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Zacks Small-Cap Research

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Izotropic Corp (IZOZF-OTC)

IZOZF: Progressing Toward Commercialization

Izotropic is a medical device company with a potentially groundbreaking for device for detecting breast cancer. We value IZOZF at $0.83 per share on a discounted cash flow analysis basis.

Current Price (08/24/26)	$0.17
Valuation	**$0.83**

OUTLOOK

Izotropic is a medical device company that has developed an innovative machine that will allow for women to have more accurate and comfortable screenings for breast cancer.

IZOZF represents what we believe is an excellent opportunity to invest at an early stage in a breakthrough technology that will positively impact millions of lives.

SUMMARY DATA

52-Week High	**$0.35**
52-Week Low	**$0.14**
One-Year Return (%)	**N/A**
Beta	**N/A**
Average Daily Volume (sh)	**9,950**
Shares Outstanding (mil)	**67**
Market Capitalization ($mil)	**$11**
Short Interest Ratio (days)	**N/A**
Institutional Ownership (%)	**N/A**
Insider Ownership (%)	**N/A**
Annual Cash Dividend	**$0.00**
Dividend Yield (%)	**0.00**
5-Yr. Historical Growth Rates	
Sales (%)	**N/A**
Earnings Per Share (%)	**N/A**
Dividend (%)	**N/A**
P/E using TTM EPS	**N/A**
P/E using 2025 Estimate	**N/A**
P/E using 2026 Estimate	**N/A**
Zacks Rank	**N/A**

Risk Level	**High**
Type of Stock	**Small**
Industry	**Medical Devices**

ZACKS ESTIMATES

Revenue
(in millions of $US)

	Q1 (Jul)	Q2 (Oct)	Q3 (Jan)	Q4 (Apr)	Year (Apr)
2024	NA	NA	NA	NA	0 A
2025	0 A	0 A	0 A	0 A	0 A
2026	0 A	0 A	0 A	0 A	0 A
2027	2 E	2 E	2 E	3 E	10 E

Earnings per Share

	Q1 (Jul)	Q2 (Oct)	Q3 (Jan)	Q4 (Apr)	Year (Apr)
2024	NA	NA	NA	NA	-0.04 A
2025	0.00 A	0.00 A	0.00 A	0.00 A	0.00 A
2026	0.00 A	-0.01 A	0.00 A	-0.01 E	-0.02 A
2027	0.01 E	0.01 E	0.00 E	0.01 E	0.03 E

Update

With the investment world increasingly interested in smaller companies in search of value and growth, we want to highlight one of our favorite ideas for investors. Izotropic Corporation (OTCQB: IZOZF; CSE: IZO) is a medical technology company focused on transforming breast cancer detection through its proprietary IzoView Breast CT imaging platform. Rather than competing solely as another mammography system, the company has developed a dedicated three-dimensional breast CT technology designed to provide physicians with a more complete and detailed view of breast tissue. As breast cancer remains one of the most common cancers affecting women worldwide, the need for improved diagnostic accuracy continues to drive demand for innovative imaging technologies capable of identifying tumors earlier while reducing unnecessary follow-up procedures.

The company's flagship IzoView system has advantages over conventional breast imaging technologies. Traditional mammography produces two-dimensional images by compressing the breast, which can make interpretation difficult, particularly in women with dense breast tissue. Dense tissue often obscures tumors, leading to additional imaging studies, biopsies, patient anxiety, and delayed diagnoses. IzoView instead generates true three-dimensional volumetric images without breast compression, allowing physicians to visualize the breast from virtually every angle. This approach has the potential to improve lesion visualization while offering a more comfortable patient experience.

Another feature is Izotropic's focus on image quality and workflow optimization. The company has incorporated proprietary hardware innovations together with advanced software designed to maximize image clarity while supporting efficient clinical interpretation. As artificial intelligence increasingly becomes integrated into diagnostic imaging, Izotropic also intends to incorporate AI-assisted capabilities into its platform to further enhance physician productivity and diagnostic confidence. While regulatory review remains ongoing, these technological advantages position IzoView as a potentially differentiated solution in an imaging market that has seen relatively modest changes over the past several decades.

