# Napco Security Technologies, Inc.

**NSSC**

Nasdaq; business equipment; SIC 3669, Communications Equipment, NEC; CIK 0000069633

**A**

**strongest fifth of 469 graded peers in business equipment**

rank 33 of 469; percentile 6.8; sampling error 2.3 points; lower is stronger

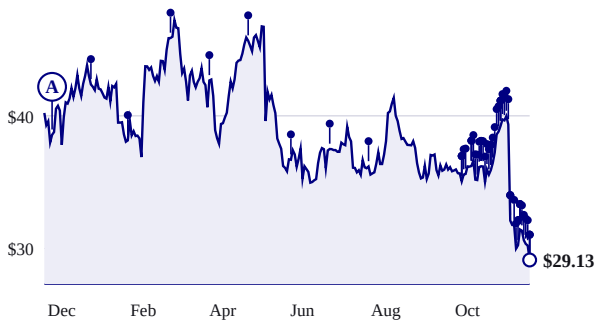
A B C D E

**A, the bull**



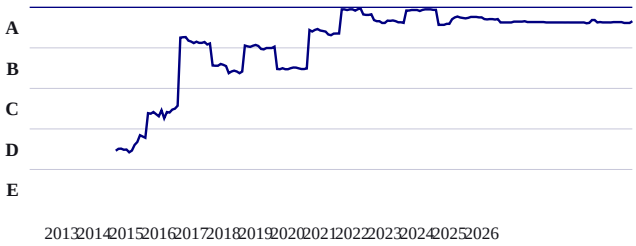
| Scoreboard | |
|---|---|
| **Profitability** | C<br>percentile 49.4 |
| **Solvency** | A<br>percentile 10.6 |
| **Growth and financing** | B<br>percentile 35.0 |
| **Reliability** | 0.87 AUC<br>filers with $120M to $591M assets; 95% interval 0.83 to 0.90; 206 events, 2020 to 2025 |
| **Peer failure rate** | 1.03% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | $120M to $591M assets<br>total assets $238.7M |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered; fortress balance sheet |
| **Inputs computable** | 10 of 13 |
| **Graded from** | filings received through Aug 24, 2026<br>85 days before the rescan; latest periodic filing 10-Q received Nov 2, 2026 |
| **Last close** | $29.16<br>2026-11-16; market equity $1.0B; 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 24, 2026*

NAPCO is one of the leading manufacturers and designers of high-tech electronic security devices, cellular communication services for intrusion and fire alarm systems as well as a leading provider of school safety solutions. We offer a diversified array of security products, encompassing access control systems, door-locking products, intrusion and fire alarm systems and video surveillance products. These products are used for commercial, residential, institutional, industrial and governmental applications, and are sold principally to independent distributors, dealers and installers of security equipment.

## The thirteen 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 | 50.2% | 29.1% | | 18.0 | 512 | 2026-06-30 |
| Return on invested capital | not computable | 11.2% | | | | |

*latest aligned inputs end 2021-06-30; latest annual assets end 2026-06-30*

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| | | | | | |
|---|---|---|---|---|---|
| Accruals ratio | (8.3%) | (7.4%) | 48.3 | 566 | 2026-06-30 |
| Gross margin stability, five years | 7.1 pts | 2.3 pts | 81.7 | 406 | 2026-06-30 |
| **Solvency, sleeve percentile 10.6** | | | | | |
| Altman Z double-prime | 13.07 | 2.19 | 4.5 | 516 | 2026-06-30 |
| Net debt to EBITDA | not computable | 1.15x | | | |
| *latest aligned inputs end 2021-06-30; latest annual assets end 2026-06-30* | | | | | |
| Interest coverage | not computable | 4.90x | | | |
| *interest expense must exceed $100,000* | | | | | |
| Current ratio | 4.90x | 1.98x | 16.7 | 599 | 2026-06-30 |
| **Growth and financing, sleeve percentile 35.0** | | | | | |
| Revenue growth, three-year compound | 6.0% | 6.4% | 51.3 | 502 | 2026-06-30 |
| Free cash flow growth, three-year compound | 39.7% | 18.2% | 22.4 | 251 | 2026-06-30 |
| Reinvestment rate | 68.9% | 14.3% | 28.3 | 213 | 2026-06-30 |
| Asset growth, three years | 12.7% | 5.0% | 29.2 | 519 | 2026-06-30 |
| Net share issuance, one year | 0.3% | 0.5% | 43.8 | 405 | 2026-08-21 |

