



RIO 888 ended the third quarter up 3.15% but remains down 9.13% year to date. In stark contrast, the stock traded, Virgin Galactic (SPCE) is down 42.08% year to date. That said, SPCE has rallied higher in this, the third quarter.



Virgin Galactic's recent update

The firm raised \$56 million from an at-the-market equity offering in Q2, leaving it with \$508 million on hand, but the company continues to burn roughly \$100 million per quarter.

Virgin Galactic plans to reopen ticket sales at \$600,000 per seat in the first quarter of 2026. As they plan to commercialise its Delta class spaceships in the autumn of 2026, the launch of its research ship program has been pushed from summer 2026 to autumn 2026 due to fuselage issues. The company also initiated the design phase of its next-generation mothership, LVX, intended to increase flight frequency but add to cash demands.

Based on a higher cash burn and slower flight ramp than before, there is still a substantial downside risk, this simply given the cash requirements, the level of current resources and timing of the flight ramp, which is likely to put negative pressure on the stock.

William Gray
The RIO Club