	25-000004
41	assets	us-gaap:Assets	$103.6M	2022-12-31	2024-02-26	10-K	24-000009
42	shares outstanding	dei:EntityCommonStockSharesOutstanding	25,763,019	2026-02-26	2026-03-05	10-K	26-007087
43	shares outstanding	dei:EntityCommonStockSharesOutstanding	17,773,859	2025-03-10	2025-03-12	10-K	25-000004

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