



## Arrive AI Announces First Quarter 2026 Results and Highlights Operational Progress Toward Commercial Scale

May 15, 2026

INDIANAPOLIS, IN / [ACCESS Newswire](#) / May 15, 2026 / Arrive AI (NASDAQ:ARAI), an autonomous delivery network company built around patented, AI-powered Arrive Points™, today announced financial results for the first quarter ended March 31, 2026, and provided an update on operational milestones, product development, and strategic progress.

The company will host a conference call and webcast today at 8:30 AM Eastern Time to review results, discuss recent developments, and answer investor questions.

"We continue to believe our most important metric right now is operational progress and milestone achievement," said Founder and CEO Dan O'Toole. "Over the last quarter, we strengthened our supply chain, advanced our software infrastructure, expanded internal development capabilities, progressed toward larger-scale deployment readiness, and continued building the foundation for long-term autonomous logistics infrastructure."

### Recent Operational Highlights

During the quarter, Arrive AI:

- Expanded and stabilized manufacturing operations through a new manufacturing partnership in India for the AP3, the company's current Arrive Point model.
- Remained on track for an improved AP3 release in July, with broader availability expected beginning in October
- Continued development of its next-generation APX platform
- Advanced Arrive OS, the company's internally developed operating system and deployment software layer
- Fully internalized software development operations to improve efficiency and reduce third-party costs
- Continued preparations for a digital demonstration initiative planned for Texas later this year
- Expanded its patent portfolio to 10 U.S. utility patents
- Held its first Board meeting with newly appointed director Mike Fitz of T-Mobile for Business

### Q1 2026 Financial Highlights

- Revenue of approximately \$14,925, consisting entirely of recurring subscription revenue
- Net loss of approximately \$6.4 million, compared to approximately \$2 million in Q1 2025
- Approximately \$5.7 million in cash and \$2.8 million in short-term investments at quarter end
- Quarterly operating cash outflow of approximately \$3 million, primarily related to team expansion and infrastructure development

The company also announced it recently reached a standstill agreement with Streeterville Capital that management believes will help reduce share price volatility associated with routine conversion activity while preserving capital flexibility moving forward. Under the standstill agreement, Streeterville Capital has agreed not to deliver any Purchase Notices through December 31, 2026, except on any trading day when the closing price of the Common Shares is at least 15% above the Nasdaq Minimum Price. Additional details will be included in a Form 8-K filing.

"As we continue executing, our focus remains straightforward: strengthen the platform, expand deployments, improve scalability, and maintain discipline on capital allocation, positioning Arrive AI for long-term growth within autonomous logistics," O'Toole added.

### Earnings Call Details:

- Title: Arrive AI Inc. Q1 2026 Earnings Call
- Date: May 15, 2026
- Time: 8:30 AM EDT (Live Event)
- Duration: 60 minutes
- Webcast Link: <https://edge.media-server.com/mmc/p/4ovfitm5>.

If you are an analyst and would like to join the call to ask questions, please contact Alliance IR at [ARAI.IR@allianceadvisors.com](mailto:ARAI.IR@allianceadvisors.com).

A replay of the call will be available after the event on Arrive AI's website at [arriveai.com/investor-relations](https://arriveai.com/investor-relations).

Following opening remarks from Founder and CEO Dan O'Toole, portions of the prepared comments will be delivered using AI-assisted voice technology as part of the company's continued exploration of practical AI applications in business communications.

### **About Arrive AI**

Arrive AI (NASDAQ:ARAI) is building the infrastructure for autonomous logistics through a network of intelligent delivery endpoints that enable secure, asynchronous exchange of goods. The company's platform supports drones, ground robotics, and human couriers, solving the "last inch of the last-mile" challenge across logistics, healthcare, and enterprise delivery.

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### **Cautionary Note Regarding Forward-Looking Statements**

This news release and statements of Arrive AI's management in connection with this release or related events may contain "forward-looking statements" within the meaning of Section 21E of the Securities Exchange Act of 1934, as amended, and the Private Securities Litigation Reform Act of 1995.

