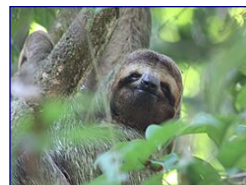


# Franklin Wireless Corp. (FKWL)

Nasdaq; business equipment; SIC 3661, Telephone & Telegraph Apparatus; CIK 0000722572

| Franklin Wireless Corp.<br>FKWL; business equipment |                                                                                                                                                                                                                   |
|-----------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Grade                                               | <div> <div>D</div> <div> <div>A</div> <div>B</div> <div>C</div> <div>D</div> <div>E</div> </div> </div> <p>fourth fifth of 497 graded peers<br/>percentile 67.5; sampling error 2.2 points; lower is stronger</p> |
| Rank                                                | 336 of 497                                                                                                                                                                                                        |
| Profitability                                       | <div> <div>D</div> <div> <div>percentile 70.6</div> </div> </div>                                                                                                                                                 |
| Solvency                                            | <div> <div>B</div> <div> <div>percentile 26.3</div> </div> </div>                                                                                                                                                 |
| Growth and financing                                | <div> <div>D</div> <div> <div>percentile 66.6</div> </div> </div>                                                                                                                                                 |
| Reliability                                         | <div> <div>0.83 AUC</div> <div>filers with \$12.5M to \$120M assets; 95% interval 0.79 to 0.86; 201 events, 2020 to 2025</div> </div>                                                                             |
| Peer failure rate                                   | <div> <div>1.07% a year</div> <div>Item 1.03 bankruptcies, same asset band, 2012 to 2025</div> </div>                                                                                                             |
| Size band                                           | <div> <div>\$12.5M to \$120M assets</div> <div>total assets \$46.4M</div> </div>                                                                                                                                  |
| Standard universe                                   | <div> <div>inside</div> <div>revenue above \$1M and assets above \$10M</div> </div>                                                                                                                               |
| Warnings                                            | <div> <div>none active</div> <div>not computable: short runway, distress, fortress balance sheet</div> </div>                                                                                                     |
| Inputs computable                                   | 8 of 14                                                                                                                                                                                                           |
| Graded from                                         | <div> <div>filings received through Sep 28, 2026</div> <div>11 days before the rescans; latest periodic filing 10-K received Sep 28, 2026</div> </div>                                                            |
| Last close                                          | <div> <div>\$2.20</div> <div>2026-10-08; market equity \$25.9M</div> </div>                                                                                                                                       |
| Price used in grade                                 | None                                                                                                                                                                                                              |



## D, the sloth

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

## Share price, twelve months to the rescans

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



Rescans on file: C from Mar 21, 2025, A/B from Oct 21, 2025, B from Feb 21, 2026, D from Sep 30, 2026

## 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 Sep 29, 2025

Access", we are a leading global provider of integrated wireless solutions utilizing the latest 5G (fifth generation) and 4G LTE (fourth generation long-term evolution) technologies including mobile hotspots, fixed wireless routers, and mobile device management (MDM) solutions. We are a leading enabler of the Digital Divide initiative, and our expertise extends to innovation in Internet of

Things (IOT) and machine-to-machine (M2M) applications, driving forward seamless communication and connectivity for both individuals and enterprises. in Franklin Technology Inc. ("FTI"), a research and development company based in Seoul, South Korea.

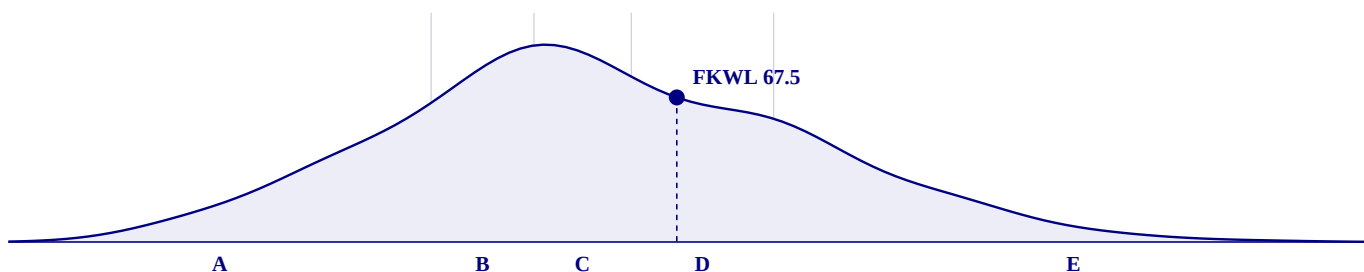
## The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

