

Pixelworks, Inc. (PXLW)

Nasdaq; business equipment; SIC 7372, Services-Prepackaged Software; CIK 0001040161

Pixelworks, Inc. PXLW; business equipment	
Grade	E A B C D E weakest fifth of 497 graded peers percentile 99.6; sampling error 2.2 points; lower is stronger
Rank	495 of 497
Profitability	E percentile 87.2
Solvency	D percentile 66.3
Growth and financing	E percentile 93.2
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 \$51.3M
Standard universe	outside revenue above \$1M and assets above \$10M
Warnings	dilution; fortress balance sheet not computable: distress
Inputs computable	8 of 14
Graded from	filings received through Mar 12, 2026 211 days before the rescans; latest periodic filing 10-Q received Aug 11, 2026
Last close	\$6.09 2026-10-08; market equity \$36.8M
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: C/D from Nov 21, 2022, C from Apr 21, 2023, D from Mar 21,

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 12, 2026

Pixelworks, Inc. (the "Company" or "Pixelworks") provides industry-leading content creation, video delivery and display processing solutions, and technology that enable highly authentic viewing experiences with superior visual quality across all screens, from cinema to smartphone and beyond. Pixelworks has been delivering image processing innovations to leading providers of consumer electronics, professional displays, and video streaming services for more than 20 years. On January 6, 2026 (the "Closing Date"), the

Company completed the previously announced sale (the "Sale") of all of the shares of common stock of Pixelworks Semiconductor Technology (Shanghai) Co., Ltd.

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 87.2						
Gross profitability		1.1%	28.5%	91.6	558	2025-12-31
Return on invested capital		not computable	10.9%			pretax income must exceed the validity floor and imply a 0%-100% tax rate
Accruals ratio		(3.3%)	(7.4%)	73.7	621	2025-12-31
Gross margin stability, five years		26.7 pts	2.4 pts	96.3	429	2025-12-31
Solvency, sleeve percentile 66.3						
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		(32.31)	2.18	94.2	566	2025-12-31
Net debt to EBITDA		not computable	1.11x			EBITDA must exceed \$100,000
Interest coverage		not computable	3.77x			interest expense must exceed \$100,000
Current ratio		2.51x	2.02x	38.3	666	2025-12-31
Growth and financing, sleeve percentile 93.2						
Revenue growth, three-year compound		(78.5%)	6.4%	100.0	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%			NOPAT must exceed \$100,000
Asset growth, three years		(20.6%)	5.0%	92.5	563	2025-12-31
Net share issuance, one year		25.4%	0.5%	87.2	407	2026-03-06

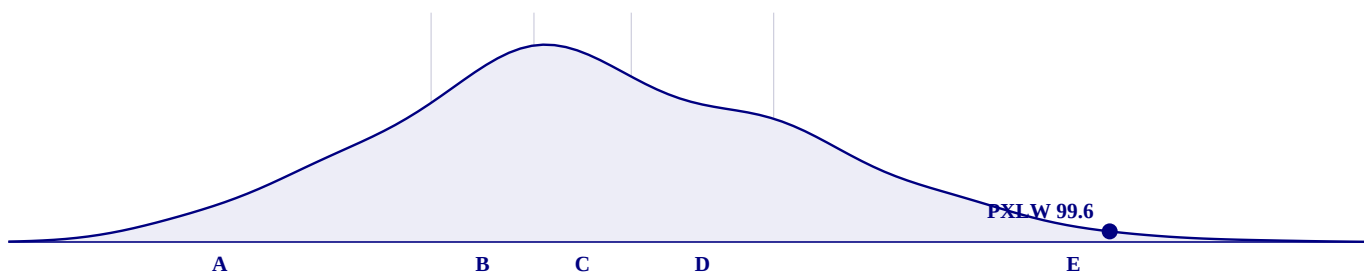
Warnings

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

Check	Measured
Dilution	split-adjusted year-over-year share growth is 25.4%
Fortress balance sheet	cash minus debt is 17,944,000 USD; Altman Z is not used

Among 497 peers

business equipment; letters are fifths of this list



Rank	Company	Percentile	Letter	Warnings
490	Focus Universal Inc. (FCUV)	98.6	E	dilution, distress
491	ZW Data Action Technologies Inc. (CNET)	98.8	E	dilution, late filer
492	Sports Entertainment Gaming Global Corp. (LTRYW)	99.1	E	short runway, late filer
493	Sports Entertainment Gaming Global Corp. (SEGG)	99.1	E	short runway, late filer
494	Polar Power, Inc. (POLA)	99.4	E	dilution, short runway, late filer, fortress balance sheet
495	Pixelworks, Inc. (PXLW) <	99.6	E	dilution, fortress balance sheet
496	Stem, Inc. (STEM)	99.8	E	
497	Kustom Entertainment, Inc. (KUST)	100.0	E	dilution, 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	(37.3%)	2.2%	19
Distance from 52-week high	(60.3%)	(30.0%)	18
EBIT to enterprise value	not computable	1.5%	
Free cash flow yield	(57.6%)	2.7%	5
Book value to price	1.42	0.23	92
Sales to price	0.02	0.30	3
Composite equity issuance, five years	33.0%	3.9%	81
Relative strength against the sector, log excess return	(0.75)	(0.26)	19

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	pass

Asset turnover improved	fail
Cash, filings, liquidity	
Cash and equivalents	\$52.9M
Operating cash flow, four quarters	-\$15.6M
Months of runway	40.6
Days since last periodic filing	59 (10-Q received Aug 11, 2026)
Median daily dollar volume, 63 sessions	\$194,016

