XTI Aerospace, Inc.

XTIA · Nasdaq | Industry: Services-Computer Programming Services

Based on its annual report (10-K) filed April 15, 2026 and quarterly report (10-Q) filed October 20, 2026, from SEC EDGAR.

How to read it: key finance terms are **highlighted** and explained under "Key terms" at the back, figures are in **bold**, and each [number] matches the source list. Every figure is worked out in code from the company's own SEC filings: it describes the business, not whether to buy, sell or hold its shares. Share price and latest news: www.candorweb.site/stock/XTIA.

KEY TAKEAWAYS FROM THE FIGURES

- In the year to December 31, 2025, XTI Aerospace sold **$22.5 million** of goods and services, up **602.4%** on the year before. [1]
- It made a loss of about **$306** for every **$100** of sales. [1]
- Its business brought in **-$36.6 million** of cash, but it spent **$36.8 million** more than that on buildings and equipment. [1]
- It owed **$6 million** more in **long-term debt** than it held in cash. [1]

KEY FIGURES

Size and growth	
Revenue	**$22.5 million**
Revenue growth	**602.4%**
Profitability	
Gross margin	**21.9%**
Operating margin	**-190.4%**
Net profit margin	**-305.7%**
EBITDA	**-$42.7 million**
Cash flow	
Operating cash flow	**-$36.6 million**
Free cash flow	**-$36.8 million**
Debt and safety	
Net debt	**$6 million**
Current ratio	**0.54**
Returns to owners	
Return on equity (ROE)	**-565.7%**
Earnings per share (EPS)	**-$4.24**

Latest financial year; balance-sheet figures on the latest report date. In US dollars.

WHAT THE FIGURES SHOW IN ITS FAVOUR

- Sales grew **602.4%** to **$22.5 million** in the year ended December 31, 2025.
- Its **net profit margin** rose from **-1,111.9%** to **-305.7%**: $-306 of every **$100** of sales was kept as profit, against $-1112 a year earlier.

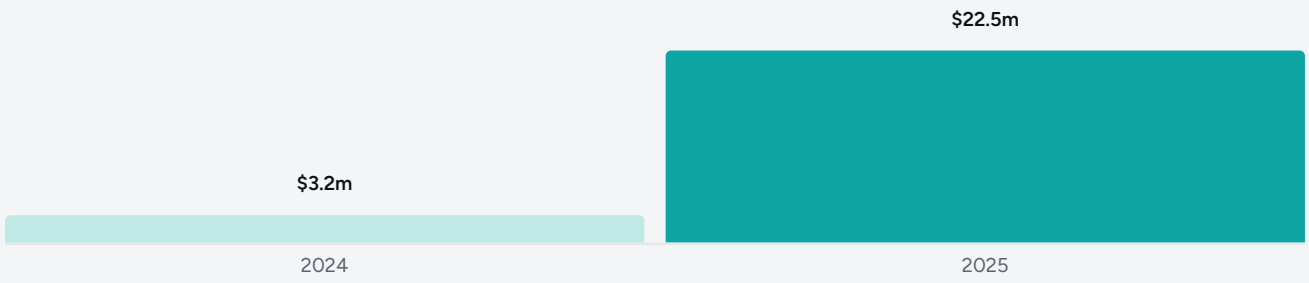
WHAT TO KEEP AN EYE ON

- It spent **$36.8 million** more on buildings and equipment than its business brought in (**free cash flow** below zero).
- It had **$0.54** of current assets for every **$1** of bills due within a year on June 30, 2026, so less coming in within a year than going out.
- Its **shareholders' equity** was below zero on June 30, 2026: its accounts show it owing more than it owns.

1 Growth and profit

Whether it sells more each year, and how much of each sale it keeps. From the income statement.

