EQUITY RESEARCH — MOMENTUM DESK

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TDTH Premarket Surge: Founder's $8M Debt Swap and a Shareholder Vote Tomorrow Put the Recap Trade Front and Center

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◆ DESK TAKE

Gapped into the mid-$3s Tuesday premarket, extending Monday's news-driven run on the founder's $8M debt-for-equity conversion ahead of a July 8 EGM. Tradable supply is tiny — sub-5M ADSs with premarket turnover already several times the count — and the new Class B shares are restricted, so the float doesn't grow tomorrow, though economic dilution is heavy. Watch $3.64 resistance (premarket high) and $2.77 support into the open, with Monday's $2.34 high as the round-trip line.

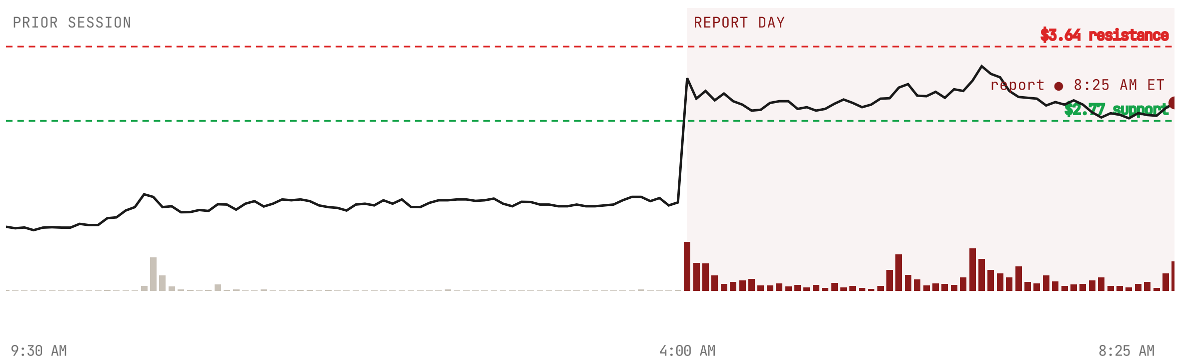
DATA BOX

Price	$2.92
Change	+60.35%
Volume	22.54M
Float	N/A
Mkt cap	$13.77M

MECHANICS

TDTH trades as ADSs with a sub-5M ADS count; each ADS represents 240 underlying Class B ordinary shares, and the ADS program terminates July 16, 2026, with a 240-for-1 Cayman-only consolidation to follow. A proposed conversion of $8M of founder debt into 901.4M restricted (non-trading) Class B shares at $0.008875, plus an authorized capital increase, goes to a shareholder vote July 8, 2026. The company posted a roughly $17M net loss in its latest fiscal year; short interest was under 20K shares as of mid-June.

TDTH — PRIOR SESSION → REPORT TIME



DATA BOX — MACHINE-VERIFIED

Data Box — TDTH · as of 8:41 AM ET, 2026-07-07 · Pre-market session

METRIC	VALUE
Price	$2.92
Previous close	$1.82
Change	+60.35%
Volume	22.54M
Float	N/A
Shares outstanding	4.72M
Market cap	$13.77M
52-week range	$1.27 - $80.40
Avg daily volume (20d)	1.22M
Relative volume	N/A (premarket)

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

TDTH is running again. Trident Digital Tech, the Singapore-based digital infrastructure name, gapped hard in Tuesday's premarket, tagging the mid-$3s after Monday July 6's session saw it spike from a $1.50 open to a $2.34 high before fading to the low $1.80s — on volume that dwarfed anything the ticker had printed in weeks. Premarket turnover Tuesday has already run multiple times the entire ADS count. Writing this at 8:41 AM ET, before the open.

The catalyst is real and datable. Monday morning the company announced a package of capital restructuring initiatives, headlined by Founder and CEO Soon Huat Lim's proposal to convert about $8 million of debt into restricted Class B shares. And the decision point is imminent: the board has approved the share subscription agreement and recommended shareholders vote in favor at a meeting on July 8, 2026 — that's tomorrow.

What the filings actually say

The press release language is about balance-sheet strength. The Form 4 and 6-K supply the arithmetic:

- The company owes Lim $8,000,000 as of June 30, 2026, and proposes to repay it by converting into 901,408,450 Class B ordinary shares at roughly $0.008875 per share.
- Following the transaction, Lim would directly hold 993,484,916 Class B shares, on top of substantial indirect holdings.
- The proposals also massively expand authorized capital to US$1,200,000, then consolidate all issued and unissued shares 240-for-1 — tied to termination of the ADS program effective July 16, 2026, after which ADSs

get cancelled and mandatorily exchanged for Class B ordinary shares expected to trade directly on Nasdaq under TDTH.

The two sides of the tape

Bulls read this as a cleanup. The debt-for-equity swap strengthens shareholders' equity, reduces leverage, and — because the Class B shares are restricted and non-trading — does not increase the public float. Layer on the enterprise AI commercialization strategy anchored by the IRMA Engine and a planned Digital Innovations Group partnership, and you have a narrative plus a genuinely tiny tradable supply. Short interest won't fuel this either — it was down to a rounding error by mid-June. This is pure long-side momentum chasing a micro float.

The risk read sits in the same filings. Converting 901 million new Class B shares at under a penny, together with a greatly enlarged authorized share capital, implies substantial dilution risk for existing shareholders if fully implemented — economic ownership shifts heavily toward the founder even if the trading float doesn't change tomorrow. The company also runs a meaningful annual net loss, and the stock trades roughly 96% below its 52-week high, a scar consistent with prior structural resets.

What flips it, and where

The EGM tomorrow is binary in timing but probably not in outcome — insider voting power makes passage likely. The tradeable questions: does the premarket high in the mid-$3.60s get reclaimed on regular-session volume, and does the high-$2.70s premarket low hold as first support? Below that, Monday's $2.34 high is the level that separates continuation from full round-trip. Watch July 16 too — the ADS-to-ordinary-share exchange is a mechanical event that can bring halts, broker plumbing delays, and confused tape. On a sub-5M ADS count, moves both ways will be violent; size accordingly and don't trust resting stops to fill anywhere near their trigger.

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

MECHANICS BOX — THE STRUCTURAL READ

- Shares outstanding: 4.72M · Float: N/A
- Dilution-relevant SEC filings (30d): none found in the last 30 days
- Splits: 1-for-30 reverse (2026-04-24)
- TDTH trades as ADSs with a sub-5M ADS count; each ADS represents 240 underlying Class B ordinary shares, and the ADS program terminates July 16, 2026, with a 240-for-1 Cayman-only consolidation to follow. A proposed conversion of $8M of founder debt into 901.4M restricted (non-trading) Class B shares at $0.008875, plus an authorized capital increase, goes to a shareholder vote July 8, 2026. The company posted a roughly $17M net loss in its latest fiscal year; short interest was under 20K shares as of mid-June.

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