Scansource, Inc.

SCSC

Nasdaq; shops; SIC 5045, Wholesale-Computers & Peripheral Equipment & Software; CIK 0000918965

C

middle fifth of 256 graded peers in shops

rank 127 of 256; percentile 49.4; sampling error 2.9 points; lower is stronger

A B C D E

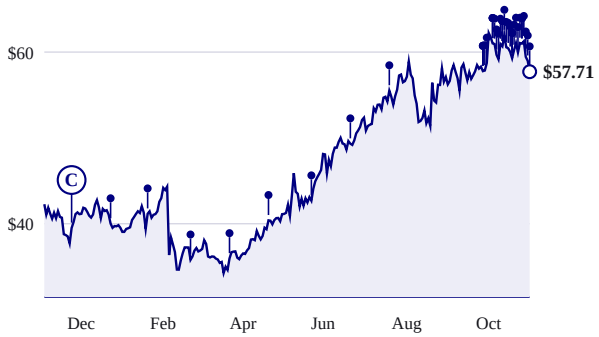
C, the tortoise



Scoreboard

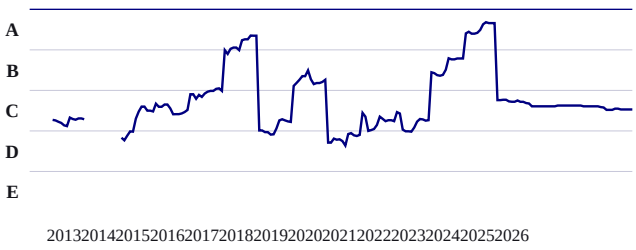
Profitability	C/D percentile 61.2
Solvency	B percentile 24.7
Growth and financing	C/D percentile 61.0
Reliability	0.91 AUC filers with $591M to $2.67B assets; 95% interval 0.88 to 0.94; 160 events, 2020 to 2025
Peer failure rate	1.01% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	$591M to $2.67B assets total assets $1.9B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	none triggered; fortress balance sheet not computable: distress
Inputs computable	9 of 14
Graded from	filings received through Aug 20, 2026 74 days before the rescan; latest periodic filing 10-K received Aug 20, 2026
Last close	$57.47 2026-10-30; market equity $1.2B; 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 Aug 20, 2026

ScanSource, Inc. (together with its subsidiaries referred to as the "Company," "ScanSource," "we," "us," or "our") is a leading technology distributor uniquely positioned to address complex, converging technologies and to accelerate growth for channel sales partners across hardware, software as a service ("SaaS"), connectivity and cloud services. ScanSource uses multiple sales models to offer technology solutions from leading suppliers of specialty technologies, connectivity and cloud services. The Company operates primarily in the United States and Brazil.

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 61.2						
Gross profitability	22.6%	42.0%		77.8	240	2026-06-30
Return on invested capital	not computable	10.9%				

latest aligned inputs end 2012-06-30; latest annual assets end 2026-06-30

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Accruals ratio	(2.4%)	(4.8%)	76.8	285	2026-06-30
Gross margin stability, five years	0.7 pts	1.2 pts	29.0	218	2026-06-30
Solvency, sleeve percentile 24.7					
Twelve-month failure probability	not computable	0.03%			
latest liabilities, cash plus short-term investments, book equity, and shares are required					
Altman Z double-prime	5.20	1.93	15.2	205	2026-06-30
Net debt to EBITDA	not computable	1.84x			
latest aligned inputs end 2012-06-30; latest annual assets end 2026-06-30					
Interest coverage	not computable	2.28x			
latest aligned inputs end 2023-06-30; latest annual assets end 2026-06-30					
Current ratio	1.76x	1.38x	34.2	293	2026-06-30
Growth and financing, sleeve percentile 61.0					
Revenue growth, three-year compound	(5.2%)	1.6%	77.1	267	2026-06-30
Free cash flow growth, three-year compound	not computable	5.2%			
current FCF must be positive and base FCF must exceed $100,000					
Reinvestment rate	(70.7%)	8.4%	89.4	152	2026-06-30
Asset growth, three years	(2.2%)	3.4%	70.3	270	2026-06-30
Net share issuance, one year	(8.0%)	(0.6%)	7.2	208	2026-08-17

