

Virtuix Holdings, Inc.
NASDAQ: VTIX

August 24th, 2026

Price (as of close August 24th, 2026)

\$1.25

Rating

Buy-Venture

12- Month Target Price

\$7.20

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Company Description

Virtuix Holdings Inc. develops and manufactures omni-directional treadmills that enable full-body movement inside virtual environments for gaming, fitness, enterprise training, and defense simulation. Its flagship Omni One system combines a compact treadmill with an integrated VR headset and proprietary software platform, allowing users to walk, run, crouch, and jump in 360 degrees while accessing a curated library of VR titles and online multiplayer services. Virtuix also offers Omni One Enterprise for professional applications and Virtual Terrain Walk (VTW), a multi-user mission-planning solution that fuses geo-specific 3D terrain with immersive locomotion for defense customers. With 25 issued patents, vertically integrated manufacturing capacity and growing recurring revenues from subscriptions and content, Virtuix aims to be a key enabler of active XR experiences across consumer, enterprise, and defense markets. The Company is headquartered in Austin, Texas, USA.

Virtuix's Q1:27 is where the Meta channel reaches the order book. **New orders rose 72% year-over-year and roughly 150% since the Omni One for Quest launch**, and net sales of \$767K beat our \$507K estimate. Defense broadened toward program work, led by the Marine Corps pilot reaching Quantico in 4Q CY26, with **Tesla, NASA and Sirica opening robotics, space and healthcare**. Non-cash charges widened the loss. **We maintain our Buy-Venture rating and \$7.20 target.**

52-Week Range	\$1.16 – \$92.74	Total Debt	\$10.7 million
Shares Outstanding	34.0 million	Debt/Equity	NM (deficit)
Insider/Institutional	38%/NA	ROE (LTM)	NM
Public Float	6.1 million	Book Value/Share	\$(0.09)
Market Capitalization	\$42 Million	Daily Volume (90-day)	940K

FYE March EPS (\$)	FY 2025A ACTUAL	FY 2026A CURRENT	FY 2026A PREVIOUS	FY 2027E CURRENT	FY 2027E PREVIOUS
Q1 Jun		\$(0.15)A		\$(0.22)A	\$(0.25)E
Q2 Sept		\$(0.12)A		\$(0.20)E	\$(0.16)E
Q3 Dec		\$(0.09)A		\$(0.19)E	\$(0.15)E
Q4 Mar		\$(0.32)A		\$(0.15)E	\$(0.12)E
Year*	\$(0.50)A**	\$(0.73)A		\$(0.76)E	\$(0.67)E
P/E Ratio	NA	NA		NA	
Change	-3.4%	-46.6%		-3.6%	

FYE March Revenue (\$ in 000.)	FY 2025A ACTUAL	FY 2026A CURRENT	FY 2026A PREVIOUS	FY 2027E CURRENT	FY 2027E PREVIOUS
Q1 Jun		\$1,032A		\$767A	\$507E
Q2 Sept		\$985A		\$932E	\$932E
Q3 Dec		\$964A		\$1,741E	\$1,944E
Q4 Mar		\$1,272A		\$1,500E	\$1,298E
Year*	\$3,590A	\$4,253A		\$4,941E	\$4,682E
Change	49%	18.4%		16.2%	

* Numbers may not add due to rounding and changes in diluted shares outstanding.

** Pro forma EPS reflects reclassification of all outstanding capital stock into common shares; actual FY25 GAAP net loss per share was \$1.78. FY27 quarterly EPS is reported GAAP on actual weighted-average shares and is not directly comparable to the FY26 pro forma quarterly series; on a GAAP basis the June 2025 quarter was \$(0.28).

Q1 FY27 Highlights

- **Orders inflected.** New Omni One orders rose **72% year-over-year and roughly 150% since the Omni One for Quest launch**, with management indicating the momentum has carried into the current quarter. The legacy pre-order backlog is now fully worked off, which makes **orders, not reported revenue, the forward indicator** for this business.
- **Net sales of \$767K, 51% ahead of our \$507K estimate**, down 26% year-over-year and 40% sequentially off a \$1,272K fourth quarter. Both comparisons are base effects: the June 2025 quarter and the March 2026 quarter each carried fulfillment of **pre-order backlog accumulated since August 2023**, which is now exhausted.
- **Gross profit rose 29% to \$227K and gross margin expanded to 30%**, from 17% a year ago and 14% in the fourth quarter, the strongest margin the Company has printed. The gain came from **realized price rather than volume**. Current pricing is **\$2,995 for the complete system, \$2,595 for Omni One for Quest and \$2,495 for Core**, against pre-order systems that shipped at \$2,595
- **Operating expenses of \$4.1M rose 86% year-over-year but fell 19% sequentially.** The year-over-year step-up reflects **\$1.2M of professional fees** tied to the auditor transition and first-year public-company and investor-relations costs, plus **\$0.6M of stock compensation**. **EBITDA was \$(3.8)M** against \$(1.9)M a year ago.

Please refer to the end of this report to obtain important disclosure information.