| Input                                               | Percentile, 0 to 100 | Value          | Peer median | Percentile | Peers | Period end                                                                                 |
|-----------------------------------------------------|----------------------|----------------|-------------|------------|-------|--------------------------------------------------------------------------------------------|
| <b>Profitability, sleeve percentile 70.6</b>        |                      |                |             |            |       |                                                                                            |
| Gross profitability                                 |                      | 13.5%          | 28.5%       | 75.6       | 558   | 2026-06-30                                                                                 |
| Return on invested capital                          |                      | not computable | 10.9%       |            |       | one or more required annual facts are missing                                              |
| Accruals ratio                                      |                      | 3.2%           | (7.4%)      | 90.2       | 621   | 2026-06-30                                                                                 |
| Gross margin stability, five years                  |                      | 2.1 pts        | 2.4 pts     | 46.0       | 429   | 2026-06-30                                                                                 |
| <b>Solvency, sleeve percentile 26.3</b>             |                      |                |             |            |       |                                                                                            |
| 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                               |                      | 6.52           | 2.18        | 17.0       | 566   | 2026-06-30                                                                                 |
| Net debt to EBITDA                                  |                      | not computable | 1.11x       |            |       | one or more required annual facts are missing                                              |
| Interest coverage                                   |                      | not computable | 3.77x       |            |       | one or more required annual facts are missing                                              |
| Current ratio                                       |                      | 2.67x          | 2.02x       | 35.6       | 666   | 2026-06-30                                                                                 |
| <b>Growth and financing, sleeve percentile 66.6</b> |                      |                |             |            |       |                                                                                            |
| Revenue growth, three-year compound                 |                      | (7.4%)         | 6.4%        | 83.1       | 538   | 2026-06-30                                                                                 |
| 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%       |            |       | NOPAT must exceed \$100,000                                                                |
| Asset growth, three years                           |                      | (6.6%)         | 5.0%        | 77.0       | 563   | 2026-06-30                                                                                 |
| Net share issuance, one year                        |                      | 0.0%           | 0.5%        | 39.7       | 407   | 2026-09-28                                                                                 |

## 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                                 |
|------|-----------------------------------|------------|--------|------------------------------------------|
| 331  | Analog Devices Inc. (ADI)         | 66.5       | D      |                                          |
| 332  | TripAdvisor, Inc. (TRIP)          | 66.7       | D      | fortress<br>balance sheet                |
| 333  | HP Inc. (HPQ)                     | 66.9       | D      |                                          |
| 334  | Omniceil, Inc. (OMCL)             | 67.1       | D      | fortress<br>balance sheet                |
| 335  | Allegro Microsystems, Inc. (ALGM) | 67.3       | D      |                                          |
| 336  | Franklin Wireless Corp. (FKWL) <  | 67.5       | D      |                                          |
| 337  | Ichor Holdings, Ltd. (ICHR)       | 67.7       | D      |                                          |
| 338  | Huckleberry.ai, Inc. (HUCK)       | 67.9       | D      | late filer                               |
| 339  | Kaltura Inc. (KLTR)               | 68.1       | D      |                                          |
| 340  | Widepoint Corp. (WYY)             | 68.3       | D      | late filer,<br>fortress<br>balance sheet |
| 341  | MKS Inc. (MKSI)                   | 68.5       | D      |                                          |

## 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    | (42.0%)        | 2.2%        | 16         |
| Distance from 52-week high                              | (57.3%)        | (30.0%)     | 19         |
| EBIT to enterprise value                                | not computable | 1.5%        |            |
| Free cash flow yield                                    | (24.3%)        | 2.7%        | 11         |
| Book value to price                                     | 1.13           | 0.23        | 89         |
| Sales to price                                          | 1.40           | 0.30        | 83         |
| Composite equity issuance, five years                   | 0.9%           | 3.9%        | 46         |
| Relative strength against the sector, log excess return | (0.83)         | (0.26)      | 16         |

## Diagnostics

not in the grade

| Measure                                                   | Value |
|-----------------------------------------------------------|-------|
| <b>Piotroski F-score None of 9, period end 2026-06-30</b> |       |
| Return on assets above zero                               | fail  |
| Operating cash flow above zero                            | fail  |
| Return on assets improved                                 | fail  |
| Operating cash flow exceeds net income                    | fail  |
| Long-term leverage fell                                   | fail  |
| Current ratio improved                                    | fail  |
| No new shares issued                                      | pass  |
| Gross margin improved                                     | fail  |
| Asset turnover improved                                   | fail  |
| <b>Cash, filings, liquidity</b>                           |       |
| Cash and equivalents                                      | n/a   |
| Operating cash flow, four quarters                        | n/a   |

|                                         |                                 |
|-----------------------------------------|---------------------------------|
| Months of runway                        | not finite                      |
| Days since last periodic filing         | 11 (10-K received Sep 28, 2026) |
| Median daily dollar volume, 63 sessions | \$27,298                        |