REVENUE BY FINANCIAL YEAR



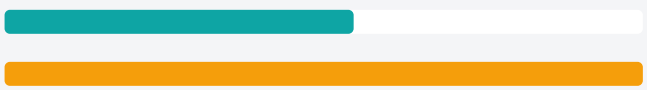
- **Revenue** grew **602.4%** in the year ended December 31, 2025, to **$22.5 million**. This means the company sold more than the year before. [1][2]
- In the **quarter** ended June 30, 2026, **revenue** was **$32.4 million**. [3]
- The company made a **net loss** of **$68.8 million** in the year ended December 31, 2025, meaning its costs were bigger than its income. [1]
- After paying for the products it sold, the company kept about **$22** of every **$100** of sales. This is called its **gross margin**. [1]
- **Earnings per share** (EPS) (diluted) was **-$4.24** in the year ended December 31, 2025. [1]
- **Gross margin** fell from **59%** to **21.9%** (2024 to 2025): making or buying what it sells now takes a bigger share of each sale.
- **Operating margin** rose from **-926.5%** to **-190.4%** (2024 to 2025): the business as a whole has become more profitable per dollar of sales.
- **Profit margin** rose from **-1,111.9%** to **-305.7%** (2024 to 2025): more of each dollar of sales ends up as final profit.

YEAR ENDED	GROSS MARGIN	OPERATING MARGIN	NET PROFIT MARGIN
December 31, 2024	59%	-926.5%	**-1,111.9%**
December 31, 2025	21.9%	-190.4%	**-305.7%**

2 Financial health

Whether it can pay its bills and how much it relies on borrowed money: its cushion for bad times. From the balance sheet.

CASH AND LONG-TERM DEBT ON JUNE 30, 2026



Net debt: $6 million more borrowed than held in cash.

- On June 30, 2026, the company had **$7.2 million** in **cash and cash equivalents**, money it can use quickly. [3]
- On June 30, 2026, it owed **$13.2 million** in **long-term debt** due after the next 12 months. [3]
- On that date it owed more in **long-term debt** than it held in cash. [3]
- On June 30, 2026, the company had **$45.3 million** in cash and other assets it expects to use within a year, against **$84.2 million** of bills due within a year. That is about **$0.54** for every **$1** it owes soon, less than enough to cover them. This is its **current ratio**. [3]
- It owned **$72.8 million** in assets and owed **$85.1 million** in **total liabilities**, so it owned about **$0.86** for every **$1** it owed. [3]
- On June 30, 2026, its **shareholders' equity** was below zero (**-$25.6 million**), meaning its **liabilities** were larger than its assets on paper. Ratios that divide by equity aren't meaningful, so they are left out. [3]

3 Cash

Profit follows accounting rules; cash is what actually lands in the bank. Free cash flow is what's left after investing in the business. From the cash flow statement.

CASH IN THE YEAR ENDED DECEMBER 31, 2025

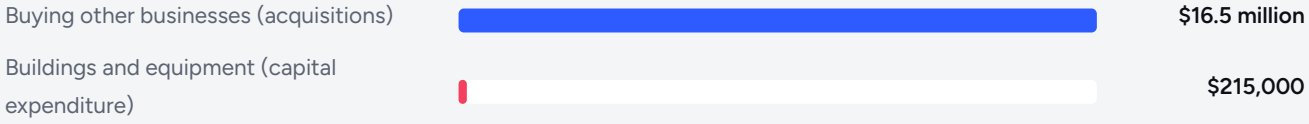


- Its business brought in **-$36.6 million** of cash in the year ended December 31, 2025 but spent **$215,000** on buildings and equipment (**capital expenditure**), so its **free cash flow** was negative: it spent **$36.8 million** more than the business brought in. [1]

4 How it's run

How its leaders use the company's money, how much profit they make with shareholders' money, and official warning signs about its accounts.

WHAT IT SPENT ITS MONEY ON, YEAR ENDED DECEMBER 31, 2025



- In the year ended December 31, 2025, the company invested **$215,000** in buildings and equipment and spent **$16.5 million** buying other businesses. [1]
- It earned about **-$566** of profit for every **$100** of **shareholders' equity** in the year ended December 31, 2025. This is its **return on equity** (ROE) (**-565.7%**). [1][3]

Accounts check

- June 26, 2026: the company changed its **auditor**. This has many ordinary reasons; the filing explains why. [4]
- April 22, 2025: the company changed its **auditor**. This has many ordinary reasons; the filing explains why. [5]
- March 27, 2025: the company changed its **auditor**. This has many ordinary reasons; the filing explains why. [6]

5 How the numbers link

The sums that connect one figure to the next, worked out with the company's own figures, so you can see exactly where each number comes from.

Net income = revenue − all costs and expenses

Revenue $22.5 million − All costs and expenses $91.3 million = Net income −$68.8 million

Of the **$22.5 million** customers paid it, **$91.3 million** went on costs of every kind: making or buying what it sold, running the business, interest and tax. The **−$68.8 million** left over is its **net income**.