- **Net loss of \$(7.2)M versus \$(2.3)M**, of which **roughly \$4.0M was non-cash** i.e. \$2.1M of debt discount amortization, \$0.6M of warrant modification expense, \$0.4M loss on extinguishment and \$0.3M of fair-value change on embedded derivatives. **Reported EPS improved to \$(0.22) from \$(0.28)** on a four-fold higher weighted share count.
- **Cash of \$7.4M** against \$9.5M at March 31 2026. The **Streeterville exchange note and warrant structure remains the bridge to ATM eligibility from late January 2027**, and management reiterated that the path is unchanged.
- **Commercial validation broadened materially across four end markets.** Defense: the **Marine Corps Infantry Fireteam Trainer pilot is due at Quantico in 4Q CY26**, alongside a counter-UAS trainer evaluation, **AFWERX SBIR Phase I funding for VTW** and a first Air National Guard deployment. Robotics: a **first Omni One Enterprise sale to Tesla's Optimus program**. Space: **NASA MMEA selection**. Healthcare: the Sirica Therapeutics autism therapy partnership.
- **We maintain our FY27 revenue estimate at \$4.94M (+16%)** while reshaping the quarterly path, and **lower FY27 EPS to \$(0.76) from \$(0.67)** entirely on below-the-line financing costs.

Primary Risks

- Revenue is increasingly concentrated in Omni One, so weaker demand for consumer VR, slower order growth, or mis execution in marketing, logistics, or customer support could materially pressure sales and delay the scaling needed for profitability.
- The VTW defense opportunity is early-stage and long-dated; if procurement cycles extend or meaningful contracts fail to materialize, Virtuix will remain heavily dependent on its consumer business for growth and cash generation.
- Manufacturing is concentrated in China (with suppliers in China and Taiwan), exposing Virtuix to tariffs, export controls, and geopolitical tensions that could disrupt supply chains, increase costs, or constrain access to key end markets.
- The company is ramping production under tight working-capital conditions; missteps in inventory management, cost control, or logistics could increase cash burn and necessitate additional external financing sooner than anticipated.
- Virtuix remains loss-making and reliant on external financing.
- Use of convertible notes, equity-line arrangements, and stock-based compensation creates ongoing dilution risk and potential stock-price overhang as these instruments convert into common equity.
- Major shareholder – control

Thesis

Virtuix is a rare pure-play on active XR: rather than selling another headset, it monetizes the locomotion layer that turns VR into a full-body experience across gaming, fitness, and defense. Since initiation, the story has expanded meaningfully with the Meta launch, early defense validation, and an active M&A process, but the investment case now also has to account for heavier dilution and more timing risk around defense monetization, which is why the target is lower even as the long-term thesis remains intact.

Commentary

The most important thing in this print is not the revenue line, it is the order line. **With the pre-order backlog now exhausted, reported revenue reflects what was shipped in the quarter rather than what was sold years earlier**, and on that cleaner basis orders grew 72% year-over-year and roughly 150% since the Meta launch. The Made for Meta certification gives Virtuix distribution into an installed base it could not previously reach, and the first full quarter of that channel is the one now underway. **We would treat order growth and unit shipments, not the year-over-year revenue comparison, as the measure of whether the Meta channel is working.**

The mix shift that channel creates is the subtlest and, in our view, the most consequential development of the quarter. **Omni One for Quest now represents more than half of unit sales, and Quest buyers do not generate game sales or Omni Online subscriptions** because they bring their own headset and their own content ecosystem. The recurring-revenue element of the story is therefore structurally tied to SKU mix rather than to installed base, and management has indicated it will place less emphasis on software revenue going forward. **An Omni Online offering for Quest users is in development and would reconnect attach rates to unit growth; we regard its delivery as the single most valuable software catalyst available to the Company.**

Margin is where mix and price meet. The 30% printed this quarter was earned on complete systems sold at pre-order pricing, and the complete system has since moved to \$2,995 to sit closer to Omni One for Quest at \$2,595. **We model 25% for the balance of FY27**, which assumes the Quest SKU sold without a headset and carrying a higher structural margin offsets compression on the complete system. Management is holding its margin outlook unchanged pending more mix data, which we read as appropriately measured rather than cautious. **The second quarter is the first clean read on where blended margin settles, and it is the number we would watch most closely.**

Defense and enterprise moved from single deployments toward something closer to a pipeline. **The Marine Corps Infantry Fireteam Trainer pilot at Quantico in 4Q CY26 is the nearest hard milestone**, and it matters less for the revenue it carries than for the past performance it establishes; AFWERX SBIR Phase I funding for VTW, the counter-UAS evaluation and the first Air National Guard deployment all point the same way. The Tesla Optimus sale validates a genuinely new end market in humanoid robotics, though management is clear that **enterprise remains a small fraction of the business today**, and we would size it accordingly until a repeat order arrives. **Converting these programs into funded, recurring orders is the step that would justify a less venture-like valuation framework.**

On capital structure, the path management has described is unchanged: the Streeterville exchange note and warrant structure carries the Company to **ATM eligibility from late January 2027**, with warrant exercises supplying cash in the interim. Runway to that point is workable but leaves limited margin for error, and **investors should expect share count to keep drifting toward the 36–37 million range management has guided for the FY27 exit. M&A remains the cleanest potential re-rating event**, an acquisition adding contract vehicles or past performance could compress years of organic build into a single step, though nothing has been announced. Our monitoring priorities for the next two quarters are, in order: **blended gross margin in the second quarter, the Quantico delivery, an Omni Online path for Quest users, and the terms on which the Company reaches its ATM window.**

