Applied Digital Corp. APLD

Nasdaq; business equipment; SIC 7374, Services-Computer Processing & Data Preparation; CIK 0001144879

C

middle fifth of 469 graded peers in business equipment

rank 235 of 469; percentile 50.0; sampling error 2.3 points; lower is stronger

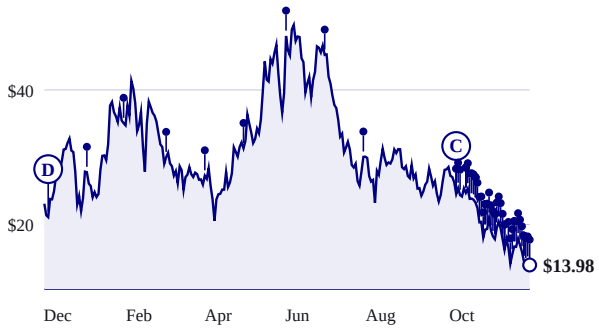
A B C D E

C, the tortoise



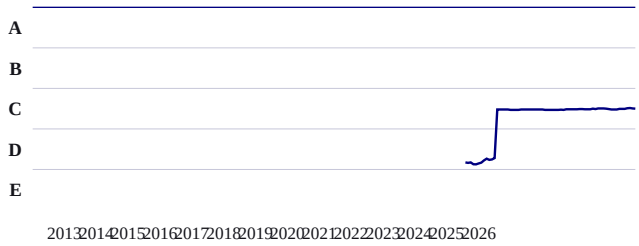
Scoreboard	
Profitability	E percentile 85.3
Solvency	B percentile 33.2
Growth and financing	B percentile 26.9
Reliability	0.94 AUC filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets total assets $9.9B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	none triggered; fortress balance sheet not computable: distress
Inputs computable	8 of 13
Graded from	filings received through Jul 29, 2026 114 days before the rescan; latest periodic filing 10-Q received Oct 7, 2026
Last close	$13.98 2026-11-19; market equity $4.2B; 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 Jul 29, 2026

We are a U.S.-based designer, developer, owner, and operator of large-scale, purpose-built data centers engineered to support high-performance computing ("HPC") workloads, including artificial intelligence ("AI"), machine learning, and other accelerated-compute applications. We design, build, and operate high-performance, sustainably engineered data centers-which we refer to as AI factories-and deliver that capacity to investment-grade hyperscalers and other leading compute customers under long-term lease and hosting arrangements.

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 85.3						
Gross profitability	2.2%	29.3%		92.0	513	2026-05-31
Return on invested capital	not computable	11.0%				

a prior annual debt, equity, and cash observation is required

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Accruals ratio	(4.6%)	(7.3%)	66.6	567	2026-05-31
Gross margin stability, five years	29.4 pts	2.3 pts	97.3	406	2026-05-31
Solvency, sleeve percentile 33.2					
Altman Z double-prime	2.23	2.19	44.4	517	2026-05-31
Net debt to EBITDA	not computable	1.08x			
EBITDA must exceed $100,000					
Interest coverage	not computable	4.90x			
latest aligned inputs end 2024-05-31; latest annual assets end 2026-05-31					
Current ratio	4.01x	1.98x	22.0	601	2026-05-31
Growth and financing, sleeve percentile 26.9					
Revenue growth, three-year compound	122.6%	6.6%	1.2	503	2026-05-31
Free cash flow growth, three-year compound	not computable	17.5%			
current FCF must be positive and base FCF must exceed $100,000					
Reinvestment rate	not computable	16.2%			
pretax income must exceed the validity floor and imply a 0%-100% tax rate					
Asset growth, three years	235.1%	5.1%	0.2	520	2026-05-31
Net share issuance, one year	11.5%	0.5%	79.5	405	2026-07-28