Figures for the year ended December 31, 2025.

Net profit margin = net income ÷ revenue

Net income −$68.8 million ÷ Revenue $22.5 million = Net profit margin -305.7%

It lost money: costs were bigger than sales by **305.7%** of sales.

Figures for the year ended December 31, 2025.

Net income and operating cash flow measure the same year in two ways

Net income −$68.8 million vs Operating cash flow −$36.6 million

Profit counts a sale when it's made and spreads the cost of equipment over many years; cash counts money only when it actually moves. This year the business brought in **$32.2 million** more cash than its **net income**, for example because yearly wear-and-tear charges on equipment lower profit but aren't paid in cash.

Figures for the year ended December 31, 2025.

Free cash flow = operating cash flow − capital expenditure

Operating cash flow −$36.6 million − Capital expenditure $215,000 = Free cash flow −$36.8 million

It spent **$36.8 million** more on buildings and equipment than its business brought in, so **free cash flow** was below zero.

Figures for the year ended December 31, 2025.

Net debt = long-term debt − cash

Long-term debt $13.2 million − Cash $7.2 million = Net debt $6 million

It owed **$13.2 million** long-term and held **$7.2 million** in cash, so even if it used all its cash to repay debt, **$6 million** would still be owed.

Figures for the on June 30, 2026.

Current ratio = current assets (cash is one part) ÷ bills due within a year

Current assets $45.3 million ÷ Bills due within a year $84.2 million = Current ratio 0.54

Its current assets (cash of **$7.2 million**, money customers owe it, stock and other things it expects to turn into cash within a year) came to **$45.3 million**, against **$84.2 million** of bills due within a year: **$0.54** for every **$1** due.

Figures for the on June 30, 2026.

Return on equity = net income ÷ average shareholders' equity

Net income −$68.8 million ÷ Average shareholders' equity $12.2 million = Return on equity -565.7%

Equity was **$6.6 million** at the start of the year and **$17.7 million** at the end, an average of **$12.2 million**. **−$68.8 million** of profit on that is **-565.7%**: about $-566 of profit for every **$100** of owners' money.

Figures for the year ended December 31, 2025.

Earnings per share = net income ÷ number of shares (diluted)

Net income −$68.8 million ÷ Number of shares about 16 million = Earnings per share -$4.24

−$68.8 million of profit shared across about **16 million** shares (counting shares that could still be created from staff awards) is **-$4.24** per share. The share count is worked out from those two reported figures.

Figures for the year ended December 31, 2025.

6 What changed in a year

Each figure next to the same figure a year earlier. Quarters are compared with the same quarter a year before, because many businesses are busier in some seasons.

FIGURE	LATEST	A YEAR EARLIER	CHANGE
Revenue (sales) Year ended December 31, 2025, vs the year before	$22.5 million	$3.2 million	**Up 602.4%**
Revenue (sales) Quarter ended June 30, 2026, vs the same quarter a year earlier	$32.4 million	$0	**No comparison**
Net income (profit) Year ended December 31, 2025, vs the year before	-$68.8 million	-$35.6 million	**No comparison**
Net income (profit) Quarter ended June 30, 2026, vs the same quarter a year earlier	-$2.8 million	-$20.9 million	**No comparison**

Cash from operations Year ended December 31, 2025, vs the year before	-$36.6 million	-$22.3 million	**No comparison**
Cash On June 30, 2026, vs a year earlier	$7.2 million	$20 million	**Down 64%**
Long-term debt On June 30, 2026, vs a year earlier	$13.2 million	$65,000	**Up 20,193.8%**
Shareholders' equity On June 30, 2026, vs a year earlier	-$25.6 million	$12.4 million	**No comparison**

7 Recent official announcements

Major events the company reported to the SEC in the last four months (form 8-K).

- October 22, 2026: Shared financial results. [7]
- October 20, 2026: Shared financial results. [8]
- October 16, 2026: An event made a debt or obligation come due sooner. [9]
- October 14, 2026: Change in its leaders or board, Shared information with investors. [10]
- October 13, 2026: Shared financial results, Announced another event. [11]
- September 1, 2026: Received a notice about its stock exchange listing, Shared information with investors. [12]
- August 18, 2026: Signed a major agreement, Change in its leaders or board, Shared information with investors. [13]

A Every figure, and how it's worked out

Worked out in code from the figures the company tagged in its SEC reports. candor only combines figures covering exactly the same period, and leaves a figure out rather than guess.

