Nortech Systems Inc.

NSYS

Nasdaq; business equipment; SIC 3679, Electronic Components, NEC; CIK 0000722313

D

fourth fifth of 497 graded peers in business equipment

rank 318 of 497; percentile 63.9; sampling error 2.2 points; lower is stronger

A B C D E

D, the sloth



Scoreboard	
Profitability	C percentile 49.4
Solvency	B/C percentile 40.4
Growth and financing	D percentile 69.2
Reliability	0.83 AUC filers with $12.5M to $120M assets; 95% interval 0.79 to 0.86; 201 events, 2020 to 2025
Peer failure rate	1.07% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	$12.5M to $120M assets total assets $71.9M
Standard universe	inside revenue above $1M and assets above $10M
Warnings	none triggered not computable: distress
Inputs computable	9 of 14
Graded from	filings received through Apr 15, 2026 189 days before the rescan; latest periodic filing 10-Q received Aug 12, 2026
Last close	$10.08 2026-10-15; market equity $28.8M; no price enters the letter

Share price, twelve months to the rescan



Split-adjusted close. Each lollipop is a rescan and carries the letter held then.

Letter at every rescan, 2012 to 2026



Sector percentile at each rescan, stronger toward the top; facts filed by each date only.

Business, in the company's words

opening of Item 1 of the 10-K received Mar 26, 2026

Systems Incorporated, ("the Company", "we", "our") organized in 1990, is a provider of engineering design and manufacturing solutions for complex electromedical devices, electromechanical systems, assemblies and components headquartered in Maple Grove, Minnesota, a suburb of Minneapolis, Minnesota. We maintain facilities and operations in Minnesota in the United States; Monterrey, Mexico; and Suzhou, China.

The fourteen inputs

lower percentile is stronger; sleeves and inputs within a sleeve carry equal weight

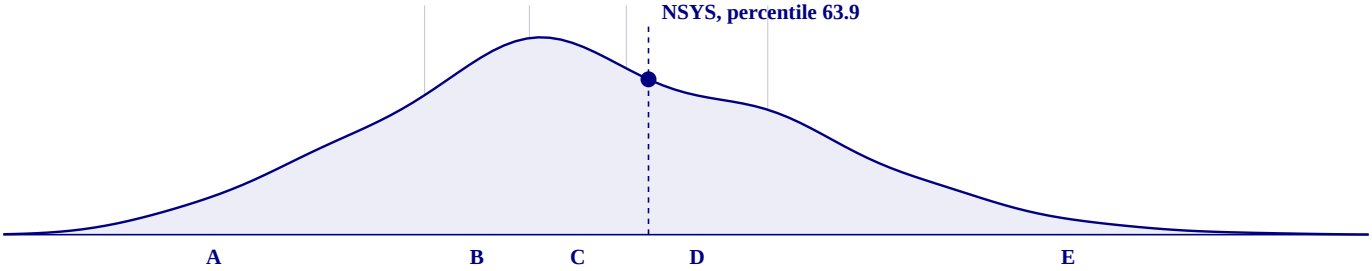
Input	Value	Peer median	Percentile, 0 to 100	Pct	Peers	Period end
Profitability, sleeve percentile 49.4						
Gross profitability	25.0%	28.6%		55.2	557	2025-12-31
Return on invested capital	not computable	11.2%				
pretax income must exceed the validity floor and imply a 0%-100% tax rate						
Accruals ratio	(4.1%)	(7.4%)		69.5	620	2025-12-31

Not investment advice. Informational and educational only. Data from SEC EDGAR, may contain errors, is not warranted. The grade ranks reported financial condition and is not a return forecast.

