# Netsol Technologies Inc.

**NTWK**

Nasdaq; business equipment; SIC 7372, Services-Prepackaged Software; CIK 0001039280

**A**

**strongest fifth of 497 graded peers in business equipment**

rank 40 of 497; percentile 7.9; sampling error 2.2 points; lower is stronger

A B C D E

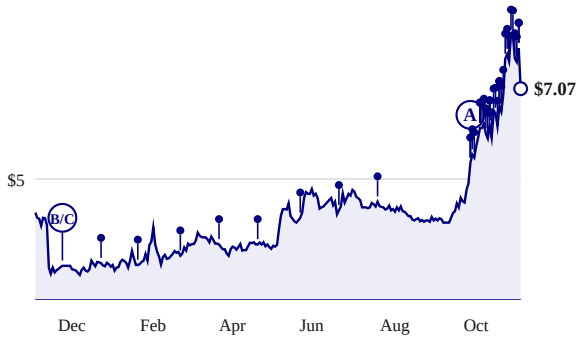
**A, the bull**



## Scoreboard

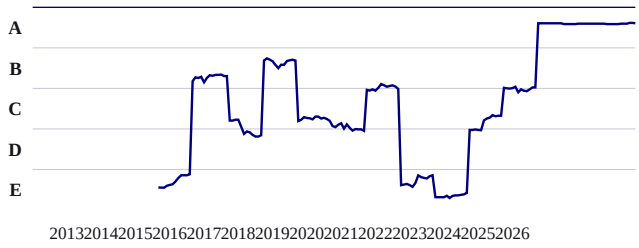
| | |
|---|---|
| **Profitability** | B<br>percentile 34.8 |
| **Solvency** | B<br>percentile 28.7 |
| **Growth and financing** | B<br>percentile 31.5 |
| **Reliability** | 0.83 AUC<br>filers with $12.5M to $120M assets; 95% interval 0.79 to 0.86; 201 events, 2020 to 2025 |
| **Peer failure rate** | 1.07% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | $12.5M to $120M assets<br>total assets $77.8M |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered; fortress balance sheet<br>not computable: distress |
| **Inputs computable** | 12 of 14 |
| **Graded from** | filings received through Sep 28, 2026<br>37 days before the rescan; latest periodic filing 10-K received Sep 28, 2026 |
| **Last close** | $7.01<br>2026-11-03; market equity $83.8M; 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 Sep 29, 2025*

Technologies' solutions and services enable original equipment manufacturers (OEMs), dealerships and financial institutions to sell, finance and lease assets. The company serves customers across over 30 countries. NETSOL has been at the cutting edge of technology, pioneering innovations with its asset finance solutions and leveraging advanced AI and cloud services to meet the complex needs of the global market. Renowned for its deep industry expertise, customer-centric approach and commitment to excellence, NETSOL fosters strong partnerships with its clients, ensuring their success in an ever-evolving landscape.

## 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 34.8** | | | | | | |
| Gross profitability | 50.3% | 28.7% | | 16.8 | 555 | 2026-06-30 |
| Return on invested capital | 30.5% | 11.6% | | 14.3 | 134 | 2026-06-30 |
| Accruals ratio | (15.6%) | (7.4%) | | 26.6 | 618 | 2026-06-30 |

