

Bandwidth Inc. (BAND)

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

Bandwidth Inc. BAND; business equipment	
Grade	C A B C D E middle fifth of 497 graded peers percentile 55.6; sampling error 2.2 points; lower is stronger
Rank	277 of 497
Profitability	C percentile 44.9
Solvency	C/D percentile 60.0
Growth and financing	C percentile 45.5
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 active not computable: dilution, distress
Inputs computable	7 of 14
Graded from	filings received through Feb 19, 2026 232 days before the rescan; latest periodic filing 10-Q received Jul 29, 2026
Last close	\$51.96 2026-10-08; market equity \$0
Price used in grade	None

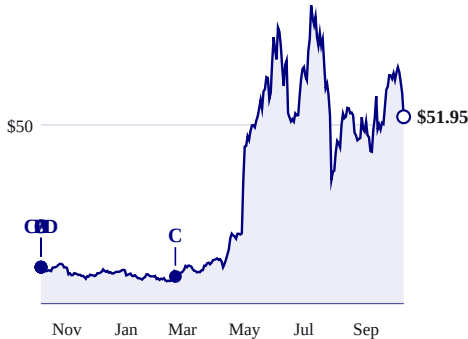


C, the tortoise

middle fifth of its sector; letters are fifths of the 497 graded peers

Share price, twelve months to the rescan

split-adjusted close; the letter is fixed at the rescan that set it



Rescans on file: C/D from Mar 21, 2024, C from Sep 21, 2024, D from Feb 21, 2025

Letter at every rescans

Jan 21, 2012 to Oct 9, 2026; sector percentile, 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.

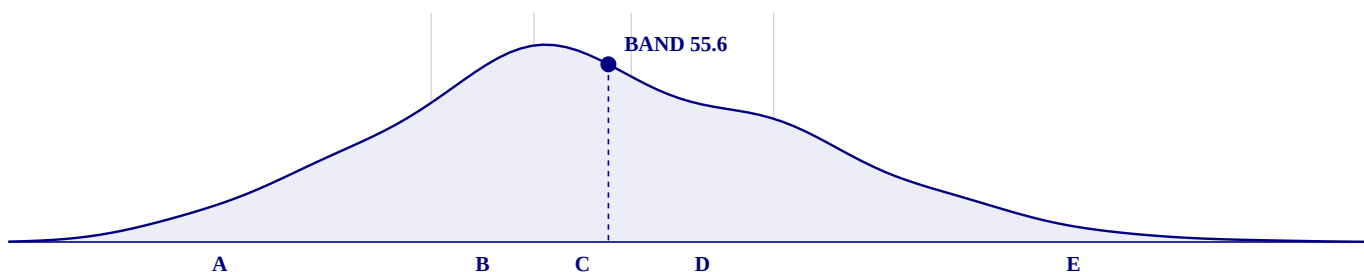
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 44.9						
Gross profitability		28.0%	28.5%	46.9	558	2025-12-31
Return on invested capital		not computable	10.9%			prior invested-capital observation is 1096 days earlier
Accruals ratio		(10.0%)	(7.4%)	41.1	621	2025-12-31
Gross margin stability, five years		2.1 pts	2.4 pts	46.7	429	2025-12-31
Solvency, sleeve percentile 60.0						
Twelve-month failure probability		not computable	0.05%			liabilities and a nearby cover-page share count are required at 2026-03-31
Altman Z double-prime		0.70	2.18	53.8	566	2025-12-31
Net debt to EBITDA		not computable	1.11x			EBITDA must exceed \$100,000
Interest coverage		not computable	3.77x			one or more required annual facts are missing
Current ratio		1.42x	2.02x	66.2	666	2025-12-31
Growth and financing, sleeve percentile 45.5						
Revenue growth, three-year compound		9.6%	6.4%	41.2	538	2025-12-31
Free cash flow growth, three-year compound		not computable	17.2%			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%	49.8	563	2025-12-31
Net share issuance, one year		not computable	0.5%			two annual share counts are required; found 0

Among 497 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
272	Palo Alto Networks Inc. (PANW)	54.6	C	
273	Skyworks Solutions, Inc. (SWKS)	54.8	C	fortress balance sheet
274	TTM Technologies Inc. (TTMI)	55.0	C	
275	Espey MFG & Electronics Corp. (ESP)	55.2	C	
276	Telos Corp. (TLS)	55.4	C	
277	Bandwidth Inc. (BAND) <	55.6	C	
278	Teledyne Technologies Inc. (TDY)	55.8	C	
279	Seer, Inc. (SEER)	56.0	C	
280	GSI Technology Inc. (GSIT)	56.2	C	dilution
281	Lumentum Holdings Inc. (LITE)	56.5	C	dilution
282	Rapid7, Inc. (RPD)	56.7	C	

What the price implies

at the 2026-10-08 close; none enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	190.5%	2.2%	97
Distance from 52-week high	(33.8%)	(30.0%)	43
EBIT to enterprise value	not computable	1.5%	
Free cash flow yield	not computable	2.7%	
Book value to price	not computable	0.23	
Sales to price	not computable	0.30	
Composite equity issuance, five years	not computable	3.9%	
Relative strength against the sector, log excess return	0.78	(0.26)	97

Diagnostics

not in 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	\$47.3M
Operating cash flow, four quarters	\$101.3M
Months of runway	not finite
Days since last periodic filing	72 (10-Q received Jul 29, 2026)
Median daily dollar volume, 63 sessions	\$49.3M