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	\$589,000	2025-12-31	2026-03-12	10-K	0001040161-26-000019
2	assets	us-gaap:Assets	\$51.3M	2025-12-31	2026-03-12	10-K	0001040161-26-000019
3	operating income	us-gaap:OperatingIncomeLoss	-\$4.8M	2018-12-31	2020-03-11	10-K	0001040161-20-000010
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesMinorityInterestAndLossFromEquityMethodInvestments	\$448,000	2018-12-31	2020-03-11	10-K	0001040161-20-000010
5	income tax	us-gaap:IncomeTaxExpenseBenefit		2018-12-31	2020-03-11	10-K	0001040161-20-000010
6	total debt	us-gaap:LongTermDebt	\$0	2018-12-31	2019-03-13	10-K	0001040161-19-000008
7	book equity	us-gaap:StockholdersEquity	\$49.4M	2018-12-31	2021-03-10	10-K	0001040161-21-000005
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$17.9M	2018-12-31	2020-03-11	10-K	0001040161-20-000010
9	total debt	us-gaap:LongTermDebt	\$6.1M	2017-12-31	2019-03-13	10-K	0001040161-19-000008
10	book equity	us-gaap:StockholdersEquity	\$43.3M	2017-12-31	2020-03-11	10-K	0001040161-20-000010
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$27.5M	2017-12-31	2020-03-11	10-K	0001040161-20-000010
12	net income	us-gaap:NetIncomeLoss	-\$22.5M	2025-12-31	2026-03-12	10-K	0001040161-26-000019
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-\$20.6M	2025-12-31	2026-03-12	10-K	0001040161-26-000019
14	assets	us-gaap:Assets	\$64.1M	2024-12-31	2026-03-12	10-K	0001040161-26-000019
15	revenue	us-gaap:Revenues	\$693,000	2025-12-31	2026-03-12	10-K	0001040161-26-000019
16	gross profit	us-gaap:GrossProfit	\$561,000	2024-12-31	2026-03-12	10-K	0001040161-26-000019
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$43.2M	2024-12-31	2025-03-13	10-K	0001040161-25-000010
18	gross profit	us-gaap:GrossProfit	\$25.7M	2023-12-31	2025-03-13	10-K	0001040161-25-000010
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$59.7M	2023-12-31	2025-03-13	10-K	0001040161-25-000010
20	gross profit	us-gaap:GrossProfit	\$35.9M	2022-12-31	2024-03-13	10-K	0001040161-24-000010
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$70.1M	2022-12-31	2024-03-13	10-K	0001040161-24-000010
22	gross profit	us-gaap:GrossProfit	\$27.7M	2021-12-31	2023-03-08	10-K	0001040161-23-000012
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$55.1M	2021-12-31	2023-03-08	10-K	0001040161-23-000012
24	current assets	us-gaap:AssetsCurrent	\$50.2M	2025-12-31	2026-03-12	10-K	0001040161-26-000019
25	current liabilities	us-gaap:LiabilitiesCurrent	\$20.0M	2025-12-31	2026-03-12	10-K	0001040161-26-000019
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-\$528.4M	2025-12-31	2026-03-12	10-K	0001040161-26-000019
27	operating income	us-gaap:OperatingIncomeLoss	-\$11.6M	2025-12-31	2026-03-12	10-K	0001040161-26-000019
28	book equity	us-gaap:StockholdersEquity	-\$21.1M	2025-12-31	2026-03-12	10-K	0001040161-26-000019
29	liabilities	us-gaap:Liabilities	\$20.9M	2025-12-31	2026-03-12	10-K	0001040161-26-000019
30	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	\$3.6M	2018-12-31	2020-03-11	10-K	0001040161-20-000010
31	operating income	us-gaap:OperatingIncomeLoss	-\$13.0M	2024-12-31	2026-03-12	10-K	0001040161-26-000019
32	interest expense	us-gaap:InterestExpense	\$69,000	2024-12-31	2025-03-13	10-K	0001040161-25-000010
33	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$448,000	2025-12-31	2026-03-12	10-K	0001040161-26-000019
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-\$19.8M	2024-12-31	2026-03-12	10-K	0001040161-26-000019
35	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$3.8M	2024-12-31	2026-03-12	10-K	0001040161-26-000019
36	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-\$18.8M	2023-12-31	2025-03-13	10-K	0001040161-25-000010
37	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$3.8M	2023-12-31	2025-03-13	10-K	0001040161-25-000010
38	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-\$12.8M	2022-12-31	2024-03-13	10-K	0001040161-24-000010
39	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$1.6M	2022-12-31	2024-03-13	10-K	0001040161-24-000010
40	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	\$2.6M	2025-12-31	2026-03-12	10-K	0001040161-26-000019
41	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraordinaryItemsAndDisasterLosses	\$8.4M	2025-12-31	2026-03-12	10-K	0001040161-26-000019
42	income tax	us-gaap:IncomeTaxExpenseBenefit	-\$184,000	2025-12-31	2026-03-12	10-K	0001040161-26-000019
43	current assets	us-gaap:AssetsCurrent	\$34.9M	2024-12-31	2026-03-12	10-K	0001040161-26-000019
44	current liabilities	us-gaap:LiabilitiesCurrent	\$8.3M	2024-12-31	2026-03-12	10-K	0001040161-26-000019
45	assets	us-gaap:Assets	\$96.0M	2023-12-31	2025-03-13	10-K	0001040161-25-000010
46	assets	us-gaap:Assets	\$102.3M	2022-12-31	2024-03-13	10-K	0001040161-24-000010
47	shares outstanding	dei:EntityCommonStockSharesOutstanding	6,361,258	2026-03-06	2026-03-12	10-K	0001040161-26-000019
48	shares outstanding	dei:EntityCommonStockSharesOutstanding	60,882,480	2025-03-07	2025-03-19	10-K/A	0001040161-25-000013