Forward-looking statements relate to future events and expected business and financial performance and often include words such as "expects," "anticipates," "intends," "plans," "believes," "potential," "will," "should," "could," "would," "optimistic," or "may," and similar expressions.

These statements are based on information available as of the date of this release and reflect management's current views and assumptions. They are not guarantees of future performance and involve known and unknown risks, uncertainties, and other factors that may be beyond the company's control.

Readers are cautioned not to place undue reliance on forward-looking statements, which speak only as of the date of this release. Potential investors should review Arrive AI's SEC filings, including risk factors, available at [www.sec.gov](http://www.sec.gov).

Arrive AI undertakes no obligation to update forward-looking statements to reflect events or circumstances after the date of this release, except as required by law.

**ARRIVE AI INC.**  
 CONDENSED BALANCE SHEETS

<b>March 31, 2026</b>	<b>December 31, 2025</b>
(Unaudited)	

**ASSETS**

**CURRENT ASSETS**

Cash and cash equivalents	\$ 5,667,553	\$ 2,104,004
Investments at fair value	2,802,060	-
Accounts receivable, net of allowance	-	4,975
Prepaid expenses	280,102	189,878
Other current assets	12,325	12,325
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Total current assets	8,762,040	2,311,182

**OTHER ASSETS**

Property and equipment, net	679,333	514,684
Right of use assets - operating leases	2,023,420	2,117,284
Patents, net of accumulated amortization of \$3,120 and \$2,603	271,580	272,097
Deferred offering costs	3,475,514	5,650,185
Other assets	279,187	65,633
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Total other assets	6,729,034	8,619,883
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<b>TOTAL ASSETS</b>	<b>\$ 15,491,074</b>	<b>\$ 10,931,065</b>

**LIABILITIES AND STOCKHOLDERS' EQUITY****CURRENT LIABILITIES**

Accounts payable	\$ 227,909	\$ 183,993
Accrued expenses	1,490,720	538,234
Operating lease liability	408,345	392,950
Derivative liabilities	1,440,000	1,460,000
Convertible note payable, net of discount and debt issuance costs of \$4,507,852 and \$350,794, and \$3,379,447 and \$240,896, respectively	7,681,354	4,144,657

Note payable	8,336	9,140
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Total current liabilities	11,256,664	6,728,974
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<b>LONG TERM LIABILITIES</b>		
Operating lease liability	1,616,553	1,725,073
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Note payables, net of current portion	-	1,418
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Total long term liabilities	1,616,553	1,726,491
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Total liabilities	12,873,217	8,455,465
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<b>Commitments and Contingencies (See Note 16)</b>		
<b>STOCKHOLDERS' EQUITY</b>		
Common stock, \$0.0002 par value, 200,000,000 authorized, 37,731,391 and 34,213,387 issued and outstanding at March 31, 2026 and December 31, 2025	7,545	6,841
Additional paid-in capital	37,834,831	31,215,698
Deferred compensation	(107,334 )	-
Accumulated deficit	(35,117,185 )	(28,746,939 )
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Total stockholders' equity	2,617,857	2,475,600
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<b>TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY</b>	<b>\$ 15,491,074</b>	<b>\$ 10,931,065</b>
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**ARRIVE AI INC.**  
CONDENSED STATEMENTS OF OPERATIONS  
(Unaudited)