Sources

each row links to the 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	0001514416-26-000017
2	assets	us-gaap:Assets	\$1.1B	2025-12-31	2026-02-19	10-K	0001514416-26-000017
3	operating income	us-gaap:OperatingIncomeLoss	-\$13.5M	2020-12-31	2023-02-23	10-K	0001514416-23-000048
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesMinorityInterestAndRelatedLoss	\$29.0M	2020-12-31	2023-02-23	10-K	0001514416-21-000092
5	income tax	us-gaap:IncomeTaxExpenseBenefit	\$15.0M	2020-12-31	2023-02-23	10-K	0001514416-23-000048
6	total debt	us-gaap:LongTermDebt	\$282.2M	2020-12-31	2021-03-01	10-K	0001514416-21-000092
7	book equity	us-gaap:StockholdersEquity	\$429.9M	2020-12-31	2024-02-28	10-K	0001514416-24-000024
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$72.2M	2020-12-31	2022-02-25	10-K	0001514416-22-000054
9	total debt	us-gaap:LongTermDebtAndCapitalLeaseObligations	\$0	2017-12-31	2018-02-26	10-K	0001514416-18-000003
10	book equity	us-gaap:StockholdersEquity	\$76.7M	2017-12-31	2021-03-01	10-K	0001514416-21-000092
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$37.6M	2017-12-31	2019-02-15	10-K	0001514416-19-000011
12	net income	us-gaap:NetIncomeLoss	-\$12.9M	2025-12-31	2026-02-19	10-K	0001514416-26-000017
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$89.5M	2025-12-31	2026-02-19	10-K	0001514416-26-000017
14	assets	us-gaap:Assets	\$989.2M	2024-12-31	2026-02-19	10-K	0001514416-26-000017
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$753.8M	2025-12-31	2026-02-19	10-K	0001514416-26-000017
16	gross profit	us-gaap:GrossProfit	\$280.0M	2024-12-31	2026-02-19	10-K	0001514416-26-000017
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$748.5M	2024-12-31	2026-02-19	10-K	0001514416-26-000017
18	gross profit	us-gaap:GrossProfit	\$236.2M	2023-12-31	2026-02-19	10-K	0001514416-26-000017
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$601.1M	2023-12-31	2026-02-19	10-K	0001514416-26-000017
20	gross profit	us-gaap:GrossProfit	\$238.4M	2022-12-31	2025-02-20	10-K	0001514416-25-000024
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$573.2M	2022-12-31	2025-02-20	10-K	0001514416-25-000024
22	gross profit	us-gaap:GrossProfit	\$213.8M	2021-12-31	2024-02-28	10-K	0001514416-24-000024
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$490.9M	2021-12-31	2024-02-28	10-K	0001514416-24-000024
24	current assets	us-gaap:AssetsCurrent	\$219.1M	2025-12-31	2026-02-19	10-K	0001514416-26-000017
25	current liabilities	us-gaap:LiabilitiesCurrent	\$154.1M	2025-12-31	2026-02-19	10-K	0001514416-26-000017
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-\$84.3M	2025-12-31	2026-02-19	10-K	0001514416-26-000017
27	operating income	us-gaap:OperatingIncomeLoss	-\$14.4M	2025-12-31	2026-02-19	10-K	0001514416-26-000017
28	book equity	us-gaap:StockholdersEquity	\$400.0M	2025-12-31	2026-02-19	10-K	0001514416-26-000017
29	liabilities	us-gaap:Liabilities	\$652.7M	2025-12-31	2026-02-19	10-K	0001514416-26-000017
30	depreciation amortization	us-gaap:Depreciation	\$13.1M	2020-12-31	2023-02-23	10-K	0001514416-23-000048
31	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$4.5M	2020-12-31	2023-02-23	10-K	0001514416-23-000048
32	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$12.3M	2020-12-31	2021-03-01	10-K	0001514416-21-000092
33	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-\$1.3M	2019-12-31	2022-02-25	10-K	0001514416-22-000054
34	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$22.2M	2019-12-31	2021-03-01	10-K	0001514416-21-000092
35	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$24.6M	2018-12-31	2021-03-01	10-K	0001514416-21-000092
36	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$12.4M	2018-12-31	2021-03-01	10-K	0001514416-21-000092
37	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$14.6M	2017-12-31	2020-02-21	10-K	0001514416-20-000027
38	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$5.0M	2017-12-31	2020-02-21	10-K	0001514416-20-000027
39	current assets	us-gaap:AssetsCurrent	\$193.6M	2020-12-31	2022-02-25	10-K	0001514416-22-000054
40	current liabilities	us-gaap:LiabilitiesCurrent	\$92.2M	2020-12-31	2022-02-25	10-K	0001514416-22-000054
41	current assets	us-gaap:AssetsCurrent	\$226.9M	2019-12-31	2021-03-01	10-K	0001514416-21-000092
42	current liabilities	us-gaap:LiabilitiesCurrent	\$45.7M	2019-12-31	2021-03-01	10-K	0001514416-21-000092
43	assets	us-gaap:Assets	\$1.1B	2023-12-31	2025-02-20	10-K	0001514416-25-000024
44	assets	us-gaap:Assets	\$929.3M	2022-12-31	2024-02-28	10-K	0001514416-24-000024