Valuation

We value VTIX using a blend of peer-group multiples and a discounted cash flow (“DCF”) framework, with our WACC derived from the capital structure and risk assumptions summarized below. Our peer set includes small-cap XR and immersive hardware/software names, alongside higher-growth gaming and fitness platform companies, reflecting Virtuix’s positioning at the intersection of gaming, VR, and connected fitness rather than as a traditional consumer electronics OEM. Applying the industry-average Price/Sales multiple from this group to our forward VTIX revenue estimates produces a peer-based intrinsic value of **\$8.87 per share**, which we view as the appropriate market-based anchor for the stock.

The exhibit below summarizes our peer group multiples.

Exhibit 14: VTIX Peer Group Multiples and Price Targets

Company Name	Ticker	Market Cap (\$MM)	Price-to-Sales NTM	Price-to-Book TTM	Trailing P/E
Vuzix Corp	VUZI	\$ 204.33	16.34	7.26	NM
Turtle Beach Corp	TBCH	\$ 250.06	0.66	2.26	15.01
Unity Software Inc.	U	\$ 8,594.85	4.02	2.65	NM
Peloton Interactive Inc.	PTON	\$ 1,629.63	0.67	NM	NM
Sony Group Corp	6768 JP	\$ 133,686.85	1.66	2.54	NM
Corsair Gaming Inc.	CRSR	\$ 634.63	0.44	1.00	NM
CAE Inc.	CAE	\$ 9,585.11	2.64	2.51	34.46
Booz Allen Hamilton	BAH	\$ 9,875.12	0.86	9.66	12.17
Sogclair SA	ALSOG	\$ 111.81	0.59	NM	NM
Industry Averages			3.10	3.14	15.01
Virtuix Holdings	VTIX	\$ 89.81	19.18	NM	NM
VTIX Target Multiples			4.65		
FY30 (Sales)			\$ 120.97		
Target Price			\$ 17.93		
Target Price Discounted			\$ 8.87		

Source: Factset (March 2026)

Our DCF analysis complements the relative valuation by explicitly capturing operating leverage and the optionality embedded in Omni One and VTW. We model detailed income statement and cash flow line items through the first three forecast years, then assume EBIT compounds at a steady rate over years four through eight as the business matures from a sub-scale consumer hardware platform into a broader immersive training franchise, fading to a 3.0% terminal growth rate on a 20% return on capital and a 20% reinvestment rate. We discount projected free cash flows and terminal value at a **13.95% WACC**, based on a **15.12%** cost of equity, a **7.90%** after-tax cost of debt, a **1.22** unlevered beta levered to 1.25 at a 19.5% debt-to-equity ratio, a **4.50%** risk-free rate and an **8.50%** equity risk premium, weighted 84% equity and 16% debt. This produces a firm value of \$212.3 million; adding \$7.4 million of cash and deducting \$10.7 million of debt gives equity value of \$209.1 million, or a **DCF value of \$6.67 per share**.

Averaging the peer-based and DCF-derived values on an equal weighting now produces a **blended intrinsic value of \$7.77 per share**, up from \$7.17 at our last update. **We are nonetheless leaving our price target unchanged at \$7.20 for now.** The increase is driven entirely by valuation inputs rather than by operating performance, a lower discount rate and a changed capital structure and we would rather see further evidence before capitalising it: a clean read on blended gross margin in the second quarter, delivery of the Quantico pilot, and visibility on the terms under which the Company reaches its ATM window. At the current share price of **\$1.25**, VTIX trades at a market capitalisation of approximately **\$42 million** on **34.0 million** shares outstanding, so our unchanged target already implies substantial upside to the blended value. In our view this blended approach remains the most appropriate way to underwrite VTIX at this stage: the peer set anchors the stock to how the market is valuing comparable growth and risk profiles, while the DCF captures the specific operating leverage and commercialisation path we expect over the next several years.

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Rating Definitions

BUY, 30% or greater increase in the next 12 months.

BUY-Long-Term, near-term EPS horizon is challenging, attractive long-term appreciation potential.

BUY-Venture, initial stages with little to no revenue and the potential for outsized returns with higher amounts of risk and volatility.

HOLD, perform in line with the market.

SELL, 30% or more declines in the next 12 months.

