Bandwidth Inc.

BAND

Nasdaq; business equipment; SIC 7372, Services-Prepackaged Software; CIK 0001514416

C

middle fifth of 469 graded peers in business equipment

rank 270 of 469; percentile 57.5; sampling error 2.3 points; lower is stronger

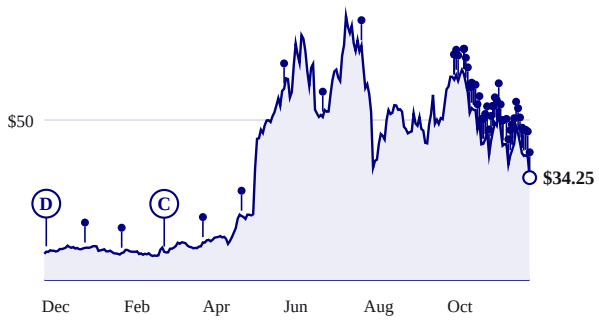
A B C D E

C, the tortoise



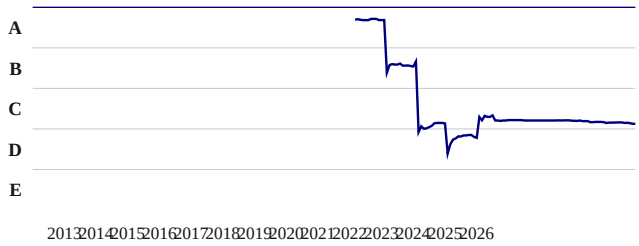
Scoreboard	
Profitability	C percentile 45.8
Solvency	C/D percentile 61.2
Growth and financing	C percentile 46.2
Reliability	0.91 AUC filers with $591M to $2.67B assets; 95% interval 0.88 to 0.94; 160 events, 2020 to 2025
Peer failure rate	1.01% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	$591M to $2.67B assets total assets $1.1B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	none triggered not computable: dilution, distress
Inputs computable	7 of 13
Graded from	filings received through Feb 19, 2026 275 days before the rescan; latest periodic filing 10-Q received Oct 29, 2026
Last close	$34.24 2026-11-20; market equity $0; 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 19, 2026

A global communications transformation is underway, and we believe Bandwidth is at the center. Our mission is to develop and deliver the power to communicate. We enable innovative organizations-from startup app developers to the world's largest enterprises-to engage their end-users and deliver exceptional experiences everywhere people live, learn, work, and play.

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 45.8						
Gross profitability	28.0%	29.4%		49.6	513	2025-12-31
Return on invested capital	not computable	11.2%				
prior invested-capital observation is 1096 days earlier						
Accruals ratio	(10.0%)	(7.4%)		40.0	566	2025-12-31
Gross margin stability, five years	2.1 pts	2.3 pts		47.7	406	2025-12-31

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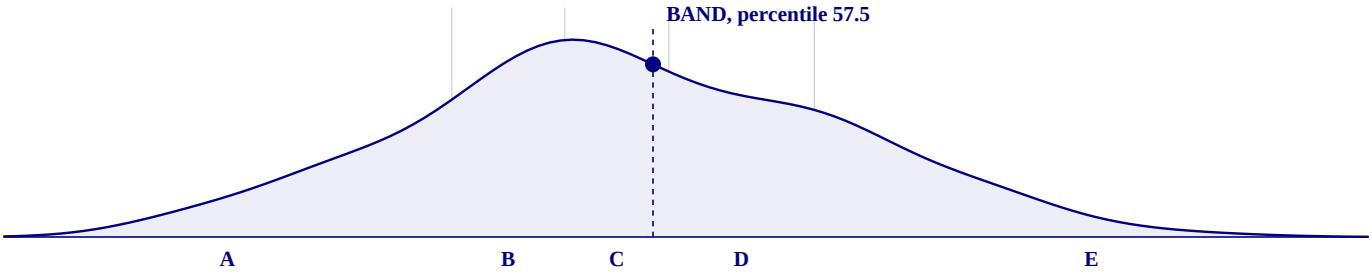
Solvency, sleeve percentile 61.2						
Altman Z double-prime	0.70	2.18		55.4	517	2025-12-31
Net debt to EBITDA	not computable	1.11x				
EBITDA must exceed $100,000						
Interest coverage	not computable	4.90x				
one or more required annual facts are missing						
Current ratio	1.42x	1.98x		66.9	600	2025-12-31
Growth and financing, sleeve percentile 46.2						
Revenue growth, three-year compound	9.6%	6.6%		41.2	503	2025-12-31
Free cash flow growth, three-year compound	not computable	17.4%				
current FCF must be positive and base FCF must exceed $100,000						
Reinvestment rate	not computable	14.3%				
pretax income must exceed the validity floor and imply a 0%-100% tax rate						
Asset growth, three years	4.2%	5.0%		51.2	519	2025-12-31
Net share issuance, one year	not computable	0.5%				
two annual share counts are required; found 0						

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
265	Seer, Inc. (SEER)	56.4	C	
266	Telos Corp. (TLS)	56.6	C	
267	Teledyne Technologies Inc. (TDY)	56.8	C	
268	GSI Technology Inc. (GSIT)	57.1	C	dilution
269	Blackberry Ltd. (BB)	57.3	C	fortress balance sheet
270	Bandwidth Inc. (BAND)	57.5	C	
271	IPG Photonics Corp. (IPGP)	57.7	C	fortress balance sheet
272	Mesa Laboratories Inc. (MLAB)	57.9	C/D	
273	Cognizant Technology Solutions Corp. (CTSH)	58.1	C/D	fortress balance sheet
274	Rapid7, Inc. (RPD)	58.3	C/D	
275	Airwa Inc. (YYAI)	58.5	C/D	dilution, late filer