Gross margin stability, five years	1.2 pts	2.3 pts		23.5	427	2025-12-31
Solvency, sleeve percentile 40.4						
Twelve-month failure probability	not computable	0.05%				
latest liabilities, cash plus short-term investments, book equity, and shares are required						
Altman Z double-prime	4.24	2.16		28.2	564	2025-12-31
Net debt to EBITDA	not computable	1.11x				
latest aligned inputs end 2020-12-31; latest annual assets end 2025-12-31						
Interest coverage	not computable	3.77x				
latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-31						
Current ratio	1.88x	2.01x		52.6	664	2025-12-31
Growth and financing, sleeve percentile 69.2						
Revenue growth, three-year compound	(4.1%)	6.4%		77.8	537	2025-12-31
Free cash flow growth, three-year compound	(11.8%)	18.0%		87.1	265	2025-12-31
Reinvestment rate	not computable	14.3%				
pretax income must exceed the validity floor and imply a 0%-100% tax rate						
Asset growth, three years	1.1%	5.0%		58.5	562	2025-12-31
Net share issuance, one year	0.9%	0.5%		53.3	410	2026-02-28

Among 497 peers

business equipment; letters are fifths of this list



Composite score of every graded peer, smoothed; vertical rules are the letter band edges; stronger to the left.

Rank	Company	Percentile	Letter	Warnings
313	KEY Tronic Corp. (KTCC)	62.9	D	
314	Fastly, Inc. (FSLY)	63.1	D	
315	Marvell Technology, Inc. (MRVL)	63.3	D	
316	Netgear, Inc. (NTGR)	63.5	D	
317	Avantor, Inc. (AVTR)	63.7	D	
318	Nortech Systems Inc. (NSYS)	63.9	D	
319	Caci International Inc. (CACI)	64.1	D	
320	Interlink Electronics Inc. (LINK)	64.3	D	
321	Danaher Corp. (DHR)	64.5	D	
322	N-able, Inc. (NABL)	64.7	D	late filer
323	Semtech Corp. (SMTC)	64.9	D	

What the price implies

at the 2026-10-15 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	28.3%	2.2%	70
Distance from 52-week high	(42.9%)	(31.1%)	38
EBIT to enterprise value	3.3%	1.4%	66
Free cash flow yield	7.2%	2.8%	78
Book value to price	1.23	0.26	90
Sales to price	4.11	0.31	95

Not investment advice. Informational and educational only. Data from SEC EDGAR, may contain errors, is not warranted. The grade ranks reported financial condition and is not a return forecast.

Composite equity issuance, five years	7.0%	4.2%	54
Relative strength against the sector, log excess return	(0.03)	(0.26)	70

Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score None of 9, period end 2025-12-31	
Return on assets above zero	fail
Operating cash flow above zero	pass
Return on assets improved	pass
Operating cash flow exceeds net income	pass
Long-term leverage fell	fail
Current ratio improved	fail
No new shares issued	fail
Gross margin improved	pass
Asset turnover improved	fail
Cash, filings, liquidity	
Cash and equivalents	$1.4M
Operating cash flow, four quarters	$3.1M
Months of runway	not finite
Days since last periodic filing	70 (10-Q received Aug 12, 2026)
Median daily dollar volume, 63 sessions	$92,411