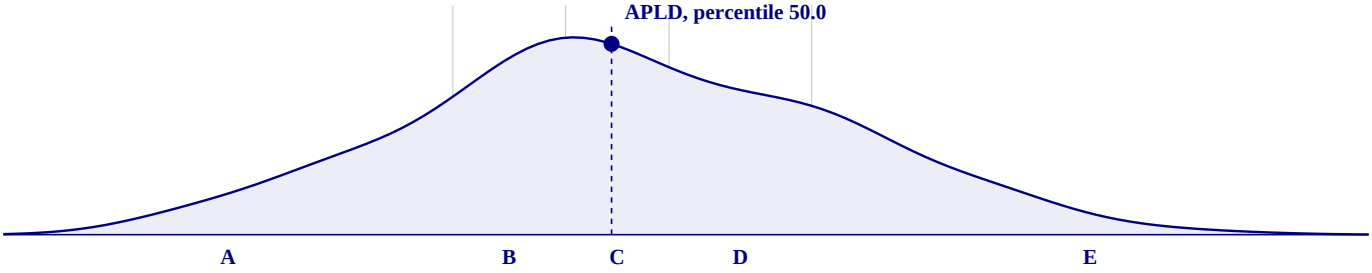
Warnings

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

Check	Measured
Fortress balance sheet	cash minus debt is 31,608,000 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
230	Aviat Networks, Inc. (AVNW)	48.9	C	
231	Planet Labs PBC (PL)	49.1	C	
232	SentinelOne, Inc. (S)	49.4	C	
233	Great Elm Group, Inc. (GEG)	49.6	C	
234	Lantronix Inc. (LTRX)	49.8	C	fortress balance sheet
235	Applied Digital Corp. (APLD)	50.0	C	fortress balance sheet
236	Arteris, Inc. (AIP)	50.2	C	
237	Clearfield, Inc. (CLFD)	50.4	C	fortress balance sheet
238	Mobileye Global Inc. (MBLY)	50.6	C	
239	Lumentum Holdings Inc. (LITE)	50.9	C	dilution
240	Roper Technologies Inc. (ROP)	51.1	C	

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What the price implies

at the 2026-11-19 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	(29.7%)	(2.2%)	27
Distance from 52-week high	(71.8%)	(38.6%)	16
EBIT to enterprise value	(18.4%)	1.8%	13
Free cash flow yield	(65.7%)	3.0%	7
Book value to price	0.38	0.29	59
Sales to price	0.14	0.33	25
Composite equity issuance, five years	not computable	4.3%	
Relative strength against the sector, log excess return	(0.62)	(0.29)	27
Twelve-month failure probability, CHS model	not computable	0.05%	

Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score None of 9, period end 2026-05-31	
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	pass
No new shares issued	fail
Gross margin improved	pass
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	$2.9B
Operating cash flow, four quarters	$235.1M
Months of runway	not finite
Days since last periodic filing	44 (10-Q received Oct 7, 2026)
Median daily dollar volume, 63 sessions	$408.6M

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	revenue	us-gaap:Revenues	$611.3M	2026-05-31	2026-07-29	10-K	26-000048
2	cost of revenue	us-gaap:CostOfRevenue	$396.9M	2026-05-31	2026-07-29	10-K	26-000048
3	assets	us-gaap:Assets	$9.9B	2026-05-31	2026-07-29	10-K	26-000048
4	operating income	us-gaap:OperatingIncomeLoss	-$20.9M	2022-05-31	2023-08-02	10-K	23-000176
5	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	-$21.9M	2022-05-31	2023-08-02	10-K	23-000176
6	income tax	us-gaap:IncomeTaxExpenseBenefit	$540,000	2022-05-31	2023-08-02	10-K	23-000176
7	total debt	us-gaap:LongTermDebt	$7.2M	2022-05-31	2022-08-29	10-K	22-023816
8	book equity	us-gaap:StockholdersEquity	$72.3M	2022-05-31	2023-08-02	10-K	23-000176
9	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$38.8M	2022-05-31	2023-08-02	10-K	23-000176
10	net income	us-gaap:ProfitLoss	-$184.3M	2026-05-31	2026-07-29	10-K	26-000048
11	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$89.7M	2026-05-31	2026-07-29	10-K	26-000048
12	assets	us-gaap:Assets	$1.9B	2025-05-31	2026-07-29	10-K	26-000048
13	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$144.2M	2025-05-31	2025-07-30	10-K	25-000021
14	cost of revenue	us-gaap:CostOfRevenue	$216.8M	2025-05-31	2026-07-29	10-K	26-000048
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$136.6M	2024-05-31	2025-07-30	10-K	25-000021
16	cost of revenue	us-gaap:CostOfRevenue	$148.3M	2024-05-31	2026-07-29	10-K	26-000048
17	gross profit	us-gaap:GrossProfit	$11.0M	2023-05-31	2023-08-02	10-K	23-000176