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Technical Analysis



PE based on Proforma EPS
Virtuix Holdings, Inc.
Quarterly Results & Estimates
 \$ in 000s

	2022 Actual		2026 Actual				2027 Estimated					
	Fiscal 2025A	1QA Jun-25	2QA Sep-25	3QA Dec-25	4QA Mar-26	Fiscal 2026A	1QA Jun-26	2QE Sep-26	3QE Dec-26	4QE Mar-27	Fiscal 2027E	
Total Revenues	\$ 3,590.44	\$ 1,032.14	\$ 984.81	\$ 963.82	\$ 1,271.88	\$ 4,252.64	\$ 767.30	\$ 931.71	\$ 1,741.43	\$ 1,500.06	\$ 4,940.51	
Revenue Growth(y-o-y)	49.0%	218.7%	88.3%	-23.8%	-14.0%	18.4%	-25.7%	-5.4%	80.7%	17.9%	16.2%	
Cost of Sales	\$ 3,817.82	\$ 856.06	\$ 577.26	\$ 674.40	\$ 1,098.30	\$ 3,206.02	\$ 540.14	\$ 698.78	\$ 1,306.08	\$ 1,125.05	\$ 3,670.05	
	106%	82.9%	58.6%	70.0%	86.4%	75%	70.4%	75.0%	75.0%	75.0%	74%	
Gross Profit	\$ (227.38)	\$ 176.08	\$ 407.55	\$ 289.42	\$ 173.57	\$ 1,046.62	\$ 227.16	\$ 232.93	\$ 435.36	\$ 375.02	\$ 1,270.46	
Gross margin	-6.3%	17.1%	41.4%	30.0%	13.6%	24.6%	29.6%	25.0%	25.0%	25.0%	25.7%	
Selling expenses	\$ 1,645.15	\$ 1,049.66	\$ 345.79	\$ 733.66	\$ 450.64	\$ 2,579.75	\$ 738.98	\$ 738.98	\$ 1,381.20	\$ 675.03	\$ 3,534.19	
% of Sales	45.8%	101.7%	35.1%	76.1%	35.4%	60.7%	96.3%	79.3%	79.3%	45.0%	71.5%	
General and administrative expenses	\$ 10,129.11	\$ 959.39	\$ 1,407.06	\$ 1,172.33	\$ 4,401.45	\$ 7,940.23	\$ 3,080.78	\$ 3,080.78	\$ 3,080.78	\$ 3,080.78	\$ 12,323.11	
% of Sales		93.0%	142.9%	121.6%	346%	186.7%	401.5%	330.7%	176.9%	205%	249.4%	
Research and development expenses	\$ 2,185.13	\$ 208.72	\$ 189.47	\$ 226.57	\$ 221.24	\$ 845.99	\$ 309.38	\$ 326.10	\$ 296.04	\$ 450.02	\$ 1,381.54	
% of Sales		20.2%	19.2%	23.5%	17%		40.3%	35.0%	17.0%	30%		
Total operating expenses	\$ 13,959.39	\$ 2,217.77	\$ 1,942.32	\$ 2,132.57	\$ 5,073.33	\$ 11,365.97	\$ 4,129.13	\$ 4,145.86	\$ 4,758.02	\$ 4,205.83	\$ 17,238.83	
% of sales	388.6%	214.9%	197.2%	221.3%	398.9%	267.3%	538.1%	445.0%	273.2%	280.4%	348.9%	
Operating Profit	\$ (14,186.77)	\$ (2,041.69)	\$ (1,534.77)	\$ (1,843.14)	\$ (4,899.75)	\$ (10,319.35)	\$ (3,901.97)	\$ (3,912.93)	\$ (4,322.66)	\$ (3,830.81)	\$ (15,968.37)	
Operating Margin	-395.1%	-197.8%	-155.8%	-191.2%	-385.2%	-242.7%	-508.5%	-420.0%	-248.2%	-255.4%	-323.2%	
Interest expense	\$ (369.42)	\$ (119.30)	\$ (318.97)	\$ (870.72)	\$ (2,234.06)	\$ (3,543.04)	\$ (2,539.59)	\$ (2,000.00)	\$ (1,800.00)	\$ (1,100.00)	\$ (7,439.59)	
Interest income	\$ 1.37	\$ 0.19	\$ 0.11	\$ 0.27	\$ 0.03	\$ 0.61	\$ 0.16	\$ -	\$ -	\$ -	\$ 0.16	
Loss on debt extinguishment	\$ -	\$ (122.86)	\$ -	\$ -	\$ -	\$ (122.86)	\$ (431.22)	\$ (250.00)	\$ (250.00)	\$ (250.00)	\$ (1,181.22)	
Other income (expenses)	\$ (0.07)	\$ -	\$ (12.32)	\$ (76.42)	\$ (2,655.12)	\$ (2,743.87)	\$ (248.55)	\$ (500.00)	\$ (500.00)	\$ (500.00)	\$ (1,748.55)	
Pretax Income	\$ (14,554.89)	\$ (2,283.67)	\$ (1,865.94)	\$ (2,790.01)	\$ (9,788.89)	\$ (16,728.52)	\$ (7,121.18)	\$ (6,662.93)	\$ (6,872.66)	\$ (5,680.81)	\$ (26,337.58)	
Total Income Taxes	\$ 78.96	\$ 23.42	\$ 0.75	\$ 22.63	\$ 78.46	\$ 125.26	\$ 49.39	\$ 49.39	\$ 49.39	\$ 49.39	\$ 197.56	
Share of Loss in Joint Venture	\$ (14.95)	\$ (0.07)	\$ -	\$ -	\$ -	\$ (0.07)	\$ -	\$ -	\$ -	\$ -	\$ -	
Net Income (loss)	\$ (14,648.79)	\$ (2,307.16)	\$ (1,866.70)	\$ (2,812.64)	\$ (9,867.35)	\$ (16,853.85)	\$ (7,170.57)	\$ (6,712.32)	\$ (6,922.06)	\$ (5,730.20)	\$ (26,535.14)	
Shares for Basic EPS (000)	29,462.51	15,000.00	15,000.00	30,839.24	31,347.38	23,046.65	32,787.96	34,287.96	35,787.96	37,287.96	35,037.96	
Shares for Diluted EPS (000)	29,462.51	15,000.00	15,000.00	30,839.24	31,347.38	23,046.65	32,787.96	34,287.96	35,787.96	37,287.96	35,037.96	
EPS Basic	\$ (0.50)	\$ (0.15)	\$ (0.12)	\$ (0.09)	\$ (0.31)	\$ (0.73)	\$ (0.22)	\$ (0.20)	\$ (0.19)	\$ (0.15)	\$ (0.76)	
EPS Diluted	\$ (0.50)	\$ (0.15)	\$ (0.12)	\$ (0.09)	\$ (0.31)	\$ (0.73)	\$ (0.22)	\$ (0.20)	\$ (0.19)	\$ (0.15)	\$ (0.76)	

