

Neonode Inc. (NEON)

Nasdaq; business equipment; SIC 3679, Electronic Components, NEC; CIK 0000087050

Neonode Inc. NEON; business equipment	
Grade	E A B C D E weakest fifth of 497 graded peers percentile 84.5; sampling error 2.2 points; lower is stronger
Rank	420 of 497
Profitability	E percentile 88.0
Solvency	B/C percentile 41.2
Growth and financing	C/D percentile 58.1
Reliability	0.83 AUC filers with \$12.5M to \$120M assets; 95% interval 0.79 to 0.86; 201 events, 2020 to 2025
Peer failure rate	1.07% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	\$12.5M to \$120M assets total assets \$26.9M
Standard universe	inside revenue above \$1M and assets above \$10M
Warnings	none active not computable: distress, fortress balance sheet
Inputs computable	8 of 14
Graded from	filings received through Mar 18, 2026 205 days before the rescans; latest periodic filing 10-Q received Aug 12, 2026
Last close	\$0.90 2026-10-07; market equity \$15.1M
Price used in grade	None

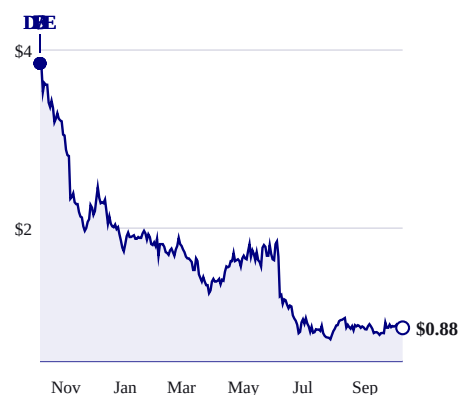


E, the bear

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 Mar 21, 2020, E from Mar 21, 2021, D/E from Feb 21, 2025, E from Mar 21, 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 Mar 18, 2026

Neonode provides software solutions for machine perception that feature advanced machine learning algorithms to detect and track persons and objects in video streams from cameras and other types of imagers. We base our machine perception solutions on our MultiSensing® technology platform. We market and sell our solutions to customers mainly in the automotive market. However, our solution can also be used in many other markets, and we plan to expand our solutions into new markets in the future. Neonode also

provides advanced optical sensing solutions for touch, contactless touch, and gesture sensing using our zForce® technology platform.

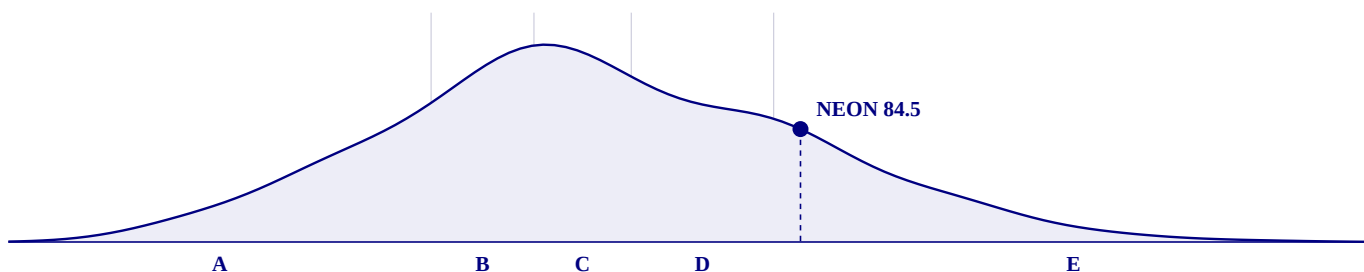
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 88.0						
Gross profitability		7.6%	28.5%	84.2	558	2025-12-31
Return on invested capital		not computable	10.9%			one or more required annual facts are missing
Accruals ratio		82.8%	(7.4%)	99.5	621	2025-12-31
Gross margin stability, five years		6.7 pts	2.4 pts	80.1	429	2025-12-31
Solvency, sleeve percentile 41.2						
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		(6.61)	2.18	77.7	566	2025-12-31
Net debt to EBITDA		not computable	1.11x			one or more required annual facts are missing
Interest coverage		not computable	3.77x			interest expense must exceed \$100,000
Current ratio		12.05x	2.02x	4.7	666	2025-12-31
Growth and financing, sleeve percentile 58.1						
Revenue growth, three-year compound		(28.6%)	6.4%	96.5	538	2025-12-31
Free cash flow growth, three-year compound		not computable	17.2%			four consecutive annual FCF observations are required; found 13
Reinvestment rate		not computable	14.3%			pretax income must exceed the validity floor and imply a 0%-100% tax rate
Asset growth, three years		8.2%	5.0%	38.3	563	2025-12-31
Net share issuance, one year		0.0%	0.5%	39.7	407	2026-03-16

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
415	Comtech Telecommunications Corp. (CMTL)	83.5	E	late filer
416	Vontier Corp. (VNT)	83.7	E	
417	Magnite, Inc. (MGNI)	83.9	E	
418	Pacific Biosciences OF California, Inc. (PACB)	84.1	E	
419	Marqeta, Inc. (MQ)	84.3	E	
420	Neonode Inc. (NEON) <	84.5	E	
421	Vistance Networks, Inc. (VISN)	84.7	E	
422	Methode Electronics Inc. (MEI)	84.9	E	
423	Socket Mobile, Inc. (SCKT)	85.1	E	fortress balance sheet
424	Revvity, Inc. (RVTY)	85.3	E	
425	Cerence Inc. (CRNC)	85.5	E	