We believe the commercial opportunity is significant. Industry forecasts estimate that the global breast imaging market could approach approximately $9 billion by the end of the decade as healthcare systems continue investing in earlier cancer detection and more advanced diagnostic equipment. Aging populations, increasing breast cancer awareness, expanding screening programs, and the growing prevalence of dense breast notification laws all support continued demand for improved imaging technologies. Once IzoView receives regulatory clearance and gains clinical adoption, Izotropic would be targeting a market that includes hospitals, outpatient imaging centers, specialty breast clinics, and academic medical institutions across multiple international markets.

One of the more encouraging developments during 2026 has been the company's expansion beyond North America. Earlier this year Izotropic established Izotropic Africa, a commercialization platform focused on Morocco, Africa, and the Gulf Cooperation Council region. During July, the company executed its formal commercialization and distribution agreements, providing Izotropic Africa with exclusive rights to market IzoView throughout the territory while Izotropic retains ownership of its technology and intellectual property. The agreement also outlines plans for regulatory submissions, pilot installations, hospital partnerships, manufacturing feasibility studies, and expansion of the commercial pipeline across multiple countries. This strategy allows the company to establish an early international footprint while leveraging local expertise to accelerate market development.

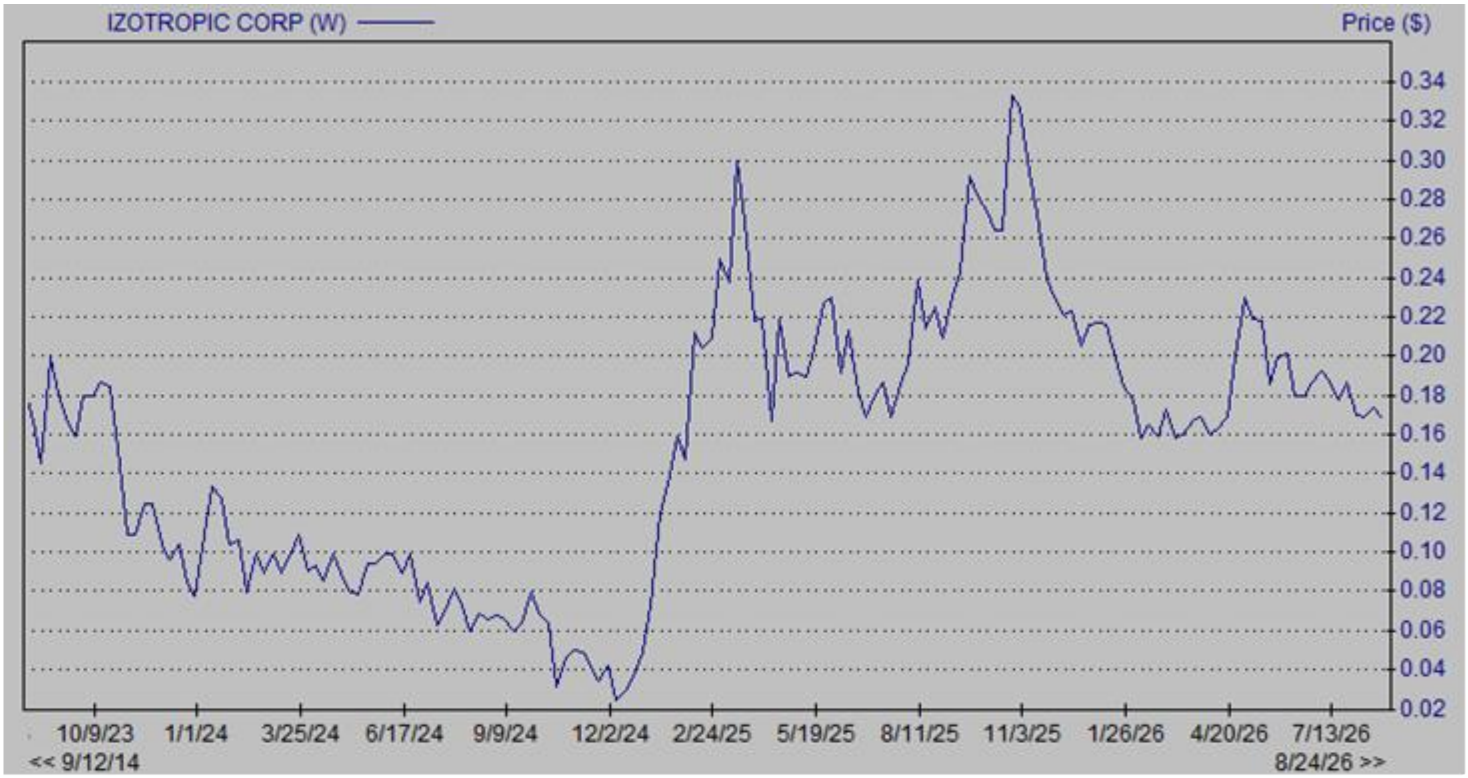
Management has also continued strengthening its corporate position throughout 2026 as evidenced by its recent full-year 2026 financial results. Earlier financing activities and debt settlements improved the balance sheet while allowing the company to continue advancing commercialization initiatives and international expansion. In parallel, management has increased investor education efforts and highlighted plans to introduce additional imaging technologies over the next twelve months, demonstrating that the company's long-term vision extends beyond a single product platform.