<b>Three Months Ended</b>	<b>Three Months Ended</b>
<b>March 31, 2026</b>	<b>March 31, 2025</b>
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<b>REVENUE</b>	\$ 14,925	\$ -
<b>OPERATING EXPENSES</b>		
General and administrative	4,210,066	1,894,981
Research and development	357,073	91,263
Sales and marketing	111,350	7,661
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Total operating expenses	4,678,489	1,993,905
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<b>OTHER INCOME (EXPENSES)</b>		
Interest expense	(361,870 )	(1,175 )
Other income	177,789	16,915
Change in fair value of derivative liabilities	1,129,769	-
Accretion of debt discount	(250,969 )	-
Loss on conversion of convertible notes payable	(2,345,613 )	-
Realized gain on investments	446,324	-
Unrealized loss on investments	(502,112 )	-
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Total other income (expenses)	(1,706,682 )	15,740
	<u>          </u>	<u>          </u>
<b>NET LOSS BEFORE TAXES</b>	(6,370,246 )	(1,978,165 )
	<u>          </u>	<u>          </u>
<b>PROVISION (BENEFIT) FOR INCOME TAXES</b>	-	-
	<u>          </u>	<u>          </u>
<b>NET LOSS</b>	\$ (6,370,246 )	\$ (1,978,165 )
	<u>          </u>	<u>          </u>
<b>NET LOSS PER SHARE:</b>		
Basic and diluted	\$ (0.18 )	\$ (0.07 )
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**WEIGHTED-AVERAGE COMMON SHARES OUTSTANDING:**

Basic and diluted	36,167,200	29,721,248
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**ARRIVE AI INC.**  
CONDENSED STATEMENTS OF CASH FLOWS  
For the Three Months Ended March 31, 2026 and 2025 (Unaudited)

	<u>2026</u>	<u>2025</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net loss	\$ (6,370,246 )	\$ (1,978,165 )
Adjustments to reconcile net loss to net cash used in operating activities		
Stock-based compensation	1,043,789	1,348,245
Depreciation and amortization	56,214	7,391
Credit loss expense	300	-
Operating lease liability - non-cash adjustment	739	-
Change in fair value of derivative liability	(1,129,769 )	-
Loss on conversion of convertible notes payable	2,345,613	-
Accretion of discount on convertible note payable	250,969	-
Accretion of issuance costs on convertible note payable	119,018	-
Realized gain on investments	(446,324 )	-
Unrealized loss on investments	502,112	-
Changes in operating assets and liabilities (Increase) decrease in		
Accounts receivable	4,675	-
Prepaid expenses	(90,224 )	7,081
Other current assets	-	1,412
Other assets	(213,554 )	-
Increase (decrease) in		
Accounts payable	43,916	(66,262 )

Accrued expenses	952,486	133,627
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Net cash used in operating activities	(2,930,286 )	(546,671 )
	<u>                    </u>	<u>                    </u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditures	(220,346 )	(2,832 )
Proceeds from sales of investments	8,893,827	-
Purchase of investments	(11,751,675 )	-
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Net cash used in investing activities	(3,078,194 )	(2,832 )
	<u>                    </u>	<u>                    </u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from sale of common stock, net	-	420,753
Taxes paid for shares withheld upon vesting of restricted stock units	(25,749 )	-
Proceeds from the exercise of warrants, net	-	296,875
Repayments of note payables	(2,222 )	(2,075 )
Proceeds from issuance of convertible notes payable	10,000,000	-
Debt issuance costs	(400,000 )	-
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Net cash provided by financing activities	9,572,029	715,553
	<u>                    </u>	<u>                    </u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,563,549	166,050
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	2,104,004	129,318
	<u>                    </u>	<u>                    </u>
<b>CASH AND CASH EQUIVALENTS, END OF PERIOD</b>	<b>\$ 5,667,553</b>	<b>\$ 295,368</b>
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**SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION**

Cash paid for:

Interest	\$ 1,064	\$ 321
Income taxes	\$ -	\$ -

**SUPPLEMENTAL DISCLOSURE OF NONCASH INFORMATION**

Common stock issued as payment of offering costs	\$ -	\$ 6,927,869
Common stock issued for deferred compensation	\$ 161,000	\$ -
Common stock issued for conversion of convertible notes payable	\$ 6,468,903	\$ -
Derivative liabilities reclassified as additional paid-in capital upon conversion of convertible notes payable	\$ 1,200,231	\$ -
Deferred offering costs recognized as additional paid-in capital upon financing drawdown	\$ 2,174,671	\$ -

**SOURCE:** Arrive AI Inc.

[press release](#)