

Faraday Future Intelligent Electric Inc.
Nasdaq CM: FFAI
Flash Report

May 22, 2025

Price (as of close May 21, 2025)

\$1.10

Fola Abimbola, CFA
 Research@EmergingGrowth.com

About the Company

Faraday Future Intelligent Electric Inc. (FFAI) engages in the design, development, manufacture, engineering, distribution, and sale of electric vehicles and related products in the United States. The Company's technology comprises variable platform architecture, propulsion system, Internet, autonomous driving, and intelligence system. It offers products, including FF 91 series, the FX 5 series, the FX 6 series, and the FX Super One series. FFAI was formerly known as Faraday&Future Inc. and changed its name to Faraday Future Intelligent Electric Inc. in July 2022.

52-Week Range	\$0.83 – \$155.60
Shares Outstanding	97.6 mil
Insider / Institutional	0.6%/13.7%
Public Float	97.6 mil
Market Capitalization	\$112.3 mil
Total Debt	\$63.2 mil
Debt / Equity	56.3%
ROE (LTM)	-
Book Value / Share	\$1.74
Daily Volume (90-day)	7.1 mil
Fwd. Div. & Yield	-

EMERGING *Growth* Research

Leveraging AI to Redefine EV Innovation.

Faraday Future's (FFAI) Q1:25 results indicate early commercial traction, with revenue rising sharply to \$316,000 from just \$2,000 in Q1:24 – driven by FF 91 lease revenue. While gross and operating losses persisted, year-over-year improvement in net loss was notable, supported by higher revenue and improved cost control, though operating cash outflows increased. Supply chain stability also showed signs of improvement. The Company is making bold strategic moves, including the launch of AIHER to develop the world's first AI-powered hybrid powertrain, the release of a proprietary in-vehicle AI operating system, and the securing of over 1,300 nonbinding paid B2B preorders. The FX Super One, its flagship AI-MPV, is slated for launch in June, with first deliveries expected by year-end. This milestone marks a critical step toward validating Faraday's mass-market strategy and could serve as a catalyst for broader adoption, improved brand credibility, and enhanced investor confidence. Management also announced a global M&A initiative targeting niche AI and mobility assets. With upcoming catalysts, increasing technological differentiation, and optionality stemming from a compressed equity valuation, FFAI offers a unique opportunity for investors positioned for long-term growth.



Investment Thesis

- **AI Differentiation:** FFAI's AI-centric roadmap – from its in-cabin agent to powertrain architecture – represents a differentiated EV thesis that could attract strategic partners or acquirers in the AI mobility ecosystem.
- **Product Pipeline Momentum:** Progress on FX Super One and FX 6 prototypes, combined with homologation and validation testing, suggests readiness for commercialization in late 2025.
- **Order Book Traction:** Over 1,300 nonbinding paid B2B preorders signal preliminary market acceptance and provide a platform for scalable revenue growth if fulfilled.
- **Lean Cost Model:** Targeting <25% of the R&D cost of traditional OEMs, FFAI's cost discipline could allow more agile adaptation to market shifts.
- **Strategic M&A Intent:** The Company's global MAA (Mergers and Acquisitions) strategy offers potential for vertical integration of AI tech or bolt-on capabilities at discounted valuations.
- **Manufacturing Flexibility:** The Hanford plant currently has a production capacity of 10,000 units, with the potential to expand to over 30,000 units annually by adding a flexible production line for FX vehicles. Its dual domestic/international sourcing strategy may mitigate tariff exposure and enable responsive scaling.

Key Risks

- Continued cash burn with an unclear financing runway raises viability concerns unless the Company secures meaningful funding or strategic partnerships.

Please refer to the end of this report to obtain important disclosure information.

- Ambitious AIHER and FX timelines may suffer delays given limited production history and complex tech integration requirements.
- Exposure to tariffs and regulatory shifts in AI and EV sectors could pressure margins and disrupt supply chains.
- The 1,300+ preorders are nonbinding; conversions into actual sales remain uncertain and could disappoint.
- With legacy OEMs and startups aggressively pursuing AI and EV strategies, FFAI must compete with deeper pockets and established supply chains.
- The share price may remain depressed or face further dilution from necessary capital raises if commercial execution falters.

Important Disclosures

Emerging Growth.com ("EG") is a publisher and distributor of branded investment research reports provided by Emerging Growth Research LLC ("EGR Report") focused on both public and private companies. This report was prepared for institutional and professional investors ONLY and it is also known as Company Sponsored Research ("CSR"). Collectively, however ("EGR Report(s)").

Be advised that this EGR Report is being provided by Emerging Growth Research LLC (EGR) solely for informational purposes, is not the opinion of EG, should not be construed as an offer or solicitation to buy or sell securities, and should not be considered in any decision to buy or sell any security mentioned within the EGR Reports. All information contained in the EGR Report as well as on the EmergingGrowth.com website is obtained from sources believed to be reliable but not guaranteed to be accurate or all-inclusive, timely, or correct. The information includes certain forward-looking statements, which may be affected by unforeseen circumstances and / or certain risks. Because EGR is compensated as detailed herein and EG receives Licensing fees from EGR, as also detailed herein, EG and EGR have a conflict of interest and strongly urge you to consult your own independent financial, investment, tax and legal advisors prior to purchasing or selling any securities mentioned herein.

The analyst that has prepared and is responsible for the content of this report has stated that neither he/she, nor any of his/her associates both professional and personal, to the best of his/her knowledge have no personal or professional relationship with any of the companies or principals of any companies mentioned within, other than providing services that EGR may offer.

EGR has been compensated for preparation of this report. EG has been compensated by Faraday Future Intelligent Electric, Inc. for presenting on the Emerging Growth Conference.

It is the intent of EGR to provide continuing coverage on a quarterly basis, or otherwise for the subject Company of this report; however, EGR or EG will not notify readers of this report if coverage by EGR, for any reason, is terminated.

The reader or user of this content agrees that neither EGR and / or EG nor the analysts, directors, officers, employees, representatives, independent contractors, agents, or affiliates of EGR and EG shall be liable or held liable for any omissions, errors or inaccuracies, regardless of cause, foreseeability, or the lack of timeliness of this or any of our other reports to users. This lack of liability extends to direct, indirect, incidental, exemplary, compensatory, punitive, special or consequential damages, costs, expenses, legal fees, losses, lost income, lost profit, or opportunity costs.

Again, all information contained herein should be independently verified by your own research and your own independent financial, investment, tax, and legal advisors prior to purchasing or selling any securities mentioned herein.

In addition to the specific disclosures mentioned herein, you are encouraged to read our general disclosure here: EmergingGrowth.com/Disclosure.

Rating Definitions

Buy, 30% or greater price appreciation in the next 12 months.

Buy-Extended, near-term EPS and/or revenue horizon is challenging with strong long-term appreciation possibility.

Buy-Emerging, initial stages with low revenue and the potential for large returns with higher risk and volatility.

Hold, perform similar to market.

Sell, 30% or more decline in the next 12 months.

© Copyright 2025 Emerging Growth Research LLC

No part of this material may be copied, photocopied, or duplicated in any form by any means or redistributed without the prior written consent of Emerging Growth Research LLC.

5-Year Chart

US:FFAI

Volume x