For investors, we believe Izotropic represents the opportunity to be an early investor in an emerging medical device company seeking to disrupt an established diagnostic market with technology designed to address longstanding limitations of conventional breast imaging. The combination of proprietary intellectual property, a potentially differentiated three-dimensional imaging platform, growing international commercialization efforts, and exposure to a multibillion-dollar global breast imaging market provides an attractive long-term growth narrative. While regulatory approval and commercial execution remain important milestones ahead, recent strategic developments suggest the company is steadily positioning itself to transition from a development-stage innovator into a commercial medical imaging company capable of participating in one of healthcare's largest and most important diagnostic markets and we urge investors with a higher risk tolerance to take a look on IZOZF.

PROJECTED INCOME STATEMENT & BALANCE SHEET

Izotropic Income Statement and Balance Sheet						
(In thousands of US Dollars-Conversion rate: 1 Canadian dollar=0.72 US dollars)						
	1Q2026A	**2Q2026A**	**3Q2026A**	**4Q2026A**	**2027E**	**2028E**
Revenue	0	0	0	0	5,000	10,000
Cost of Goods Sold	0	0	0	0	1,000	2,000
Profit margin	0	0	0	0	4,000	8,000
Operating Expenses						
Consulting Fees	22	39	22	27	109	120
Depreciation	8	3	6	7	29	30
Filing and regulatory fees	4	31	9	10	40	42
Research and development	105	186	143	86	346	363
Other operating expenses	85	90	80	79	317	333
Gross profit	(223)	(349)	(259)	(210)	3,159	7,112
Interest	43	43	43	215	858	884
Loan extension fees	36	36	36	0	0	0
Other expenses-(gains)	4	1	(150)	(41)	0	0
Income/(Loss)	(306)	(430)	(189)	(384)	2,301	6,228
Net Inc./(Loss) Before Tax	(306)	(430)	(189)	(384)	2,301	6,228
Income Tax Benefit/(Expense)	0	0	0	0	0	0
Foreign Currency Translation	55	(122)	5	2	0	0
Net Income/(Loss)	(306)	(552)	(184)	(382)	2,301	6,228
Net Income/(Loss) per share	$ (0.00)	$ (0.01)	$ (0.00)	$ (0.01)	$ 0.03	$ 0.08
Diluted Common Shares Outstanding	61,618	64,699	65,917	66,712	70,048	73,550
Current Assets						
Cash and cash equivalents	48	165	262	158	169	181
Prepaid Expenses and deposits	90	146	141	78	90	90
Other	6	7	4	2	5	5
Total Current Assets	145	318	407	238	264	276
Property, Plant and Equip.	6	3	86	78	6	6
Other long-term assets	0	0	0	0	0	0
Total other assets	6	3	86	78	6	6
Total Assets	150	321	493	316	270	281
Current Liabilities						
Accounts Payable and accrued liabilities	1,868	2,146	2,082	2,127	2,340	2,574
Promissory notes	2,058	2,138	2,174	2,160	2,376	2,614
Lease liabilities	3	5	36	27	29	32
Total current liabilities	3,930	4,288	4,292	4,314	4,745	5,219
Lease liability	0	0	49	53	52	50
Other long-term liabilities	0	0	0	0	0	0
Total long-term liabilities	0	0	49	53	52	50
Total Liabilities	3,930	4,288	4,341	4,366	4,796	5,270
Stockholders' equity/(deficit)	(3,779)	(3,967)	(3,848)	(4,050)	(4,526)	(4,989)
Total Liabilities and Stockholders' Equity	150	321	493	316	270	281

HISTORICAL STOCK PRICE



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