EQUITY RESEARCH — MOMENTUM DESK

KIDZ · DILUTION MACHINE · small-cap · momentum · dilution · equity-line · AI · edtech · low-float · reverse-split

KIDZ Doubles on a Company-Announced Award — the Real Story Is 151M Shares of Paper Waiting Offstage

July 6, 2026 — 9:43 AM EDT · Report #70 · Free Equity Reports Research

◆ **DESK TAKE**

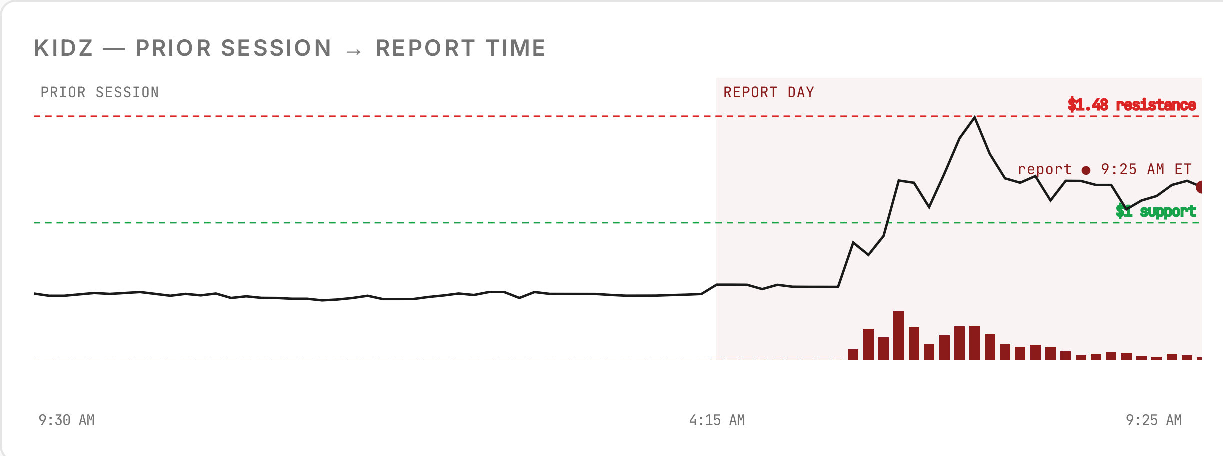
Doubled Monday morning July 6 on a company-announced EdTechX award and the KIDZBot robotics platform unveil — real press release, no revenue attached. Float is squeeze-tight today, but the dilution machinery is enormous: a 151M-share Chardan equity-line resale registration, an active ~$12.5M ATM, and authorized shares raised to 2.5B. Watch $1.48 resistance and the $1.00 pivot into the morning; below $1.00 the gap toward $0.68 opens.

DATA BOX

Price	$1.39
Change	+103.71%
Volume	87.16M
Float	1.11M
Mkt cap	$2.86M

MECHANICS

Roughly 2.06M shares outstanding post the 1-for-10 reverse split effective June 8, 2026 (per the June 29 S-1), with affiliates holding about half and a non-affiliate float near 1.1M. Active facilities: a Chardan ChEF equity line with 151.1M Class B shares registered for resale via the June 29 S-1 (forward issuance, not yet outstanding), a Chardan ATM with roughly $12.5M capacity per the June 5 424B5, and a secured convertible note facility of up to $500M. Shareholders approved raising authorized Class B shares from 4M to 2.5B on June 10; the split addressed a Nasdaq $1.00 minimum bid deficiency.



DATA BOX — MACHINE-VERIFIED

Data Box — KIDZ · as of 9:41 AM ET, 2026-07-06 · Regular session (live)

METRIC	VALUE
Price	$1.39
Previous close	$0.68
Change	+103.71%
Volume	87.16M
Float	1.11M
Shares outstanding	2.07M
Market cap	$2.86M
52-week range	$0.63 - $1,870.00
Avg daily volume (20d)	1.79M
Relative volume	48.7×

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

KIDZ is the loudest name on Monday, July 6’s tape, doubling off Thursday’s $0.68 close and churning its tradable float dozens of times over between premarket and the opening minutes. As of this writing at 9:41 AM ET, the stock has tagged the high, faded, and is chopping in the middle of the day's range. The skeptic's question isn't whether the news is real. It's what the filings say about who supplies stock into every green candle from here — and the answer is unusually specific.