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18	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$55.4M	2023-05-31	2025-07-30	10-K	25-000021
19	gross profit	us-gaap:GrossProfit	-$957,000	2022-05-31	2023-08-02	10-K	23-000176
20	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$8.5M	2022-05-31	2023-08-02	10-K	23-000176
21	current assets	us-gaap:AssetsCurrent	$4.7B	2026-05-31	2026-07-29	10-K	26-000048
22	current liabilities	us-gaap:LiabilitiesCurrent	$1.2B	2026-05-31	2026-07-29	10-K	26-000048
23	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-$662.3M	2026-05-31	2026-07-29	10-K	26-000048
24	operating income	us-gaap:OperatingIncomeLoss	-$236.5M	2026-05-31	2026-07-29	10-K	26-000048
25	book equity	us-gaap:StockholdersEquity	$1.7B	2026-05-31	2026-07-29	10-K	26-000048
26	liabilities	us-gaap:Liabilities	$6.2B	2026-05-31	2026-07-29	10-K	26-000048
27	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$1.1M	2022-05-31	2023-08-02	10-K	23-000176
28	operating income	us-gaap:OperatingIncomeLoss	-$98.3M	2024-05-31	2026-07-29	10-K	26-000048
29	interest expense	us-gaap:InterestExpense	$26.8M	2024-05-31	2024-08-30	10-K	24-000216
30	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$2.9B	2026-05-31	2026-07-29	10-K	26-000048
31	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-$115.4M	2025-05-31	2026-07-29	10-K	26-000048
32	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$681.6M	2025-05-31	2026-07-29	10-K	26-000048
33	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$13.8M	2024-05-31	2026-07-29	10-K	26-000048
34	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$141.8M	2024-05-31	2026-07-29	10-K	26-000048
35	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$58.7M	2023-05-31	2025-07-30	10-K	25-000021
36	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$131.3M	2023-05-31	2025-07-30	10-K	25-000021
37	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$67.4M	2026-05-31	2026-07-29	10-K	26-000048
38	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	-$181.5M	2026-05-31	2026-07-29	10-K	26-000048
39	income tax	us-gaap:IncomeTaxExpenseBenefit	$1.8M	2026-05-31	2026-07-29	10-K	26-000048
40	current assets	us-gaap:AssetsCurrent	$132.8M	2025-05-31	2026-07-29	10-K	26-000048
41	current liabilities	us-gaap:LiabilitiesCurrent	$499.7M	2025-05-31	2026-07-29	10-K	26-000048
42	assets	us-gaap:Assets	$762.9M	2024-05-31	2025-07-30	10-K	25-000021
43	assets	us-gaap:Assets	$264.0M	2023-05-31	2024-08-30	10-K	24-000216
44	shares outstanding	dei:EntityCommonStockSharesOutstanding	291,469,112	2026-07-28	2026-07-29	10-K	26-000048
45	shares outstanding	dei:EntityCommonStockSharesOutstanding	261,519,794	2025-07-29	2025-07-30	10-K	25-000021

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