What the price implies

at the 2026-10-07 close; none enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	(74.6%)	2.2%	4
Distance from 52-week high	(77.1%)	(30.0%)	8
EBIT to enterprise value	not computable	1.5%	
Free cash flow yield	(70.0%)	2.7%	5
Book value to price	1.41	0.23	92
Sales to price	0.14	0.30	28
Composite equity issuance, five years	37.8%	3.9%	83
Relative strength against the sector, log excess return	(1.65)	(0.26)	4

Diagnostics

not in the grade

Measure	Value
Piotroski F-score None of 9, period end 2025-12-31	
Return on assets above zero	pass
Operating cash flow above zero	fail
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	pass
Gross margin improved	pass
Asset turnover improved	fail
Cash, filings, liquidity	
Cash and equivalents	\$21.3M
Operating cash flow, four quarters	-\$11.1M
Months of runway	23.0
Days since last periodic filing	58 (10-Q received Aug 12, 2026)
Median daily dollar volume, 63 sessions	\$58,673

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	\$2.0M	2025-12-31	2026-03-18	10-K	0001437749-26-008759
2	assets	us-gaap:Assets	\$26.9M	2025-12-31	2026-03-18	10-K	0001437749-26-008759
3	net income	us-gaap:NetIncomeLoss	\$8.5M	2025-12-31	2026-03-18	10-K	0001437749-26-008759
4	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-\$10.3M	2025-12-31	2026-03-18	10-K	0001437749-26-008759
5	assets	us-gaap:Assets	\$18.4M	2024-12-31	2026-03-18	10-K	0001437749-26-008759
6	revenue	us-gaap:RevenueFromContractWithCustomerIncludingAssessedTax	\$2.1M	2025-12-31	2026-03-18	10-K	0001437749-26-008759
7	gross profit	us-gaap:GrossProfit	\$3.0M	2024-12-31	2026-03-18	10-K	0001437749-26-008759
8	revenue	us-gaap:Revenues	\$3.1M	2024-12-31	2025-03-21	10-K	0001013762-25-000774
9	gross profit	us-gaap:GrossProfit	\$3.8M	2023-12-31	2025-03-21	10-K	0001013762-25-000774
10	revenue	us-gaap:Revenues	\$3.8M	2023-12-31	2025-03-21	10-K	0001013762-25-000774
11	gross profit	us-gaap:GrossProfit	\$4.9M	2022-12-31	2024-02-28	10-K	0001213900-24-017782
12	revenue	us-gaap:Revenues	\$5.7M	2022-12-31	2024-02-28	10-K	0001213900-24-017782
13	gross profit	us-gaap:GrossProfit	\$4.9M	2021-12-31	2023-03-09	10-K	0001213900-23-018702
14	revenue	us-gaap:Revenues	\$5.8M	2021-12-31	2023-03-09	10-K	0001213900-23-018702
15	current assets	us-gaap:AssetsCurrent	\$26.3M	2025-12-31	2026-03-18	10-K	0001437749-26-008759
16	current liabilities	us-gaap:LiabilitiesCurrent	\$2.2M	2025-12-31	2026-03-18	10-K	0001437749-26-008759
17	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-\$215.6M	2025-12-31	2026-03-18	10-K	0001437749-26-008759
18	operating income	us-gaap:OperatingIncomeLoss	\$7.4M	2025-12-31	2026-03-18	10-K	0001437749-26-008759
19	book equity	us-gaap:StockholdersEquity	\$24.7M	2025-12-31	2026-03-18	10-K	0001437749-26-008759
20	liabilities	us-gaap:Liabilities	\$2.2M	2025-12-31	2026-03-18	10-K	0001437749-26-008759
21	operating income	us-gaap:OperatingIncomeLoss	-\$7.1M	2021-12-31	2023-03-09	10-K	0001213900-23-018702
22	interest expense	us-gaap:InterestExpense	\$15,000	2021-12-31	2022-03-10	10-K	0001213900-22-011462
23	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$91,000	2025-12-31	2026-03-18	10-K	0001437749-26-008759
24	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	\$50,000	2025-12-31	2026-03-18	10-K	0001437749-26-008759
25	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraordinaryItemsDeductibleItems	\$8.0M	2025-12-31	2026-03-18	10-K	0001437749-26-008759
26	income tax	us-gaap:IncomeTaxExpenseBenefit	-\$9,000	2025-12-31	2026-03-18	10-K	0001437749-26-008759
27	current assets	us-gaap:AssetsCurrent	\$17.7M	2024-12-31	2026-03-18	10-K	0001437749-26-008759
28	current liabilities	us-gaap:LiabilitiesCurrent	\$1.6M	2024-12-31	2026-03-18	10-K	0001437749-26-008759
29	assets	us-gaap:Assets	\$19.0M	2023-12-31	2025-03-21	10-K	0001013762-25-000774
30	assets	us-gaap:Assets	\$21.2M	2022-12-31	2024-02-28	10-K	0001213900-24-017782
31	shares outstanding	dei:EntityCommonStockSharesOutstanding	16,782,922	2026-03-16	2026-03-18	10-K	0001437749-26-008759
32	shares outstanding	dei:EntityCommonStockSharesOutstanding	16,782,922	2025-03-17	2025-03-21	10-K	0001013762-25-000774