Virtuix Holdings Inc.
Balance Sheet
\$ in 000

	2025 Actual					2026 Actual					2027 Estimated				
	Fiscal 2025A	1QA Jun-25	2QA Sep-25	3QA Dec-25	4QA Mar-26	Fiscal 2026A	1QA Jun-26	2QE Sep-26	3QE Dec-26	4QE Mar-27	Fiscal 2027E				
Cash and Cash Equivalents	\$ 477.91	\$ 477.91	\$ 564.57	\$ 1,074.64	\$ 9,471.29	\$ 9,471.29	\$ 7,443.87	\$ 6,883.29	\$ 5,714.46	\$ 2,291.45	\$ 2,291.45				
Accounts Receivables	\$ 125.67	\$ 125.67	\$ 233.91	\$ 215.91	\$ 379.29	\$ 379.29	\$ 465.40	\$ 159.13	\$ 297.43	\$ 256.20	\$ 256.20				
Inventories	\$ 1,456.25	\$ 1,456.25	\$ 1,132.78	\$ 1,380.27	\$ 1,188.62	\$ 1,188.62	\$ 1,373.39	\$ 559.03	\$ 1,044.86	\$ 900.04	\$ 900.04				
Prepaid Expenses and other assets	\$ 306.15	\$ 306.15	\$ 611.19	\$ 735.91	\$ 897.11	\$ 897.11	\$ 764.52	\$ 465.86	\$ 870.72	\$ 750.03	\$ 750.03				
Total Current Assets	\$ 2,365.98	\$ 2,365.98	\$ 2,542.44	\$ 3,406.72	\$ 11,936.31	\$ 11,936.31	\$ 10,047.17	\$ 8,067.31	\$ 7,927.46	\$ 4,197.72	\$ 4,197.72				
Property and Equipment, net	\$ 464.90	\$ 464.90	\$ 399.16	\$ 418.62	\$ 378.31	\$ 378.31	\$ 348.20	\$ 205.43	\$ 68.77	\$ (67.88)	\$ (67.88)				
Intangible Assets, Net	\$ 1,981.70	\$ 1,981.70	\$ 1,754.25	\$ 1,648.13	\$ 1,539.35	\$ 1,539.35	\$ 1,432.62	\$ 1,432.62	\$ 1,432.62	\$ 1,432.62	\$ 1,432.62				
Investment in joint venture	\$ 40.69	\$ 40.69	\$ 40.62	\$ 40.62	\$ 40.62	\$ 40.62	\$ -	\$ -	\$ -	\$ -	\$ -				
Other Assets	\$ 86.26	\$ 86.26	\$ 185.15	\$ 125.98	\$ 87.26	\$ 87.26	\$ 50.98	\$ 50.98	\$ 50.98	\$ 50.98	\$ 50.98				
Right-of-use asset – operating	\$ 835.49	\$ 835.49	\$ 757.47	\$ 715.60	\$ 779.51	\$ 779.51	\$ 701.51	\$ 701.51	\$ 701.51	\$ 701.51	\$ 701.51				
TOTAL ASSETS	\$ 5,775.02	\$ 5,775.02	\$ 5,679.09	\$ 6,355.67	\$ 14,761.37	\$ 14,761.37	\$ 12,580.49	\$ 10,457.85	\$ 10,181.35	\$ 6,314.95	\$ 6,314.95				
Accounts Payables	\$ 807.40	\$ 807.40	\$ 1,137.47	\$ 1,275.99	\$ 721.79	\$ 721.79	\$ 662.29	\$ 931.71	\$ 1,741.43	\$ 1,500.06	\$ 1,500.06				
Accrued expenses	\$ 502.00	\$ 502.00	\$ 734.11	\$ 808.47	\$ 559.52	\$ 559.52	\$ 588.77	\$ 559.03	\$ 1,044.86	\$ 900.04	\$ 900.04				
Deferred revenue	\$ 1,769.56	\$ 1,769.56	\$ 738.20	\$ 727.27	\$ 666.33	\$ 666.33	\$ 639.55	\$ 639.55	\$ 639.55	\$ 639.55	\$ 639.55				
Gift card liability	\$ -	\$ -	\$ 456.55	\$ 448.09	\$ 446.25	\$ 446.25	\$ 445.74	\$ 445.74	\$ 445.74	\$ 445.74	\$ 445.74				
Derivative liabilities at fair value	\$ 40.00	\$ 40.00	\$ 63.90	\$ 21.80	\$ 2,709.82	\$ 2,709.82	\$ 1,900.65	\$ 2,150.65	\$ 2,400.65	\$ 2,650.65	\$ 2,650.65				
Current Portion of Long-term Debt	\$ 2,589.98	\$ 2,589.98	\$ 2,759.54	\$ 5,287.06	\$ 5,328.48	\$ 5,328.48	\$ 9,659.00	\$ 9,325.67	\$ 8,992.33	\$ 8,659.00	\$ 8,659.00				
Current Portion of EDIL loans	\$ 0.55	\$ 0.55	\$ 0.56	\$ 0.57	\$ 0.57	\$ 0.57	\$ 0.58	\$ 0.58	\$ 0.58	\$ 0.58	\$ 0.58				
Lease liability - operating	\$ 204.05	\$ 204.05	\$ 170.79	\$ 175.42	\$ 286.70	\$ 286.70	\$ 256.97	\$ 256.97	\$ 256.97	\$ 256.97	\$ 256.97				
Total Current Liabilities	\$ 5,913.53	\$ 5,913.53	\$ 6,061.11	\$ 8,744.66	\$ 10,719.45	\$ 10,719.45	\$ 14,153.55	\$ 14,309.89	\$ 15,522.11	\$ 15,052.59	\$ 15,052.59				
Long-term Debt	\$ -	\$ -	\$ -	\$ -	\$ 2,428.84	\$ 2,428.84	\$ 1,039.52	\$ 1,039.52	\$ 1,039.52	\$ 1,039.52	\$ 1,039.52				
EDIL loan	\$ 24.09	\$ 24.09	\$ 23.81	\$ 23.66	\$ 23.52	\$ 23.52	\$ 23.37	\$ 23.37	\$ 23.37	\$ 23.37	\$ 23.37				
Lease liability	\$ 631.44	\$ 631.44	\$ 586.68	\$ 540.18	\$ 492.81	\$ 492.81	\$ 444.55	\$ 444.55	\$ 444.55	\$ 444.55	\$ 444.55				
TOTAL LIABILITIES	\$ 655.52	\$ 6,569.06	\$ 6,671.60	\$ 9,308.50	\$ 13,664.62	\$ 13,664.62	\$ 15,660.98	\$ 15,817.33	\$ 17,029.55	\$ 16,560.02	\$ 1,507.44				
Preferred stock	\$ 21.69	\$ 21.69	\$ -	\$ -	\$ -	\$ -	\$ 28.90	\$ 29.90	\$ 30.90	\$ 31.40	\$ 31.40				
Common Stock - Class A	\$ 8.26	\$ 8.26	\$ 25.27	\$ 26.35	\$ 28.56	\$ 28.56	\$ 4.00	\$ 4.00	\$ 4.00	\$ 4.00	\$ 4.00				
Common Stock - Class B	\$ -	\$ -	\$ 5.50	\$ 4.50	\$ 4.00	\$ 4.00	\$ 4.00	\$ 4.00	\$ 4.00	\$ 4.00	\$ 4.00				
Additional Paid in Capital	\$ 61,668.61	\$ 61,668.61	\$ 65,630.66	\$ 66,401.21	\$ 80,410.63	\$ 80,410.63	\$ 83,403.61	\$ 87,835.94	\$ 93,268.28	\$ 95,601.11	\$ 95,601.11				
SAFE notes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				
Retained Earnings (Deficit)	\$ (62,492.59)	\$ (62,492.59)	\$ (66,653.95)	\$ (69,384.89)	\$ (79,346.44)	\$ (79,346.44)	\$ (86,517.00)	\$ (93,229.32)	\$ (100,151.37)	\$ (105,881.58)	\$ (105,881.58)				
TOTAL EQUITY	\$ (794.03)	\$ (794.03)	\$ (992.51)	\$ (2,952.83)	\$ 1,096.75	\$ 1,096.75	\$ (3,080.50)	\$ (5,359.48)	\$ (6,848.20)	\$ (10,245.07)	\$ (10,245.07)				
TOTAL LIABILITIES & EQUITY	\$ 5,775.02	\$ 5,775.02	\$ 5,679.09	\$ 6,355.67	\$ 14,761.37	\$ 14,761.37	\$ 12,580.49	\$ 10,457.85	\$ 10,181.35	\$ 6,314.95	\$ 6,314.95				

