

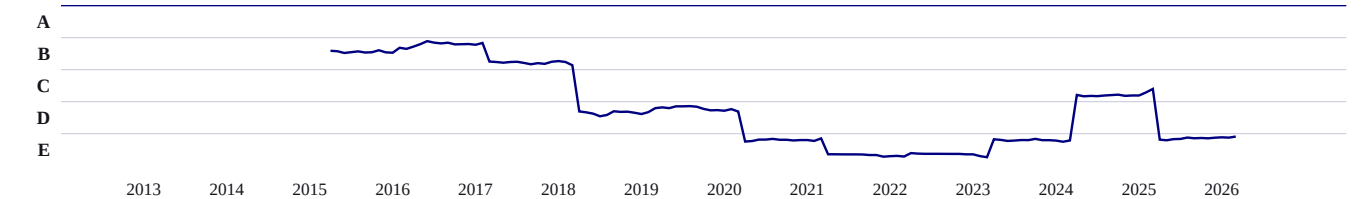
Clearone Inc. (CLRO)

Nasdaq; business equipment; SIC 3661, Telephone & Telegraph Apparatus; CIK 0000840715

Clearone Inc. CLRO; business equipment		
Grade	None 6 of 14 inputs computable; 7 are required	Share price, twelve months to the rescansplit-adjusted close; the letter is fixed at the rescans that set it Rescans on file: E from Apr 21, 2025, D/E from Jan 21, 2026, E from Feb 21, 2026, D/E from Mar 21, 2026
Reliability	0.76 AUC filers with under \$12.5M assets; 95% interval 0.65 to 0.86; 63 events, 2020 to 2025	
Peer failure rate	0.60% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025	
Size band	under \$12.5M assets total assets \$2.3M	
Standard universe	outside revenue above \$1M and assets above \$10M	
Warnings	dilution, thin data, degenerate inputs; fortress balance sheet not computable: short runway, distress	
Inputs computable	6 of 14	
Graded from	filings received through Mar 31, 2026 192 days before the rescans; latest periodic filing 10-Q received Aug 14, 2026	
Last close	\$4.03 2026-10-08; market equity \$10.8M	
Price used in grade	None	

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 Mar 31, 2026

Delaware corporation, was previously engaged in the design, development, and marketing of professional audio conferencing, microphone, and video All share and per-share amounts presented in this report (current and historical) have been adjusted to reflect the 15-for-1 reverse stock split effected in June 2025. certain intellectual property, product inventory, and non-exclusive rights to customer data to Biamp Systems, LLC ("Biamp") for gross cash consideration of \$3.0 million (the "Asset Sale") pursuant to an Asset Purchase Agreement dated the same date. Biamp did not assume any warranty or technical support obligations.

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 51.0						
Gross profitability		(14.3%)	28.5%	98.7	558	2025-12-31

Return on invested capital		not computable	10.9%			a prior annual debt, equity, and cash observation is required
Accruals ratio		(80.0%)	(7.4%)	3.2	621	2025-12-31
Gross margin stability, five years		not computable	2.4 pts			annual revenue must exceed \$100,000
Solvency, sleeve percentile 85.6						
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		(63.75)	2.18	97.3	566	2025-12-31
Net debt to EBITDA		not computable	1.11x			EBITDA must exceed \$100,000
Interest coverage		not computable	3.77x			latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-31
Current ratio		1.14x	2.02x	73.8	666	2025-12-31
Growth and financing, sleeve percentile 96.6						
Revenue growth, three-year compound		not computable	6.4%			current value must be positive and the base must exceed \$100,000
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		(69.8%)	5.0%	100.0	563	2025-12-31
Net share issuance, one year		54.4%	0.5%	93.1	407	2026-03-31

Warnings

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

Check	Measured
Dilution	split-adjusted year-over-year share growth is 54.4%
Thin data	6 of 14 grade factors are computable; minimum is 7

Degenerate inputs	latest revenue or assets are at or below the \$100,000 validity floor
Fortress balance sheet	cash minus debt is 1,842,000 USD; Altman Z is not used

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	(10.3%)	2.2%	41
Distance from 52-week high	(70.3%)	(30.0%)	11
EBIT to enterprise value	(33.1%)	1.5%	11
Free cash flow yield	(57.4%)	2.7%	6
Book value to price	(0.03)	0.23	5
Sales to price	0.00	0.30	0
Composite equity issuance, five years	(19.5%)	3.9%	14
Relative strength against the sector, log excess return	(0.39)	(0.26)	41

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	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	fail
Asset turnover improved	fail
Cash, filings, liquidity	
Cash and equivalents	\$75,000
Operating cash flow, four quarters	-\$13.6M
Months of runway	not finite
Days since last periodic filing	56 (10-Q received Aug 14, 2026)
Median daily dollar volume, 63 sessions	\$281,998