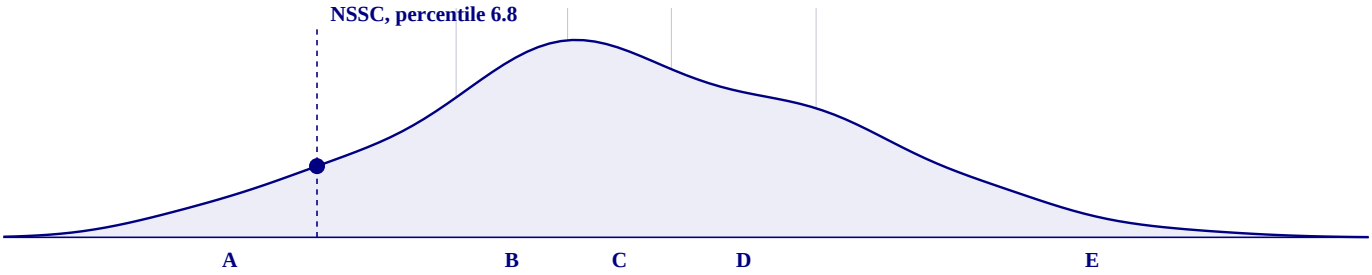
## Warnings

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

| Check | Measured |
|---|---|
| Fortress balance sheet | cash minus debt is 30,902,000 USD; Altman Z is not used |

## Among 469 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 |
|---|---|---|---|---|
| 28 | Aeluma, Inc. (ALMU) | 5.8 | A | fortress balance sheet |
| 29 | Veeva Systems Inc. (VEEV) | 6.0 | A | |
| 30 | Byrna Technologies Inc. (BYRN) | 6.2 | A | |
| 31 | Dynatrace, Inc. (DT) | 6.4 | A | fortress balance sheet |
| 32 | AppLovin Corp. (APP) | 6.6 | A | |
| 33 | Napco Security Technologies, Inc. (NSSC) | 6.8 | A | fortress balance sheet |
| 34 | Coda Octopus Group, Inc. (CODA) | 7.1 | A | fortress balance sheet |
| 35 | M-tron Industries, Inc. (MPTI) | 7.3 | A | fortress balance sheet |
| 36 | SPS Commerce Inc. (SPSC) | 7.5 | A | |
| 37 | NeoVolta Inc. (NEOV) | 7.7 | A | |
| 38 | Cloudflare, Inc. (NET) | 7.9 | A | |

## What the price implies

*at the 2026-11-16 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | (18.0%) | (2.0%) | 36 |
| Distance from 52-week high | (38.3%) | (36.5%) | 47 |
| EBIT to enterprise value | 5.0% | 1.8% | 78 |

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| | | | |
|---|---|---|---|
| Free cash flow yield | 5.7% | 2.9% | 73 |
| Book value to price | 0.19 | 0.28 | 38 |
| Sales to price | 0.19 | 0.32 | 35 |
| Composite equity issuance, five years | (76.7%) | 4.4% | 1 |
| Relative strength against the sector, log excess return | (0.47) | (0.29) | 36 |
| Twelve-month failure probability, CHS model | 0.03% | 0.05% | 17 |

## Diagnostics

*shown on every report; none enters the grade*

| Measure | Value |
|---|---|
| **Piotroski F-score None 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 | $123.9M |
| Operating cash flow, four quarters | $52.3M |
| Months of runway | not finite |
| Days since last periodic filing | 15 (10-Q received Nov 2, 2026) |
| Median daily dollar volume, 63 sessions | $12.5M |