Virtuix Holdings Inc.
Cash Flow Statement
\$ in 000

	2025 Actual					2026 Actual					2027 Estimated				
	Fiscal 2025A	1QA Jun-25	2QA Sep-25	3QA Dec-25	4QA Mar-26	Fiscal 2026A	1QA Jun-26	2QE Sep-26	3QE Dec-26	4QE Mar-27	Fiscal 2027E				
Net Income	\$ (14,648.79)	\$ (2,307.16)	\$ (1,866.70)	\$ (2,812.64)	\$ (9,867.35)	\$ (16,853.85)	\$ (7,170.57)	\$ (6,712.32)	\$ (6,922.06)	\$ (5,730.20)	\$ (26,535.14)				
Depreciation and Amortization	\$ 482.39	\$ 158.78	\$ 157.01	\$ 151.31	\$ 158.90	\$ 625.99	\$ 142.95	\$ 149.07	\$ 142.95	\$ 142.95	\$ 577.93				
Amortization of discount on notes payable	\$ 13.73	\$ 0.97	\$ 217.58	\$ 717.61	\$ 1,986.90	\$ 2,923.06	\$ 2,052.26	\$ 1,900.00	\$ 1,700.00	\$ 1,000.00	\$ 6,652.26				
Amortization of loan cost	\$ -	\$ 1.13	\$ 3.04	\$ 9.37	\$ 13.33	\$ 26.87	\$ 270.97	\$ -	\$ -	\$ -	\$ 270.97				
Credit loss expense & change in FV of fin. instruments	\$ (17.91)	\$ 36.92	\$ (9.30)	\$ 12.00	\$ 33.53	\$ 73.15	\$ (366.26)	\$ 250.00	\$ 250.00	\$ 250.00	\$ 383.74				
Share-based Compensation Expense	\$ 5,860.70	\$ 10.90	\$ 10.95	\$ 14.17	\$ 405.94	\$ 441.95	\$ 619.86	\$ 500.00	\$ 500.00	\$ 500.00	\$ 2,119.86				
Loss on debt extinguishment	\$ -	\$ 122.86	\$ -	\$ 0.02	\$ (0.02)	\$ 122.86	\$ 431.22	\$ 250.00	\$ 250.00	\$ 250.00	\$ 1,181.22				
Stock issuance in exchange for services	\$ -	\$ -	\$ -	\$ 232.58	\$ 1,002.43	\$ 1,235.01	\$ 103.08	\$ -	\$ -	\$ -	\$ 103.08				
Loss on JV derecognition / disposal of assets	\$ 14.95	\$ 0.07	\$ -	\$ -	\$ -	\$ 0.07	\$ 45.75	\$ -	\$ -	\$ -	\$ 45.75				
Warrant modification expense	\$ -	\$ -	\$ -	\$ -	\$ 2,694.72	\$ 2,694.72	\$ 584.15	\$ 250.00	\$ 250.00	\$ 250.00	\$ 1,334.15				
Accounts Receivable	\$ (78.09)	\$ (53.22)	\$ (82.64)	\$ 6.00	\$ (196.91)	\$ (326.77)	\$ (92.21)	\$ 306.27	\$ (138.30)	\$ 41.22	\$ 116.99				
Inventories	\$ (485.76)	\$ 292.56	\$ 30.91	\$ (247.48)	\$ 191.64	\$ 267.63	\$ (184.76)	\$ 814.36	\$ (485.83)	\$ 144.82	\$ 288.58				
Prepaid Expenses and Other Assets	\$ 648.43	\$ 86.97	\$ (348.78)	\$ (65.56)	\$ (525.47)	\$ (852.83)	\$ 168.88	\$ 298.66	\$ (404.86)	\$ 120.69	\$ 183.37				
Accounts Payable	\$ 410.62	\$ 351.19	\$ (21.12)	\$ 138.53	\$ (554.20)	\$ (85.61)	\$ (59.50)	\$ 269.42	\$ 809.72	\$ (241.37)	\$ 778.27				
Accrued Expenses	\$ 272.87	\$ 193.65	\$ (113.46)	\$ 74.34	\$ 390.36	\$ 544.88	\$ 186.63	\$ (29.74)	\$ 485.83	\$ (144.82)	\$ 497.89				
Operating lease liabilities	\$ (282.59)	\$ (68.17)	\$ (73.95)	\$ -	\$ 402.99	\$ 260.87	\$ -	\$ -	\$ -	\$ -	\$ -				
Gift card liability	\$ -	\$ -	\$ 456.55	\$ (6.47)	\$ (1.83)	\$ 446.25	\$ (0.51)	\$ -	\$ -	\$ -	\$ (0.51)				