Sources

every fact behind the inputs; each row links to its filing index on sec.gov

#	Concept	XBRL tag	Value	Period end	Received	Form	Accession
1	gross profit	us-gaap:GrossProfit	$18.0M	2025-12-31	2026-04-15	10-K/A	26-016795
2	assets	us-gaap:Assets	$71.9M	2025-12-31	2026-04-15	10-K/A	26-016795
3	operating income	us-gaap:OperatingIncomeLoss	-$616,000	2020-12-31	2022-03-17	10-K	22-006550
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	-$1.2M	2020-12-31	2022-03-17	10-K	22-006550
5	income tax	us-gaap:IncomeTaxExpenseBenefit	$310,000	2020-12-31	2022-03-17	10-K	22-006550
6	total debt	us-gaap:LongTermDebt	$7.1M	2020-12-31	2022-03-17	10-K	22-006550
7	book equity	us-gaap:StockholdersEquity	$18.7M	2020-12-31	2023-03-17	10-K	23-007041
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$352,000	2020-12-31	2022-03-17	10-K	22-006550
9	total debt	us-gaap:LongTermDebt	$3.6M	2019-12-31	2021-03-23	10-K	21-006916
10	book equity	us-gaap:StockholdersEquity	$20.0M	2019-12-31	2022-03-17	10-K	22-006550
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$351,000	2019-12-31	2021-03-23	10-K	21-006916
12	net income	us-gaap:NetIncomeLoss	-$252,000	2025-12-31	2026-04-15	10-K/A	26-016795
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$2.7M	2025-12-31	2026-04-15	10-K/A	26-016795
14	assets	us-gaap:Assets	$72.4M	2024-12-31	2026-04-15	10-K/A	26-016795
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$118.4M	2025-12-31	2026-04-15	10-K/A	26-016795
16	gross profit	us-gaap:GrossProfit	$16.7M	2024-12-31	2026-04-15	10-K/A	26-016795
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$128.1M	2024-12-31	2026-04-15	10-K/A	26-016795
18	gross profit	us-gaap:GrossProfit	$23.1M	2023-12-31	2025-03-31	10-K	25-001473
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$139.3M	2023-12-31	2025-03-31	10-K	25-001473
20	gross profit	us-gaap:GrossProfit	$20.5M	2022-12-31	2024-03-20	10-K	24-008690
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$134.1M	2022-12-31	2024-03-20	10-K	24-008690
22	gross profit	us-gaap:GrossProfit	$15.9M	2021-12-31	2023-03-17	10-K	23-007041
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$115.2M	2021-12-31	2023-03-17	10-K	23-007041
24	current assets	us-gaap:AssetsCurrent	$56.1M	2025-12-31	2026-04-15	10-K/A	26-016795
25	current liabilities	us-gaap:LiabilitiesCurrent	$29.8M	2025-12-31	2026-04-15	10-K/A	26-016795
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	$17.1M	2025-12-31	2026-04-15	10-K/A	26-016795
27	operating income	us-gaap:OperatingIncomeLoss	$975,000	2025-12-31	2026-04-15	10-K/A	26-016795
28	book equity	us-gaap:StockholdersEquity	$34.5M	2025-12-31	2026-04-15	10-K/A	26-016795
29	liabilities	us-gaap:Liabilities	$37.4M	2025-12-31	2026-04-15	10-K/A	26-016795

Not investment advice. Informational and educational only. Data from SEC EDGAR, may contain errors, is not warranted. The grade ranks reported financial condition and is not a return forecast.

30	depreciation amortization	us-gaap:Depreciation	$2.0M	2020-12-31	2022-03-17	10-K	22-006550
31	operating income	us-gaap:OperatingIncomeLoss	$6.0M	2023-12-31	2025-03-31	10-K	25-001473
32	interest expense	us-gaap:InterestExpense	$487,000	2023-12-31	2024-03-20	10-K	24-008690
33	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$661,000	2025-12-31	2026-04-15	10-K/A	26-016795
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-$2.2M	2024-12-31	2026-04-15	10-K/A	26-016795
35	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$1.3M	2024-12-31	2026-04-15	10-K/A	26-016795
36	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$1.8M	2023-12-31	2025-03-31	10-K	25-001473
37	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$1.3M	2023-12-31	2025-03-31	10-K	25-001473
38	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$5.4M	2022-12-31	2024-03-20	10-K	24-008690
39	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$2.4M	2022-12-31	2024-03-20	10-K	24-008690
40	depreciation amortization	us-gaap:Depreciation	$1.3M	2025-12-31	2026-04-15	10-K/A	26-016795
41	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$11,000	2025-12-31	2026-04-15	10-K/A	26-016795
42	income tax	us-gaap:IncomeTaxExpenseBenefit	$263,000	2025-12-31	2026-04-15	10-K/A	26-016795
43	current assets	us-gaap:AssetsCurrent	$55.3M	2024-12-31	2026-04-15	10-K/A	26-016795
44	current liabilities	us-gaap:LiabilitiesCurrent	$21.4M	2024-12-31	2026-04-15	10-K/A	26-016795
45	assets	us-gaap:Assets	$75.1M	2023-12-31	2025-03-31	10-K	25-001473
46	assets	us-gaap:Assets	$69.5M	2022-12-31	2024-03-20	10-K	24-008690
47	shares outstanding	dei:EntityCommonStockSharesOutstanding	2,786,134	2026-02-28	2026-04-15	10-K/A	26-016795
48	shares outstanding	dei:EntityCommonStockSharesOutstanding	2,760,793	2025-02-28	2025-03-31	10-K	25-001473

Not investment advice. Informational and educational only. Data from SEC EDGAR, may contain errors, is not warranted. The grade ranks reported financial condition and is not a return forecast.