Size and growth

Revenue
$22.5 million

XTI Aerospace sold $22.5 million of goods and services in the year to December 31, 2025. [1]
How it's worked out: Total sales for the financial year, as reported. Year to December 31, 2025.

Revenue growth
602.4%

Sales were up 602.4% on the year before. [1][2]
How it's worked out: (This year's sales − last year's sales) ÷ last year's sales. Year to December 31, 2025.

Profitability

Gross margin
21.9%

After paying the direct cost of what it sold, it kept about $22 of every $100 of sales. [1]
How it's worked out: Gross profit ÷ sales, for the same year. Year to December 31, 2025.

Operating margin
-190.4%

After paying to run the business, it lost about $190 for every $100 of sales. [1]
How it's worked out: Operating income ÷ sales, for the same year. Year to December 31, 2025.

Net profit margin
-305.7%

After every cost, it lost about $306 for every $100 of sales. [1]
How it's worked out: Net income ÷ sales, for the same year. Year to December 31, 2025.

EBITDA
-$42.7 million

The main business earned -$42.7 million before interest, tax and wear-and-tear charges, in the year to December 31, 2025. [1]

How it's worked out: Operating income + depreciation and amortisation, for the same year. Year to December 31, 2025.

Cash flow

Operating cash flow
-$36.6 million

Its day-to-day business used $36.6 million more cash than it brought in. [1]

How it's worked out: Net cash from operating activities, as reported. Year to December 31, 2025.

Free cash flow
-$36.8 million

It spent $36.8 million more on its business and equipment than the business brought in. [1]

How it's worked out: Operating cash flow − capital expenditure, for the same year. Year to December 31, 2025.

Debt and safety

Net debt
$6 million

Its long-term borrowing was $6 million more than the cash it held on June 30, 2026. [3]

How it's worked out: Long-term debt − cash and cash equivalents, on the same date. On June 30, 2026.

Debt-to-equity ratio
Not reported

Owners' money in the business (shareholders' equity) is below zero, so this ratio can't be read sensibly.

How it's worked out: Long-term debt ÷ shareholders' equity, on the same date.

Current ratio
0.54

For every $1 of bills due within a year, it had about $0.54 it expects to turn into cash in that time. [3]

How it's worked out: Current assets ÷ current liabilities, on the same date. On June 30, 2026.

Returns to owners

Return on equity (ROE)
-565.7%

It lost about $566 for every $100 of owners' money in the business. [1][3]

How it's worked out: Net income ÷ average shareholders' equity at the start and end of the year. Year to December 31, 2025.

Earnings per share (EPS)
-$4.24

Profit worked out to -$4.24 for each share. [1]

How it's worked out: Diluted earnings per share, as reported. Year to December 31, 2025.

B Key terms

Every highlighted term in this report, in plain English.

8-K (announcement): A filing companies make with the SEC within days of a major event, such as results, a new chief executive or a big acquisition.

Assets: Everything the company owns that has value: cash, buildings, equipment, money owed to it, and more.

Auditor: An independent accounting firm that checks a company's financial statements every year and says whether they are fairly presented.

Capital spending: Cash spent on long-lasting things the company will use for years, like factories, stores, data centres and equipment. Often shortened to capex.

Cash and cash equivalents: Money in the bank plus very safe investments that can be turned into cash almost immediately.

Cash from operations: The cash that came in from customers minus the cash paid out to suppliers, staff, landlords, lenders (interest) and the tax office during the period. It differs from profit because of timing, such as customers paying later, and because some costs in profit, like wear and tear on equipment, aren't paid in cash.

Current ratio: Current assets (cash, money customers owe it, stock and anything else it expects to turn into cash within a year) divided by current liabilities (bills it must pay within a year). 1.5 means $1.50 coming in for every $1 due.

Debt-to-equity ratio: Long-term borrowing divided by shareholders' equity (what the accounts say belongs to the owners). 0.5 means $0.50 borrowed for every $1 of owners' money; higher means it relies more on borrowed money.

Earnings per share (EPS): Net income divided by the average number of shares during the period. "Diluted" EPS also counts shares that could still be created, for example from staff stock awards, so it's usually slightly lower.