What the price implies

at the 2026-11-20 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	275.9%	(2.2%)	98
Distance from 52-week high	(56.3%)	(41.7%)	34
EBIT to enterprise value	not computable	2.0%	
Free cash flow yield	not computable	3.1%	
Book value to price	not computable	0.31	
Sales to price	not computable	0.35	
Composite equity issuance, five years	not computable	4.3%	

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Relative strength against the sector, log excess return	1.06	(0.29)	98
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	pass
Return on assets improved	fail
Operating cash flow exceeds net income	pass
Long-term leverage fell	pass
Current ratio improved	pass
No new shares issued	fail
Gross margin improved	pass
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	$171.3M
Operating cash flow, four quarters	$113.9M
Months of runway	not finite
Days since last periodic filing	23 (10-Q received Oct 29, 2026)
Median daily dollar volume, 63 sessions	$36.2M

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	$295.1M	2025-12-31	2026-02-19	10-K	26-000017
2	assets	us-gaap:Assets	$1.1B	2025-12-31	2026-02-19	10-K	26-000017
3	operating income	us-gaap:OperatingIncomeLoss	-$13.5M	2020-12-31	2023-02-23	10-K	23-000048
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	-$29.0M	2020-12-31	2021-03-01	10-K	21-000092
5	income tax	us-gaap:IncomeTaxExpenseBenefit	$15.0M	2020-12-31	2023-02-23	10-K	23-000048
6	total debt	us-gaap:LongTermDebt	$282.2M	2020-12-31	2021-03-01	10-K	21-000092
7	book equity	us-gaap:StockholdersEquity	$429.9M	2020-12-31	2024-02-28	10-K	24-000024
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$72.2M	2020-12-31	2022-02-25	10-K	22-000054
9	total debt	us-gaap:LongTermDebtAndCapitalLeaseObligations	$0	2017-12-31	2018-02-26	10-K	18-000003
10	book equity	us-gaap:StockholdersEquity	$76.7M	2017-12-31	2021-03-01	10-K	21-000092
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$37.6M	2017-12-31	2019-02-15	10-K	19-000011
12	net income	us-gaap:NetIncomeLoss	-$12.9M	2025-12-31	2026-02-19	10-K	26-000017
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$89.5M	2025-12-31	2026-02-19	10-K	26-000017
14	assets	us-gaap:Assets	$989.2M	2024-12-31	2026-02-19	10-K	26-000017
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$753.8M	2025-12-31	2026-02-19	10-K	26-000017
16	gross profit	us-gaap:GrossProfit	$280.0M	2024-12-31	2026-02-19	10-K	26-000017
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$748.5M	2024-12-31	2026-02-19	10-K	26-000017
18	gross profit	us-gaap:GrossProfit	$236.2M	2023-12-31	2026-02-19	10-K	26-000017
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$601.1M	2023-12-31	2026-02-19	10-K	26-000017
20	gross profit	us-gaap:GrossProfit	$238.4M	2022-12-31	2025-02-20	10-K	25-000024
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$573.2M	2022-12-31	2025-02-20	10-K	25-000024
22	gross profit	us-gaap:GrossProfit	$213.8M	2021-12-31	2024-02-28	10-K	24-000024
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$490.9M	2021-12-31	2024-02-28	10-K	24-000024
24	current assets	us-gaap:AssetsCurrent	$219.1M	2025-12-31	2026-02-19	10-K	26-000017
25	current liabilities	us-gaap:LiabilitiesCurrent	$154.1M	2025-12-31	2026-02-19	10-K	26-000017
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-$84.3M	2025-12-31	2026-02-19	10-K	26-000017
27	operating income	us-gaap:OperatingIncomeLoss	-$14.4M	2025-12-31	2026-02-19	10-K	26-000017
28	book equity	us-gaap:StockholdersEquity	$400.0M	2025-12-31	2026-02-19	10-K	26-000017
29	liabilities	us-gaap:Liabilities	$652.7M	2025-12-31	2026-02-19	10-K	26-000017

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30	depreciation amortization	us-gaap:Depreciation	$13.1M	2020-12-31	2023-02-23	10-K	23-000048
31	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$4.5M	2020-12-31	2023-02-23	10-K	23-000048
32	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$12.3M	2020-12-31	2021-03-01	10-K	21-000092
33	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-$1.3M	2019-12-31	2022-02-25	10-K	22-000054
34	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$22.2M	2019-12-31	2021-03-01	10-K	21-000092
35	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$24.6M	2018-12-31	2021-03-01	10-K	21-000092
36	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$12.4M	2018-12-31	2021-03-01	10-K	21-000092
37	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$14.6M	2017-12-31	2020-02-21	10-K	20-000027
38	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$5.0M	2017-12-31	2020-02-21	10-K	20-000027
39	current assets	us-gaap:AssetsCurrent	$193.6M	2020-12-31	2022-02-25	10-K	22-000054
40	current liabilities	us-gaap:LiabilitiesCurrent	$92.2M	2020-12-31	2022-02-25	10-K	22-000054
41	current assets	us-gaap:AssetsCurrent	$226.9M	2019-12-31	2021-03-01	10-K	21-000092
42	current liabilities	us-gaap:LiabilitiesCurrent	$45.7M	2019-12-31	2021-03-01	10-K	21-000092
43	assets	us-gaap:Assets	$1.1B	2023-12-31	2025-02-20	10-K	25-000024
44	assets	us-gaap:Assets	$929.3M	2022-12-31	2024-02-28	10-K	24-000024

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