

AST SPACEMOBILE, INC.

CASE OVERVIEW

Lead Plaintiff Deadline: 11/13/2026

Status: Investigating

Company Name: AST SpaceMobile, Inc.

Court: Western District of Texas

Case Number: 7:26cv00378

Class Period: 03/04/2025 - 07/15/2026

Ticker: ASTS

Related Attorneys: Thomas W. Elrod

Related Practices: Securities

The lawsuit alleges that AST made false and/or misleading statements and failed to disclose that: (i) AST's increasing capital requirements were likely to increase the Company's debt load and share dilution with greater frequency and at greater scale than Defendants had signaled to investors; (ii) accordingly, Defendants had overstated the sufficiency of AST's capital and liquidity position to achieve its strategic and business goals; (iii) Defendants likewise overstated the durability of AST's competitive position in the satellite direct-to-cellular ("D2C") market; (iv) even following the EchoStar Transaction, Defendants continued overstating AST's competitive position in the satellite D2C market; (v) AST was experiencing slow user adoption in the U.S. and Japan; (vi) and the foregoing was likely to have a significant negative impact on the Company's business and financial prospects.

On September 8, 2025, UBS issued a report downgrading AST to a "Neutral" from a "Buy" recommendation and cut its price target on the Company to \$43.00 from \$62.00, citing heightened competitive pressures related to the EchoStar Transaction. On this news, the price of AST shares fell \$3.86, or approximately 9.47%, from \$40.77 on September 8, 2025 to close at \$36.91 per share on September 9, 2025.

Then, on October 21, 2025, AST issued a press release announcing its intent to offer \$850 million aggregate principal amount of convertible senior notes due 2036 in a private offering and that it would use the proceeds from the offering "for general corporate purposes, including without limitation funding the deployment of AST SpaceMobile's worldwide constellation of satellites." On this news, the price of AST mobile shares fell \$7.26, or approximately 9.24%, from \$78.61 on October 21, 2025 to close at \$71.35 per share on October 22, 2025.

On January 6, 2026, Scotia bank issued a report downgrading AST to a "Sell" recommendation and its rating to "Sector Underperform" from "Sector Perform," citing significant competition from Starlink and "[e]vidence of slow user adoption in the U.S. and Japan." On this news the Company's stock price fell \$11.76, or approximately 12.06%, from \$97.49 on January 6, 2026 to close at \$85.73 per share on January 7, 2026.

Then, on February 11, 2026, AST issued a press release announcing its intent to offer \$1 billion of convertible senior notes due 2036 in a private offering, and that it would use the proceeds from the offering "for general corporate purposes." On this news, the price of AST shares fell \$14.70, or approximately 15.17%, from \$86.92 per share on February 11, 2026 to close at \$72.22 on February 12, 2026.

Finally, on July 15, 2026, AST issued a press release announcing its intent to offer another \$1 billion aggregate principal amount of convertible senior notes due 2034 in a private offering. On this news, the price of AST shares fell \$11.30, or approximately 17.04%, from \$66.31 per share on July 15, 2026 to close at \$55.01 on July 16, 2026.