EBITDA: Earnings before interest, tax, depreciation and amortisation: profit from the main business before paying interest and tax, and before the yearly wear-and-tear charge on buildings and equipment.

Free cash flow: Operating cash flow minus capital expenditure: the cash left after the business pays for the buildings and equipment it needs. It's what the company can use to pay dividends, buy back shares, repay debt or save.

Gross margin: Gross profit (sales minus the direct cost of making or buying what was sold) as a share of sales. A 40% gross margin means $40 of every $100 of sales is left to pay for everything else.

Long-term debt: Money the company has borrowed and must pay back over more than a year, such as bonds and bank loans.

Net debt: Long-term borrowing minus the cash the company holds. A negative figure means it holds more cash than it owes long-term (net cash).

Net income: The profit left over a period (such as a year or a quarter) after paying every cost, including wages, interest and taxes. Often called the bottom line.

Net loss: When a company's costs, including interest and taxes, add up to more than it earned during the period.

Operating margin: Operating income as a share of sales: of each $100 of sales, what's left after paying for what was sold and for running the business, before interest and tax.

Profit margin: Net income as a share of sales: what's left after every cost, including interest and tax. A 10% net profit margin means $10 of final profit for every $100 of sales.

Quarter: A three-month period. US public companies report their results every quarter.

Restatement notice: A filing where a company says financial statements it published earlier contained errors and should no longer be relied on.

Return on equity (ROE): Net income for a year divided by the average shareholders' equity over that year. A 20% ROE means $20 of profit for every $100 of owners' money in the business.

Revenue: All the money a company takes in from selling its products and services, before paying any costs. Also called sales.

Revenue growth: How much sales rose or fell compared with the year before, as a percentage.

Shareholders' equity: Total assets minus total liabilities, as valued in the company's accounts (also called book value): what the accounts say belongs to the shareholders. It isn't the same as what the stock market says the company is worth.

Total liabilities: Everything the company owes: loans, bonds, bills to suppliers, taxes due, and other obligations.

C Sources

candor doesn't create financial data. Every figure and point comes from these documents, filed by the company with the US Securities and Exchange Commission (SEC EDGAR).

[1] 10-K filed April 15, 2026
https://www.sec.gov/Archives/edgar/data/1529113/000121390026043785/ea0279149-10k_xtiaero.htm

[2] 10-K filed April 15, 2025
https://www.sec.gov/Archives/edgar/data/1529113/000121390025032213/ea0235307-10k_xtiaerospace.htm

[3] 10-Q filed October 20, 2026
https://www.sec.gov/Archives/edgar/data/1529113/000162828026066538/xtia-20260630.htm

[4] 8-K filed June 26, 2026
https://www.sec.gov/Archives/edgar/data/1529113/000121390026072297/ea0295864-8k_xtiaero.htm

[5] 8-K filed April 22, 2025
https://www.sec.gov/Archives/edgar/data/1529113/000121390025034200/ea0239135-8k_xtiaero.htm

[6] 8-K filed March 27, 2025
https://www.sec.gov/Archives/edgar/data/1529113/000101376225003029/ea023583401-8k_xti.htm

[7] 8-K filed October 22, 2026
https://www.sec.gov/Archives/edgar/data/1529113/000121390026111632/ea0309418-8k_xtiaero.htm

[8] 8-K filed October 20, 2026
https://www.sec.gov/Archives/edgar/data/1529113/000121390026111088/ea0309230-8k_xtiaero.htm

[9] 8-K filed October 16, 2026
https://www.sec.gov/Archives/edgar/data/1529113/000121390026110351/ea0308915-8k_xtiaero.htm

[10] 8-K filed October 14, 2026
https://www.sec.gov/Archives/edgar/data/1529113/000121390026109218/ea0308551-8k_xti.htm

[11] 8-K filed October 13, 2026
https://www.sec.gov/Archives/edgar/data/1529113/000121390026108698/ea0308411-8k_xtiaero.htm

[12] 8-K filed September 1, 2026
https://www.sec.gov/Archives/edgar/data/1529113/000121390026095910/ea0304083-8k_xtiaero.htm

[13] 8-K filed August 18, 2026
https://www.sec.gov/Archives/edgar/data/1529113/000121390026090951/ea0302442-8k_xtiaero.htm

The share price, market value and the latest news change every day and are shown on the live page: www.candorweb.site/stock/XTIA.

IMPORTANT INFORMATION

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