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| | | | | | | |
|---|---|---|---|---|---|---|
| Gross margin stability, five years | 7.2 pts | 2.3 pts | 81.6 | 426 | 2026-06-30 |
| **Solvency, sleeve percentile 28.7** | | | | | | |
| Twelve-month failure probability | not computable | 0.06% | | | |
| *latest liabilities, cash plus short-term investments, book equity, and shares are required* | | | | | | |
| Altman Z double-prime | 3.00 | 2.16 | 36.8 | 564 | 2026-06-30 |
| Net debt to EBITDA | (3.29x) | 1.08x | 1.4 | 147 | 2026-06-30 |
| Interest coverage | not computable | 3.77x | | | |
| *latest aligned inputs end 2024-06-30; latest annual assets end 2026-06-30* | | | | | | |
| Current ratio | 2.06x | 2.01x | 48.0 | 662 | 2026-06-30 |
| **Growth and financing, sleeve percentile 31.5** | | | | | | |
| Revenue growth, three-year compound | 12.4% | 6.4% | 33.8 | 536 | 2026-06-30 |
| Free cash flow growth, three-year compound | 217.8% | 18.2% | 1.1 | 265 | 2026-06-30 |
| Reinvestment rate | 63.1% | 14.3% | 30.5 | 224 | 2026-06-30 |
| Asset growth, three years | 10.1% | 5.1% | 34.1 | 561 | 2026-06-30 |
| Net share issuance, one year | 1.4% | 0.5% | 57.7 | 408 | 2026-09-21 |

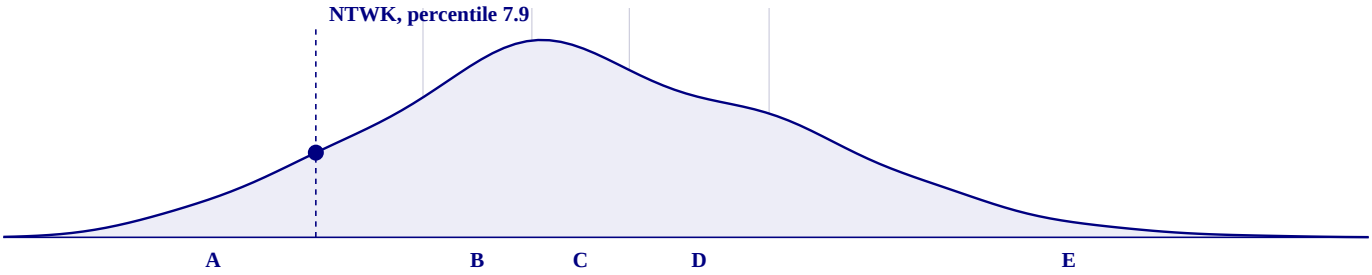
## Warnings

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

| Check | Measured |
|---|---|
| Fortress balance sheet | cash minus debt is 26,910,973 USD; Altman Z is not used |

## 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 |
|---|---|---|---|---|
| 35 | Monolithic Power Systems, Inc. (MPWR) | 6.9 | A | |
| 36 | Adobe Inc. (ADBE) | 7.1 | A | |
| 37 | Cloudflare, Inc. (NET) | 7.3 | A | |
| 38 | Napco Security Technologies, Inc. (NSSC) | 7.5 | A | fortress balance sheet |
| 39 | Garmin Ltd. (GRMN) | 7.7 | A | |
| 40 | Netsol Technologies Inc. (NTWK) | 7.9 | A | fortress balance sheet |
| 41 | Commvault Systems Inc. (CVLT) | 8.1 | A | |
| 42 | Qualcomm Inc/De (QCOM) | 8.3 | A | |
| 43 | CrowdStrike Holdings, Inc. (CRWD) | 8.5 | A | |
| 44 | Microsoft Corp. (MSFT) | 8.7 | A | |
| 45 | MongoDB, Inc. (MDB) | 8.9 | A | |

## What the price implies

*at the 2026-11-03 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | 25.1% | (2.0%) | 70 |
| Distance from 52-week high | (14.8%) | (32.7%) | 74 |
| EBIT to enterprise value | 12.1% | 1.6% | 95 |

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| | | | |
|---|---|---|---|
| Free cash flow yield | 14.1% | 2.8% | 92 |
| Book value to price | 0.49 | 0.27 | 71 |
| Sales to price | 0.88 | 0.31 | 74 |
| Composite equity issuance, five years | 5.9% | 4.2% | 53 |
| Relative strength against the sector, log excess return | (0.04) | (0.29) | 70 |