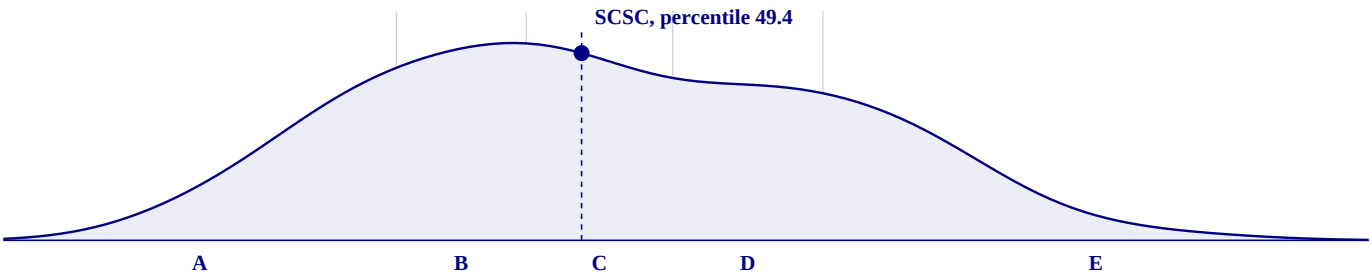
Warnings

1 of 7 checks triggered; none of them enters the letter

Check	Measured
Fortress balance sheet	cash minus debt is 23,744,000 USD; Altman Z is not used

Among 256 peers

shops; 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
122	Starbucks Corp. (SBUX)	47.5	C	
123	Lowes Companies Inc. (LOW)	47.8	C	
124	Universal Corp. (UVV)	48.2	C	late filer
125	Group 1 Automotive Inc. (GPI)	48.6	C	
126	Boise Cascade Co. (BCC)	49.0	C	
127	Scansource, Inc. (SCSC)	49.4	C	fortress balance sheet
128	Reliance, Inc. (RS)	49.8	C	
129	Foster L B Co. (FSTR)	50.2	C	
130	TD Synnex Corp. (SNX)	50.6	C	
131	Titan Machinery Inc. (TITN)	51.0	C	fortress balance sheet
132	Bath & Body Works, Inc. (BBWI)	51.4	C	

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What the price implies

at the 2026-10-30 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	36.9%	(0.4%)	80
Distance from 52-week high	(7.2%)	(20.3%)	81
EBIT to enterprise value	6.9%	5.2%	71
Free cash flow yield	9.8%	3.9%	80
Book value to price	0.78	0.35	75
Sales to price	2.78	1.59	66
Composite equity issuance, five years	(23.6%)	(16.8%)	33
Relative strength against the sector, log excess return	0.41	0.09	80

Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score 8 of 9, period end 2026-06-30	
Return on assets above zero	pass
Operating cash flow above zero	pass
Return on assets improved	pass
Operating cash flow exceeds net income	pass
Long-term leverage fell	pass
Current ratio improved	fail
No new shares issued	pass
Gross margin improved	pass
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	$88.4M
Operating cash flow, four quarters	$123.1M
Months of runway	not finite
Days since last periodic filing	74 (10-K received Aug 20, 2026)
Median daily dollar volume, 63 sessions	$14.4M

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	$437.4M	2026-06-30	2026-08-20	10-K	26-000044
2	assets	us-gaap:Assets	$1.9B	2026-06-30	2026-08-20	10-K	26-000044
3	operating income	us-gaap:OperatingIncomeLoss	$113.5M	2012-06-30	2014-08-28	10-K	14-000019
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$111.2M	2012-06-30	2014-08-28	10-K	14-000019
5	income tax	us-gaap:IncomeTaxExpenseBenefit	$36.9M	2012-06-30	2014-08-28	10-K	14-000019
6	total debt	us-gaap:LongTermDebt	$5.4M	2012-06-30	2012-08-24	10-K	12-000014
7	book equity	us-gaap:StockholdersEquity	$652.3M	2012-06-30	2015-08-27	10-K	15-000020
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$29.2M	2012-06-30	2015-08-27	10-K	15-000020
9	total debt	us-gaap:LongTermDebt	$30.4M	2011-06-30	2012-08-24	10-K	12-000014
10	book equity	us-gaap:StockholdersEquity	$587.4M	2011-06-30	2014-08-28	10-K	14-000019
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$28.7M	2011-06-30	2014-08-28	10-K	14-000019
12	net income	us-gaap:NetIncomeLoss	$78.9M	2026-06-30	2026-08-20	10-K	26-000044
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$123.1M	2026-06-30	2026-08-20	10-K	26-000044
14	assets	us-gaap:Assets	$1.8B	2025-06-30	2026-08-20	10-K	26-000044
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$3.2B	2026-06-30	2026-08-20	10-K	26-000044
16	gross profit	us-gaap:GrossProfit	$408.6M	2025-06-30	2026-08-20	10-K	26-000044
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$3.0B	2025-06-30	2026-08-20	10-K	26-000044
18	gross profit	us-gaap:GrossProfit	$399.1M	2024-06-30	2026-08-20	10-K	26-000044