The catalyst

KIDZ AI — formerly Classover Holdings — announced Monday morning that it won the 2026 EdTechX Award for the Americas and unveiled KIDZBot, its AI robotics learning platform. Both claims come from the company's own press release; the award isn't independently verified yet. KIDZBot combines robotics hardware, curriculum, coding tools, and AI capabilities, is aimed at classrooms, learning centers, after-school programs, and summer camps, and commercial rollout is expected in the second half of 2026. No revenue attached, no signed contracts disclosed. The company has been reinventing at speed: a robotics collaboration with Shenzhen XuanYuan Technology, a co-development partnership with ICreate Education Technology, and a digital asset treasury pivot from Solana toward the Hyperliquid ecosystem.

The supply map

Post its 1-for-10 reverse split, KIDZ has roughly 2.06 million shares outstanding per the June 29 S-1 — with affiliates holding roughly half, leaving a genuinely tiny tradable float. That's the squeeze fuel. Now the other side of the ledger:

- The June 29 S-1 registers the resale of 151.1 million Class B shares by Chardan Capital Markets under the equity purchase facility Classover entered with Chardan in May. Nobody holds those shares yet — they're forward supply, created as the company puts stock to Chardan, and once Chardan acquires shares it may resell all, some or none at any time, at different prices.

- A separate Chardan ATM went active via the June 5 424B5, with roughly $12.5 million of capacity.
- Shareholders approved raising authorized Class B shares from 4 million to 2.5 billion on June 10 — the legal headroom for all of the above.
- The secured convertible note facility of up to $500 million was amended in late May, with another $600,000 of notes sold under it.
- The 1-for-10 reverse split took effect June 8, aimed at satisfying Nasdaq's $1.00 minimum bid price requirement — yet the stock closed back at $0.68 on Thursday, July 2.

Today's buyers aren't fighting existing bag holders. They're fighting future issuance — a machine built to convert exactly this kind of volume into cash for the company.

The levels

$1.48 is the session high and the trigger; reclaim and hold it on volume and the squeeze math on a float this thin gets violent, because the registered supply can't hit the tape instantly. $1.00 is the pivot — round number, mid-range, and the exact Nasdaq bid line the split was engineered to defend. Lose it and the compliance story reopens alongside a gap-fill toward $0.68. Volume running at dozens of multiples of the float means no cost basis is stale — this trades level-to-level, not on conviction.

What flips the skeptic bullish: KIDZBot converting into disclosed, dollar-denominated deals, or the ChEF puts simply not arriving while a micro-cap this small rerates. Until then, size for 30–50% adverse swings and halt risk — floats this thin gap straight through stops.

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

MECHANICS BOX — THE STRUCTURAL READ

- Shares outstanding: 2.07M · Float: 1.11M
- Dilution-relevant SEC filings (30d): S-1 (2026-06-29)
- Splits: 1-for-10 reverse (2026-06-08), 1-for-50 reverse (2026-03-10)
- Roughly 2.06M shares outstanding post the 1-for-10 reverse split effective June 8, 2026 (per the June 29 S-1), with affiliates holding about half and a non-affiliate float near 1.1M. Active facilities: a Chardan ChEF equity line with 151.1M Class B shares registered for resale via the June 29 S-1 (forward issuance, not yet outstanding), a Chardan ATM with roughly $12.5M capacity per the June 5 424B5, and a secured convertible note facility of up to $500M. Shareholders approved raising authorized Class B shares from 4M to 2.5B on June 10; the split addressed a Nasdaq $1.00 minimum bid deficiency.

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