## Diagnostics

*shown on every report; none enters the grade*

| Measure | Value |
|---|---|
| **Piotroski F-score 6 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 | fail |
| Current ratio improved | fail |
| No new shares issued | fail |
| Gross margin improved | pass |
| Asset turnover improved | pass |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $27.1M |
| Operating cash flow, four quarters | $13.9M |
| Months of runway | not finite |
| Days since last periodic filing | 37 (10-K received Sep 28, 2026) |
| Median daily dollar volume, 63 sessions | $198,131 |

## 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 | $39.1M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 2 | assets | us-gaap:Assets | $77.8M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 3 | operating income | us-gaap:OperatingIncomeLoss | $6.9M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 4 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $7.2M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 5 | income tax | us-gaap:IncomeTaxExpenseBenefit | $1.6M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 6 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $212,982 | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 7 | book equity | us-gaap:StockholdersEquity | $41.6M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 8 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $27.1M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 9 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $134,608 | 2025-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 10 | book equity | us-gaap:StockholdersEquity | $37.8M | 2025-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 11 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $17.4M | 2025-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 12 | net income | us-gaap:NetIncomeLoss | $3.0M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 13 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $13.9M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 14 | assets | us-gaap:Assets | $62.4M | 2025-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 15 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $74.4M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 16 | gross profit | us-gaap:GrossProfit | $32.6M | 2025-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 17 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $66.1M | 2025-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 18 | gross profit | us-gaap:GrossProfit | $29.3M | 2024-06-30 | 2025-09-29 | 10-K | 25-015950 |
| 19 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $61.4M | 2024-06-30 | 2025-09-29 | 10-K | 25-015950 |
| 20 | gross profit | us-gaap:GrossProfit | $16.9M | 2023-06-30 | 2024-09-30 | 10-K | 24-038751 |
| 21 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $52.4M | 2023-06-30 | 2024-09-30 | 10-K | 24-038751 |
| 22 | gross profit | us-gaap:GrossProfit | $23.7M | 2022-06-30 | 2023-09-22 | 10-K | 23-033429 |
| 23 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $57.2M | 2022-06-30 | 2023-09-22 | 10-K | 23-033429 |
| 24 | current assets | us-gaap:AssetsCurrent | $56.9M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 25 | current liabilities | us-gaap:LiabilitiesCurrent | $27.6M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |

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| | | | | | | | |
|---|---|---|---|---|---|---|---|
| 26 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | -$38.3M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 27 | liabilities | us-gaap:Liabilities | $28.3M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 28 | depreciation amortization | us-gaap:Depreciation | $1.2M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 29 | operating income | us-gaap:OperatingIncomeLoss | $3.5M | 2024-06-30 | 2025-09-29 | 10-K | 25-015950 |
| 30 | interest expense | us-gaap:InterestExpense | $1.1M | 2024-06-30 | 2024-09-30 | 10-K | 24-038751 |
| 31 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $2.0M | 2026-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 32 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $447,267 | 2025-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 33 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $1.4M | 2025-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 34 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $2.9M | 2024-06-30 | 2025-09-29 | 10-K | 25-015950 |
| 35 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $515,404 | 2024-06-30 | 2025-09-29 | 10-K | 25-015950 |
| 36 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $2.0M | 2023-06-30 | 2024-09-30 | 10-K | 24-038751 |
| 37 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $1.6M | 2023-06-30 | 2024-09-30 | 10-K | 24-038751 |
| 38 | current assets | us-gaap:AssetsCurrent | $46.3M | 2025-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 39 | current liabilities | us-gaap:LiabilitiesCurrent | $19.7M | 2025-06-30 | 2026-09-28 | 10-K | 26-044483 |
| 40 | assets | us-gaap:Assets | $64.2M | 2024-06-30 | 2025-09-29 | 10-K | 25-015950 |
| 41 | assets | us-gaap:Assets | $58.4M | 2023-06-30 | 2024-09-30 | 10-K | 24-038751 |
| 42 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 11,952,568 | 2026-09-21 | 2026-09-28 | 10-K | 26-044483 |
| 43 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 11,785,540 | 2025-09-18 | 2025-09-29 | 10-K | 25-015950 |

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