EQUITY RESEARCH — MOMENTUM DESK

DXST | FLOAT SQUEEZE | float squeeze | premarket movers | low float | China small caps | reverse split | dilution risk | NASDAQ

DXST Turns Its Float Over Ten Times Before the Open — and the Tape Is Already Below VWAP

July 16, 2026 — 8:47 AM EDT · Report #81 · Free Equity Reports Research

◆ **DESK TAKE**

Gapped and spiked premarket on no fresh news — a structural squeeze on a sub-2M float that's already turned over ~10x, now fading below premarket VWAP. Dilution machinery is fully armed: $200M shelf, a July 14 EGM on a 900M-share authorization plus new reverse-split authority, and a chairman at 90.5% voting control. Watch the mid-$2.80s VWAP zone as the control line and $2.28 as support into the open; below that, the $2.00–2.08 shelf.

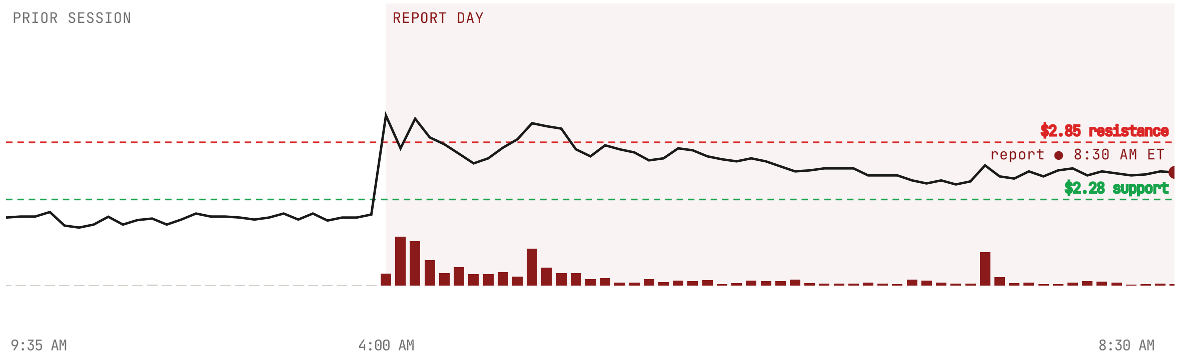
DATA BOX

Price	$2.50
Change	+20.19%
Volume	12.09M
Float	1.22M
Mkt cap	$5.54M

MECHANICS

Roughly 2.2M shares outstanding with a ~1.2M float after a 1-for-25 reverse split effective March 16, 2026, done to maintain Nasdaq listing. A $200M mixed securities shelf was filed April 24, 2026, and a July 14, 2026 EGM sought approval to raise authorized capital to 900M Class A shares plus new reverse-split authority of 1-for-10 to 1-for-250. Chairman Dingxin Sun holds roughly 90.5% of voting power following a June 1, 2026 Class B subscription at $2.00 per share.

DXST — PRIOR SESSION → REPORT TIME



DATA BOX — MACHINE-VERIFIED

Data Box — DXST · as of 8:45 AM ET, 2026-07-16 · Pre-market session

METRIC	VALUE
Price	$2.50
Previous close	$2.08
Change	+20.19%
Volume (premarket)	12.09M
Float	1.22M
Shares outstanding	2.22M
Market cap	$5.54M
52-week range	$1.50 - $62.00
Avg daily volume (20d)	268.4K
Relative volume	N/A (premarket)

All figures machine-sourced from market data APIs at publication time.

DXST is the premarket tape of the morning, writing at 8:45 AM ET on Wednesday July 16. Decent Holding gapped out of a five-day fade, spiked toward the high-$3s in the early hours, and has since bled back into the mid-$2s — below the session's volume-weighted average price. Premarket volume has already turned the float over roughly ten times. On a float this size, that's not accumulation. That's a hot potato changing hands.

No fresh headline hit overnight. Tiingo shows nothing ticker-specific in the last week, which makes this a structural move: a sub-2M share float meeting a wall of momentum flow. The most recent company news is a week old — a July 8 business update citing nearly 150,000 paid members across roughly 480 community service centers. That's the other thing to know about this name: it's an established wastewater treatment services provider in China that has pivoted hard, expanding a community healthcare network toward a target of approximately 1,000 centers by the end of 2026 and forming a partnership with Taihao Robotics in June to launch a robotics training network in China.

The two forces on the tape

Bull side: the float is genuinely tiny, and tiny floats don't need news — they need order flow. Yesterday, Wednesday July 15, the stock closed at its recent lows near the $2 handle on thin volume. Sellers were exhausted; the spring was loaded. Note this isn't a short squeeze — short interest was last reported around 16.4 thousand shares, about 1.3% of the float. This is pure long momentum chasing scarce supply.

Bear side: the share-structure machinery. A $200M mixed securities shelf was filed April 24. The company called a July 14 extraordinary general meeting to increase authorized capital from 19.8M Class A shares to 900,000,000, and to authorize reverse splits at ratios between 1-for-10 and 1-for-250 — and the only SEC filing this week is a 6-K dated July 14, the day of that meeting. The last reverse split, a 1-for-25, took effect March 16, 2026 to help maintain the Nasdaq listing. Insiders won't need your vote on anything: Chairman Dingxin Sun bought 400,000 Class B shares at $2.00 in a June 1 subscription, lifting his control to roughly 90.5% of total voting power. Add a Rosen Law Firm securities class action investigation to the risk stack.

The levels that decide it

The premarket structure is clean:

- **$2.28** — the premarket low. Lose it and the next shelf is the $2.00–2.08 zone from Tuesday and Wednesday.
- **Mid-$2.80s** — the premarket VWAP area. Price below it means the average buyer this morning is underwater; a reclaim on volume flips control back to buyers.
- **High-$3s** — the spike high. That's the breakout trigger, and it only matters if VWAP is reclaimed first.

Trading below VWAP after a spike-and-fade usually means the first pop into the open gets sold. The opportunity here is level-to-level, not buy-and-hope: this float can produce a violent second leg if the open brings fresh demand through VWAP, but the 900M-share authorization plus an effective shelf means any sustained price strength is exactly when new supply becomes most likely. Size for a name that put in a 60% intraday range before the market even opened, and know your exit before entry.

This is not investment advice; do your own research and manage your own risk.

MECHANICS BOX — THE STRUCTURAL READ

- Shares outstanding: 2.22M · Float: 1.22M

- Dilution-relevant SEC filings (30d): none found in the last 30 days
- Splits: 1-for-25 reverse (2026-03-16)
- Roughly 2.2M shares outstanding with a ~1.2M float after a 1-for-25 reverse split effective March 16, 2026, done to maintain Nasdaq listing. A $200M mixed securities shelf was filed April 24, 2026, and a July 14, 2026 EGM sought approval to raise authorized capital to 900M Class A shares plus new reverse-split authority of 1-for-10 to 1-for-250. Chairman Dingxin Sun holds roughly 90.5% of voting power following a June 1, 2026 Class B subscription at $2.00 per share.

The Setup: This is a Float Squeeze play — read the pattern guide to learn how these setups typically unfold.
