

## Motorsport Games Inc. (MSGM)

Nasdaq; business equipment; SIC 7372, Services-Prepackaged Software; CIK 0001821175

Motorsport Games Inc.

MSGM; business equipment

Grade

E

A B C D E

weakest fifth of 497 graded peers  
percentile 89.5; sampling error 2.2 points; lower is stronger

Rank

445 of 497

Profitability

D

percentile 64.0

Solvency

D

percentile 64.3

Growth and financing

D

percentile 73.1

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 \$12.0M

Standard universe

inside

revenue above \$1M and assets above \$10M

Warnings

none active

not computable: dilution, distress, fortress balance sheet

Inputs computable

7 of 14

Graded from

filings received through Mar 10, 2026

213 days before the rescans; latest periodic filing 10-Q  
received Aug 14, 2026

Last close

\$5.29

2026-10-08; market equity \$0

Price used in grade

None



E, the bear

weakest 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: E from Apr 21, 2024

### 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 10, 2026

Games Inc. ("Motorsport") is a racing game developer, publisher and esports ecosystem provider of official motorsport racing series, including games based on the iconic 24 Hours of Le Mans endurance race ("Le Mans") and the associated FIA World Endurance Championship (the "WEC"). Our portfolio also includes the KartKraft karting simulation game, as well as Studio 397 B.V. ("Studio397") and their rFactor 2 realistic racing simulator technology and platform. rFactor 2 also powers F1® Arcade through a

partnership with Kindred Concepts.

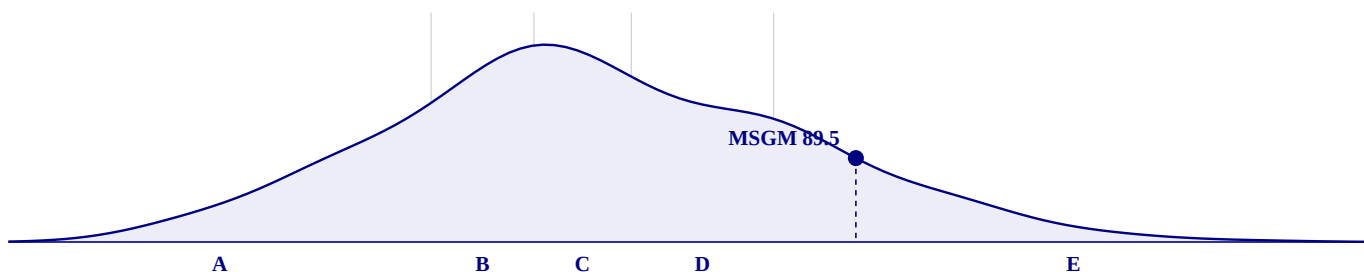
## The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

| Input                                               | Percentile, 0 to 100                                                                | Value          | Peer median | Percentile | Peers | Period end                                                                                                                                |
|-----------------------------------------------------|-------------------------------------------------------------------------------------|----------------|-------------|------------|-------|-------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Profitability, sleeve percentile 64.0</b>        |                                                                                     |                |             |            |       |                                                                                                                                           |
| Gross profitability                                 |    | 76.9%          | 28.5%       | 4.1        | 558   | 2025-12-31                                                                                                                                |
| Return on invested capital                          |                                                                                     | not computable | 10.9%       |            |       | one or more required annual facts are missing                                                                                             |
| Accruals ratio                                      |    | 31.3%          | (7.4%)      | 97.4       | 621   | 2025-12-31                                                                                                                                |
| Gross margin stability, five years                  |    | 12.5 pts       | 2.4 pts     | 90.4       | 429   | 2025-12-31                                                                                                                                |
| <b>Solvency, sleeve percentile 64.3</b>             |                                                                                     |                |             |            |       |                                                                                                                                           |
| Twelve-month failure probability                    |                                                                                     | not computable | 0.05%       |            |       | liabilities and a nearby cover-page share count are required at 2026-06-30                                                                |
| Altman Z double-prime                               |    | (17.36)        | 2.18        | 85.7       | 566   | 2025-12-31                                                                                                                                |
| Net debt to EBITDA                                  |                                                                                     | not computable | 1.11x       |            |       | one or more required annual facts are missing interest expense must exceed \$100,000                                                      |
| Interest coverage                                   |                                                                                     | not computable | 3.77x       |            |       |                                                                                                                                           |
| Current ratio                                       |  | 2.25x          | 2.02x       | 43.0       | 666   | 2025-12-31                                                                                                                                |
| <b>Growth and financing, sleeve percentile 73.1</b> |                                                                                     |                |             |            |       |                                                                                                                                           |
| Revenue growth, three-year compound                 |  | 3.0%           | 6.4%        | 58.7       | 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 pretax income must exceed the validity floor and imply a 0%-100% tax rate |
| Reinvestment rate                                   |                                                                                     | not computable | 14.3%       |            |       |                                                                                                                                           |
| Asset growth, three years                           |  | (14.1%)        | 5.0%        | 87.5       | 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        |
|------|-------------------------------------|------------|--------|-----------------|
| 440  | BigBear.ai Holdings, Inc. (BBAI)    | 88.6       | E      | late filer      |
| 441  | BigBear.ai Holdings, Inc. (BBAI-WT) | 88.6       | E      | late filer      |
| 442  | Smartbird, Inc. (BIRD)              | 88.9       | E      | late filer,     |
|      |                                     |            |        | fortress        |
|      |                                     |            |        | balance sheet   |
| 443  | Sypris Solutions Inc. (SYPR)        | 89.1       | E      | fortress        |
|      |                                     |            |        | balance sheet   |
| 444  | Super League Enterprise, Inc. (SLE) | 89.3       | E      | short runway,   |
|      |                                     |            |        | distress        |
| 445  | Motorsport Games Inc. (MSGM) <      | 89.5       | E      |                 |
| 446  | 8X8 Inc. (EGHT)                     | 89.7       | E      |                 |
| 447  | Senseonics Holdings, Inc. (SENS)    | 89.9       | E      | dilution, short |
|      |                                     |            |        | runway,         |
|      |                                     |            |        | fortress        |
|      |                                     |            |        | balance sheet   |
| 448  | Solaredge Technologies, Inc. (SEDG) | 90.1       | E      |                 |
| 449  | FingerMotion, Inc. (FNGR)           | 90.3       | E      | short runway    |
| 450  | BIO KEY International Inc. (BKYI)   | 90.5       | E      | short runway,   |
|      |                                     |            |        | late filer      |