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19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$3.3B	2024-06-30	2026-08-20	10-K	26-000044
20	gross profit	us-gaap:GrossProfit	$449.2M	2023-06-30	2025-08-21	10-K	25-000029
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$3.8B	2023-06-30	2025-08-21	10-K	25-000029
22	gross profit	us-gaap:GrossProfit	$426.5M	2022-06-30	2024-08-27	10-K	24-000029
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$3.5B	2022-06-30	2024-08-27	10-K	24-000029
24	current assets	us-gaap:AssetsCurrent	$1.5B	2026-06-30	2026-08-20	10-K	26-000044
25	current liabilities	us-gaap:LiabilitiesCurrent	$859.1M	2026-06-30	2026-08-20	10-K	26-000044
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	$1.0B	2026-06-30	2026-08-20	10-K	26-000044
27	operating income	us-gaap:OperatingIncomeLoss	$98.6M	2026-06-30	2026-08-20	10-K	26-000044
28	book equity	us-gaap:StockholdersEquity	$910.8M	2026-06-30	2026-08-20	10-K	26-000044
29	liabilities	us-gaap:Liabilities	$1.0B	2026-06-30	2026-08-20	10-K	26-000044
30	depreciation amortization	us-gaap:Depreciation	$3.5M	2012-06-30	2014-08-28	10-K	14-000019
31	operating income	us-gaap:OperatingIncomeLoss	$135.9M	2023-06-30	2025-08-21	10-K	25-000029
32	interest expense	us-gaap:InterestExpense	$19.8M	2023-06-30	2023-08-22	10-K	23-000023
33	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$9.3M	2026-06-30	2026-08-20	10-K	26-000044
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivitiesC...	$112.3M	2025-06-30	2025-08-21	10-K	25-000029
35	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$8.3M	2025-06-30	2026-08-20	10-K	26-000044
36	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivitiesC...	$371.6M	2024-06-30	2025-08-21	10-K	25-000029
37	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$8.6M	2024-06-30	2026-08-20	10-K	26-000044
38	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivitiesC...	-$35.8M	2023-06-30	2025-08-21	10-K	25-000029
39	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$10.0M	2023-06-30	2025-08-21	10-K	25-000029
40	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$23.6M	2026-06-30	2026-08-20	10-K	26-000044
41	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$103.7M	2026-06-30	2026-08-20	10-K	26-000044
42	income tax	us-gaap:IncomeTaxExpenseBenefit	$24.9M	2026-06-30	2026-08-20	10-K	26-000044
43	current assets	us-gaap:AssetsCurrent	$1.4B	2025-06-30	2026-08-20	10-K	26-000044
44	current liabilities	us-gaap:LiabilitiesCurrent	$683.0M	2025-06-30	2026-08-20	10-K	26-000044
45	assets	us-gaap:Assets	$1.8B	2024-06-30	2025-08-21	10-K	25-000029
46	assets	us-gaap:Assets	$2.1B	2023-06-30	2024-08-27	10-K	24-000029
47	shares outstanding	dei:EntityCommonStockSharesOutstanding	20,142,812	2026-08-17	2026-08-20	10-K	26-000044
48	shares outstanding	dei:EntityCommonStockSharesOutstanding	21,884,508	2025-08-18	2025-08-21	10-K	25-000029

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