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	-\$328,000	2025-12-31	2026-03-31	10-K	0001753926-26-000600
2	assets	us-gaap:Assets	\$2.3M	2025-12-31	2026-03-31	10-K	0001753926-26-000600
3	operating income	us-gaap:OperatingIncomeLoss	-\$8.6M	2019-12-31	2021-03-31	10-K	0001753926-21-000080
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesMinorityInterestAndOtherAdjustments	\$3.4M	2019-12-31	2021-03-31	10-K	0001753926-21-000080
5	income tax	us-gaap:IncomeTaxExpenseBenefit	\$56,000	2019-12-31	2021-03-31	10-K	0001753926-21-000080
6	total debt	us-gaap:LongTermDebt	\$2.2M	2019-12-31	2020-03-30	10-K	0001753926-20-000071
7	book equity	us-gaap:StockholdersEquity	\$44.5M	2019-12-31	2021-03-31	10-K	0001753926-21-000080
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$4.1M	2019-12-31	2021-03-31	10-K	0001753926-21-000080
9	net income	us-gaap:NetIncomeLoss	-\$26.1M	2025-12-31	2026-03-31	10-K	0001753926-26-000600
10	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivitiesContinuingOperations	\$14.6M	2025-12-31	2026-03-31	10-K	0001753926-26-000600
11	assets	us-gaap:Assets	\$26.5M	2024-12-31	2026-03-31	10-K	0001753926-26-000600
12	revenue	us-gaap:RevenueFromContractWithCustomerIncludingAssessedTax	\$0	2025-12-31	2026-03-31	10-K	0001753926-26-000600
13	current assets	us-gaap:AssetsCurrent	\$1.7M	2025-12-31	2026-03-31	10-K	0001753926-26-000600
14	current liabilities	us-gaap:LiabilitiesCurrent	\$1.5M	2025-12-31	2026-03-31	10-K	0001753926-26-000600
15	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-\$36.1M	2025-12-31	2026-03-31	10-K	0001753926-26-000600
16	operating income	us-gaap:OperatingIncomeLoss	-\$4.4M	2025-12-31	2026-03-31	10-K	0001753926-26-000600
17	book equity	us-gaap:StockholdersEquity	-\$714,000	2025-12-31	2026-03-31	10-K	0001753926-26-000600
18	liabilities	us-gaap:Liabilities	\$3.0M	2025-12-31	2026-03-31	10-K	0001753926-26-000600
19	depreciation amortization	us-gaap:Depreciation	\$512,000	2019-12-31	2021-03-31	10-K	0001753926-21-000080
20	operating income	us-gaap:OperatingIncomeLoss	-\$6.8M	2023-12-31	2025-03-28	10-K	0001753926-25-000516

21	interest expense	us-gaap:InterestExpense	\$537,000	2023-12-31	2024-04-01	10-K	0001753926-24-000656
22	revenue	us-gaap:RevenueFromContractWithCustomerIncludingAssessedTax	\$0	2024-12-31	2026-03-31	10-K	0001753926-26-000600
23	revenue	us-gaap:RevenueFromContractWithCustomerIncludingAssessedTax	\$18.7M	2023-12-31	2025-03-28	10-K	0001753926-25-000516
24	revenue	us-gaap:RevenueFromContractWithCustomerIncludingAssessedTax	\$25.2M	2022-12-31	2024-04-01	10-K	0001753926-24-000656
25	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-\$6.1M	2024-12-31	2025-03-28	10-K	0001753926-25-000516
26	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$196,000	2024-12-31	2025-03-28	10-K	0001753926-25-000516
27	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$54.6M	2023-12-31	2025-03-28	10-K	0001753926-25-000516
28	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$375,000	2023-12-31	2025-03-28	10-K	0001753926-25-000516
29	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-\$4.2M	2022-12-31	2024-04-01	10-K	0001753926-24-000656
30	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$51,000	2022-12-31	2024-04-01	10-K	0001753926-24-000656
31	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-\$4.4M	2021-12-31	2023-03-31	10-K	0001753926-23-000346
32	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$221,000	2021-12-31	2023-03-31	10-K	0001753926-23-000346
33	depreciation amortization	us-gaap:Depreciation	\$0	2024-12-31	2026-03-31	10-K	0001753926-26-000600
34	operating income	us-gaap:OperatingIncomeLoss	-\$2.1M	2024-12-31	2026-03-31	10-K	0001753926-26-000600
35	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraord	\$1.8M	2024-12-31	2026-03-31	10-K	0001753926-26-000600
36	income tax	us-gaap:IncomeTaxExpenseBenefit	\$98,000	2024-12-31	2026-03-31	10-K	0001753926-26-000600
37	current assets	us-gaap:AssetsCurrent	\$18.8M	2024-12-31	2026-03-31	10-K	0001753926-26-000600
38	current liabilities	us-gaap:LiabilitiesCurrent	\$3.5M	2024-12-31	2026-03-31	10-K	0001753926-26-000600
39	current assets	us-gaap:AssetsCurrent	\$43.3M	2023-12-31	2025-03-28	10-K	0001753926-25-000516
40	current liabilities	us-gaap:LiabilitiesCurrent	\$4.3M	2023-12-31	2025-03-28	10-K	0001753926-25-000516
41	assets	us-gaap:Assets	\$50.7M	2023-12-31	2025-03-28	10-K	0001753926-25-000516
42	assets	us-gaap:Assets	\$83.8M	2022-12-31	2024-04-01	10-K	0001753926-24-000656
43	shares outstanding	dei:EntityCommonStockSharesOutstanding	2,675,412	2026-03-31	2026-03-31	10-K	0001753926-26-000600
44	shares outstanding	dei:EntityCommonStockSharesOutstanding	25,992,995	2025-03-27	2025-04-25	10-K/A	0001753926-25-000682