## 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                                                                          | \$6.3M     | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 2  | assets                    | us-gaap:Assets                                                                               | \$46.4M    | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 3  | net income                | us-gaap:NetIncomeLoss                                                                        | -\$4.7M    | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 4  | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                                           | -\$6.3M    | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 5  | assets                    | us-gaap:Assets                                                                               | \$51.3M    | 2025-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 6  | revenue                   | us-gaap:Revenues                                                                             | \$36.5M    | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 7  | gross profit              | us-gaap:GrossProfit                                                                          | \$7.9M     | 2025-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 8  | revenue                   | us-gaap:Revenues                                                                             | \$46.1M    | 2025-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 9  | gross profit              | us-gaap:GrossProfit                                                                          | \$3.5M     | 2024-06-30 | 2025-09-29 | 10-K | 0001683168-25-007288 |
| 10 | revenue                   | us-gaap:Revenues                                                                             | \$30.8M    | 2024-06-30 | 2025-09-29 | 10-K | 0001683168-25-007288 |
| 11 | gross profit              | us-gaap:GrossProfit                                                                          | \$7.0M     | 2023-06-30 | 2024-09-30 | 10-K | 0001683168-24-006754 |
| 12 | revenue                   | us-gaap:Revenues                                                                             | \$45.9M    | 2023-06-30 | 2024-09-30 | 10-K | 0001683168-24-006754 |
| 13 | gross profit              | us-gaap:GrossProfit                                                                          | \$3.8M     | 2022-06-30 | 2023-09-28 | 10-K | 0001683168-23-006813 |
| 14 | revenue                   | us-gaap:Revenues                                                                             | \$24.0M    | 2022-06-30 | 2023-09-28 | 10-K | 0001683168-23-006813 |
| 15 | current assets            | us-gaap:AssetsCurrent                                                                        | \$40.5M    | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 16 | current liabilities       | us-gaap:LiabilitiesCurrent                                                                   | \$15.2M    | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 17 | retained earnings         | us-gaap:RetainedEarningsAccumulatedDeficit                                                   | \$19.7M    | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 18 | operating income          | us-gaap:OperatingIncomeLoss                                                                  | -\$2.7M    | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 19 | book equity               | us-gaap:StockholdersEquity                                                                   | \$29.3M    | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 20 | liabilities               | us-gaap:Liabilities                                                                          | \$15.9M    | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 21 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                                           | \$28,863   | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 22 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                                           | \$1.8M     | 2025-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 23 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                                           | \$32,765   | 2025-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 24 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                                           | -\$773,360 | 2024-06-30 | 2025-09-29 | 10-K | 0001683168-25-007288 |
| 25 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                                           | \$55,025   | 2024-06-30 | 2025-09-29 | 10-K | 0001683168-25-007288 |
| 26 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                                           | -\$1.9M    | 2023-06-30 | 2024-09-30 | 10-K | 0001683168-24-006754 |
| 27 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                                           | \$47,106   | 2023-06-30 | 2024-09-30 | 10-K | 0001683168-24-006754 |
| 28 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization                                                 | \$36,787   | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 29 | pretax income             | us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraordinaryItemsDeductibleItems | \$57,126   | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 30 | income tax                | us-gaap:IncomeTaxExpenseBenefit                                                              | -\$138,732 | 2026-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 31 | current assets            | us-gaap:AssetsCurrent                                                                        | \$45.2M    | 2025-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 32 | current liabilities       | us-gaap:LiabilitiesCurrent                                                                   | \$12.4M    | 2025-06-30 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 33 | assets                    | us-gaap:Assets                                                                               | \$46.7M    | 2024-06-30 | 2025-09-29 | 10-K | 0001683168-25-007288 |
| 34 | assets                    | us-gaap:Assets                                                                               | \$56.9M    | 2023-06-30 | 2024-09-30 | 10-K | 0001683168-24-006754 |
| 35 | shares outstanding        | dei:EntityCommonStockSharesOutstanding                                                       | 11,784,280 | 2026-09-28 | 2026-09-28 | 10-K | 0001683168-26-007446 |
| 36 | shares outstanding        | dei:EntityCommonStockSharesOutstanding                                                       | 11,784,280 | 2025-09-29 | 2025-09-29 | 10-K | 0001683168-25-007288 |