Deferred revenue	\$ (80.79)	\$ (339.91)	\$ (691.45)	\$ (10.93)	\$ (60.94)	\$ (1,103.23)	\$ (26.78)	\$ -	\$ -	\$ -	\$ (26.78)				
Operating Activities - Net Cash Flow	\$ (7,890.25)	\$ (1,512.47)	\$ (2,124.22)	\$ (1,899.11)	\$ (3,968.59)	\$ (9,504.38)	\$ (3,294.83)	\$ (1,754.28)	\$ (3,562.54)	\$ (3,416.71)	\$ (12,001.07)				
Purchase Of Property and Equipment	\$ (113.15)	\$ (1.30)	\$ (19.08)	\$ (64.65)	\$ (9.81)	\$ (94.85)	\$ (6.30)	\$ (6.30)	\$ (6.30)	\$ (6.30)	\$ (25.19)				
Purchase of Intangible Assets	\$ (354.04)	\$ (2.19)	\$ -	\$ -	\$ -	\$ (2.19)	\$ (4.95)	\$ -	\$ -	\$ -	\$ (4.95)				
Investing Activities - Net Cash Flow	\$ (467.19)	\$ (3.50)	\$ (19.08)	\$ (64.65)	\$ (9.81)	\$ (97.05)	\$ (11.25)	\$ (6.30)	\$ (6.30)	\$ (6.30)	\$ (30.14)				
Issuance of preferred stock	\$ 2,999.05	\$ 1,493.87	\$ 451.48	\$ -	\$ -	\$ 1,945.35	\$ -	\$ -	\$ -	\$ -	\$ -				
Proceeds from SAFE notes	\$ 3,598.81	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				
Payments on short-term notes payable	\$ (411.25)	\$ (110.99)	\$ (332.19)	\$ -	\$ (1,011.08)	\$ (1,454.26)	\$ (4.60)	\$ -	\$ -	\$ -	\$ (4.60)				
Payments on long-term notes payable	\$ (0.36)	\$ (0.13)	\$ (0.14)	\$ (0.14)	\$ (0.14)	\$ (0.55)	\$ (0.14)	\$ -	\$ -	\$ -	\$ (0.14)				
Proceeds from short-term notes payable	\$ 2,367.50	\$ 217.68	\$ -	\$ 1,515.49	\$ 1.46	\$ 1,734.63	\$ -	\$ -	\$ -	\$ -	\$ -				
Equity issuance costs	\$ (2.75)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (96.60)	\$ -	\$ -	\$ -	\$ (96.60)				
Proceeds from convertible note	\$ -	\$ -	\$ 2,000.00	\$ 1,000.00	\$ 6,398.81	\$ 9,398.81	\$ -	\$ -	\$ -	\$ -	\$ -				
Warrants exercised	\$ 0.10	\$ 0.08	\$ 2.38	\$ 0.58	\$ 6,982.81	\$ 6,985.85	\$ 1,380.00	\$ 1,200.00	\$ 2,400.00	\$ -	\$ 4,980.00				
Due to related parties	\$ 14.23	\$ 21.35	\$ 2.55	\$ (42.10)	\$ (21.80)	\$ (40.00)	\$ -	\$ -	\$ -	\$ -	\$ -				
Cash Advance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				
Financing Activities - Net Cash Flow	\$ 8,565.32	\$ 1,621.85	\$ 2,124.08	\$ 2,473.83	\$ 12,375.05	\$ 18,594.81	\$ 1,278.66	\$ 1,200.00	\$ 2,400.00	\$ -	\$ 4,878.66				
Exchange Rate Effect	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -				
Cash and Equivalents - Change	\$ 207.88	\$ 105.89	\$ (19.23)	\$ 510.07	\$ 8,396.65	\$ 8,993.38	\$ (2,027.42)	\$ (560.58)	\$ (1,168.84)	\$ (3,423.01)	\$ (7,152.55)				
Cash Beginning	\$ 270.03	\$ 477.91	\$ 583.79	\$ 564.57	\$ 1,074.64	\$ 477.91	\$ 9,471.29	\$ 7,443.87	\$ 6,883.29	\$ 5,714.46	\$ 9,471.29				
Cash End	\$ 477.91	\$ 583.79	\$ 564.57	\$ 1,074.64	\$ 9,471.29	\$ 9,471.29	\$ 7,443.87	\$ 6,883.29	\$ 5,714.46	\$ 2,291.45	\$ 2,318.74				