## 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    | 38.6%          | 2.2%        | 75         |
| Distance from 52-week high                              | (4.1%)         | (30.0%)     | 90         |
| 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 | 0.04           | (0.26)      | 75         |

## Diagnostics

not in the grade

| Measure                                                   | Value |
|-----------------------------------------------------------|-------|
| <b>Piotroski F-score None of 9, period end 2025-12-31</b> |       |
| Return on assets above zero                               | pass  |
| Operating cash flow above zero                            | pass  |
| Return on assets improved                                 | pass  |
| Operating cash flow exceeds net income                    | fail  |
| Long-term leverage fell                                   | fail  |
| Current ratio improved                                    | pass  |
| No new shares issued                                      | fail  |
| Gross margin improved                                     | pass  |

|                                         |                                 |
|-----------------------------------------|---------------------------------|
| Asset turnover improved                 | pass                            |
| <b>Cash, filings, liquidity</b>         |                                 |
| Cash and equivalents                    | \$3.9M                          |
| Operating cash flow, four quarters      | \$6.2M                          |
| Months of runway                        | not finite                      |
| Days since last periodic filing         | 56 (10-Q received Aug 14, 2026) |
| Median daily dollar volume, 63 sessions | \$211,620                       |

## 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                                                 | \$9.2M     | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 2  | assets                    | us-gaap:Assets                                                      | \$12.0M    | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 3  | net income                | us-gaap:NetIncomeLoss                                               | \$6.9M     | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 4  | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                  | \$4.1M     | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 5  | assets                    | us-gaap:Assets                                                      | \$6.3M     | 2024-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 6  | revenue                   | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax         | \$11.3M    | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 7  | gross profit              | us-gaap:GrossProfit                                                 | \$5.5M     | 2024-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 8  | revenue                   | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax         | \$8.7M     | 2024-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 9  | gross profit              | us-gaap:GrossProfit                                                 | \$3.3M     | 2023-12-31 | 2025-03-20 | 10-K | 0001493152-25-011033 |
| 10 | revenue                   | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax         | \$6.9M     | 2023-12-31 | 2025-03-20 | 10-K | 0001493152-25-011033 |
| 11 | gross profit              | us-gaap:GrossProfit                                                 | \$5.4M     | 2022-12-31 | 2024-04-01 | 10-K | 0001493152-24-012233 |
| 12 | revenue                   | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax         | \$10.3M    | 2022-12-31 | 2024-04-01 | 10-K | 0001493152-24-012233 |
| 13 | gross profit              | us-gaap:GrossProfit                                                 | \$7.5M     | 2021-12-31 | 2023-03-24 | 10-K | 0001493152-23-008878 |
| 14 | revenue                   | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax         | \$15.1M    | 2021-12-31 | 2023-03-24 | 10-K | 0001493152-23-008878 |
| 15 | current assets            | us-gaap:AssetsCurrent                                               | \$7.6M     | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 16 | current liabilities       | us-gaap:LiabilitiesCurrent                                          | \$3.4M     | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 17 | retained earnings         | us-gaap:RetainedEarningsAccumulatedDeficit                          | -\$84.9M   | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 18 | operating income          | us-gaap:OperatingIncomeLoss                                         | \$3.2M     | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 19 | book equity               | us-gaap:StockholdersEquity                                          | \$6.8M     | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 20 | liabilities               | us-gaap:Liabilities                                                 | \$4.4M     | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 21 | interest expense          | us-gaap:InterestExpense                                             | \$18,786   | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 22 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                  | \$12,067   | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 23 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                  | -\$2.8M    | 2024-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 24 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                  | \$25,015   | 2024-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 25 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                  | -\$13.7M   | 2023-12-31 | 2025-03-20 | 10-K | 0001493152-25-011033 |
| 26 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                  | \$31,653   | 2023-12-31 | 2025-03-20 | 10-K | 0001493152-25-011033 |
| 27 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                  | -\$19.5M   | 2022-12-31 | 2024-04-01 | 10-K | 0001493152-24-012233 |
| 28 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                  | \$292,446  | 2022-12-31 | 2024-04-01 | 10-K | 0001493152-24-012233 |
| 29 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization                        | \$1.1M     | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 30 | pretax income             | us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraord | \$6.6M     | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 31 | income tax                | us-gaap:IncomeTaxExpenseBenefit                                     | -\$245,258 | 2025-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 32 | current assets            | us-gaap:AssetsCurrent                                               | \$2.8M     | 2024-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 33 | current liabilities       | us-gaap:LiabilitiesCurrent                                          | \$5.0M     | 2024-12-31 | 2026-03-10 | 10-K | 0001493152-26-009532 |
| 34 | assets                    | us-gaap:Assets                                                      | \$9.8M     | 2023-12-31 | 2025-03-20 | 10-K | 0001493152-25-011033 |
| 35 | assets                    | us-gaap:Assets                                                      | \$18.9M    | 2022-12-31 | 2024-04-01 | 10-K | 0001493152-24-012233 |