## 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 | $119.8M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 2 | assets | us-gaap:Assets | $238.7M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 3 | operating income | us-gaap:OperatingIncomeLoss | $17.9M | 2021-06-30 | 2023-09-08 | 10-K | 23-015591 |
| 4 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $17.9M | 2021-06-30 | 2023-09-08 | 10-K | 23-015591 |
| 5 | income tax | us-gaap:IncomeTaxExpenseBenefit | $2.5M | 2021-06-30 | 2023-09-08 | 10-K | 23-015591 |
| 6 | total debt | us-gaap:LongTermDebt | $3.9M | 2021-06-30 | 2022-08-29 | 10-K | 22-014041 |
| 7 | book equity | us-gaap:StockholdersEquity | $92.4M | 2021-06-30 | 2024-08-29 | 10-K | 24-012547 |
| 8 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $34.8M | 2021-06-30 | 2022-08-29 | 10-K | 22-014041 |
| 9 | total debt | us-gaap:LongTermDebt | $2.1M | 2020-06-30 | 2022-05-17 | 10-K/A | 22-009121 |
| 10 | book equity | us-gaap:StockholdersEquity | $76.5M | 2020-06-30 | 2023-09-08 | 10-K | 23-015591 |
| 11 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $18.2M | 2020-06-30 | 2022-05-17 | 10-K/A | 22-009121 |
| 12 | net income | us-gaap:NetIncomeLoss | $43.0M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 13 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $61.1M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 14 | assets | us-gaap:Assets | $198.1M | 2025-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 15 | revenue | us-gaap:Revenues | $202.3M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 16 | gross profit | us-gaap:GrossProfit | $101.0M | 2025-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 17 | revenue | us-gaap:Revenues | $181.6M | 2025-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 18 | gross profit | us-gaap:GrossProfit | $101.8M | 2024-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 19 | revenue | us-gaap:Revenues | $188.8M | 2024-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 20 | gross profit | us-gaap:GrossProfit | $73.2M | 2023-06-30 | 2025-08-25 | 10-K | 25-011750 |
| 21 | revenue | us-gaap:Revenues | $170.0M | 2023-06-30 | 2025-08-25 | 10-K | 25-011750 |
| 22 | gross profit | us-gaap:GrossProfit | $59.2M | 2022-06-30 | 2024-08-29 | 10-K | 24-012547 |
| 23 | revenue | us-gaap:Revenues | $143.6M | 2022-06-30 | 2024-08-29 | 10-K | 24-012547 |
| 24 | current assets | us-gaap:AssetsCurrent | $208.0M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |

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| | | | | | | | |
|---|---|---|---|---|---|---|---|
| 25 | current liabilities | us-gaap:LiabilitiesCurrent | $42.5M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 26 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | $221.4M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 27 | operating income | us-gaap:OperatingIncomeLoss | $45.6M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 28 | book equity | us-gaap:StockholdersEquity | $191.0M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 29 | liabilities | us-gaap:Liabilities | $47.7M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 30 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $1.3M | 2021-06-30 | 2023-09-08 | 10-K | 23-015591 |
| 31 | operating income | us-gaap:OperatingIncomeLoss | $13.8M | 2019-06-30 | 2022-05-17 | 10-K/A | 22-009121 |
| 32 | interest expense | us-gaap:InterestExpense | $21,000 | 2019-06-30 | 2019-09-13 | 10-K | 19-044601 |
| 33 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $1.9M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 34 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $53.5M | 2025-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 35 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $2.1M | 2025-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 36 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $45.4M | 2024-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 37 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $1.6M | 2024-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 38 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $24.7M | 2023-06-30 | 2025-08-25 | 10-K | 25-011750 |
| 39 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $3.0M | 2023-06-30 | 2025-08-25 | 10-K | 25-011750 |
| 40 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $1.9M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 41 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $49.8M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 42 | income tax | us-gaap:IncomeTaxExpenseBenefit | $6.8M | 2026-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 43 | current assets | us-gaap:AssetsCurrent | $162.4M | 2025-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 44 | current liabilities | us-gaap:LiabilitiesCurrent | $24.1M | 2025-06-30 | 2026-08-24 | 10-K | 26-100081 |
| 45 | assets | us-gaap:Assets | $207.8M | 2024-06-30 | 2025-08-25 | 10-K | 25-011750 |
| 46 | assets | us-gaap:Assets | $166.7M | 2023-06-30 | 2024-08-29 | 10-K | 24-012547 |
| 47 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 35,768,437 | 2026-08-21 | 2026-08-24 | 10-K | 26-100081 |
| 48 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 35,656,421 | 2025-08-22 | 2025-08-25 | 10-K | 25-011750 |