Virtuix Holdings, Inc.: Valuation

Stable Growth
g=3%, Beta =0
D/(D+E) = 0%; ROC = 20%
Reinvestment Rate = 20%

Reinvestment Rate
20.0%

Return on Capital
20.0%

Expected Growth in EBIT(1-t)
4.00%

Terminal Value = \$ 486,042

in \$ 000

Firm Value	\$ 212,343.42
+Cash	\$ 7,443.87
-Debt	\$ 10,722.46
=Equity	\$ 209,064.82
Value/Share	\$ 6.67

	2027	2028	2029	2030	2031	2032	2033	2034	2035
EBIT(1-t)	\$ (13,461.49)	\$ (11,008.69)	\$ (3,005.45)	\$ 13,379.06	\$ 20,068.59	\$ 30,102.89	\$ 45,154.33	\$ 58,700.63	\$ 64,570.69
-Rein	\$ (5,439.67)	\$ (1,283.82)	\$ (9,093.20)	\$ 2,675.81	\$ 4,013.72	\$ 6,020.58	\$ 9,030.87	\$ 11,740.13	\$ 12,914.14
FCFF	\$ (8,021.82)	\$ (9,724.87)	\$ 6,087.76	\$ 10,703.25	\$ 16,054.87	\$ 24,082.31	\$ 36,123.46	\$ 46,960.50	\$ 51,656.55

Discount at Cost of Capital (WACC =13.95%)

Cost of Equity
15.13%

Cost of Debt
7.90%

Weights
E=0.84 D=0.16

Risk Free Rate (10 Year Gov. bond)
4.50%

+

Beta
1.25

X

Risk Premium
8.50%

Unlevered Beta for Industry
1.22

Firm's D/E Ratio
19.48%