# T3 Defense Inc.

**DFNS**

Nasdaq; other; SIC 8742, Services-Management Consulting Services; CIK 0001787518

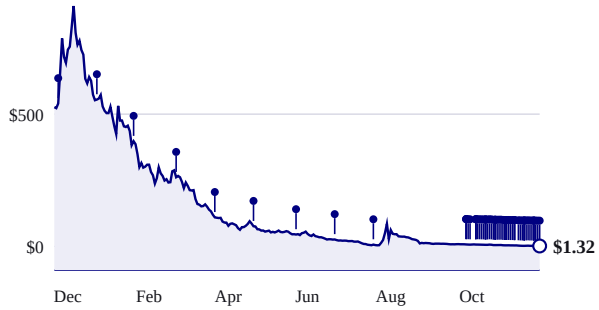
# None

### No letter

3 of 13 inputs computable; 7 are required, with a score in every sleeve

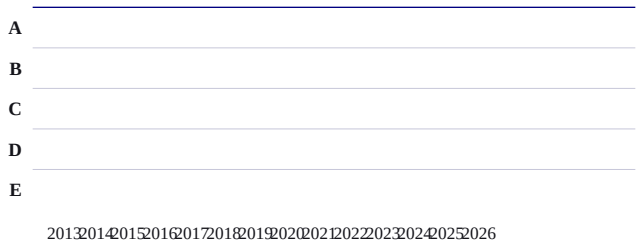
| Scoreboard | |
|---|---|
| **Reliability** | 0.87 AUC<br>filers with $120M to $591M assets; 95% interval 0.83 to 0.90; 206 events, 2020 to 2025 |
| **Peer failure rate** | 1.03% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | $120M to $591M assets<br>total assets $202.4M |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | short runway, late filer, thin data; fort...<br>not computable: dilution, distress |
| **Inputs computable** | 3 of 13 |
| **Graded from** | filings received through Apr 9, 2026<br>225 days before the rescan; latest periodic filing 10-Q received Aug 18, 2026 |
| **Last close** | $1.31<br>2026-11-19; market equity $0; 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 Apr 9, 2026*

known as Nukkleus Inc.) (the "Company" or "T3") was formed on May 24, 2019 under the name Brilliant Acquisition Corporation for the purpose of engaging in a business combination. On June 23, 2023, Brilliant Acquisition Corporation, a British Virgin Islands company (prior to the Merger "Brilliant", and following the Merger, a Delaware corporation "Nukkleus"), entered into an Amended and Restated Agreement and Plan of Merger (as amended by the First Amendment to the Amended and Restated Agreement and Plan of Merger on November 1, 2023, the "Merger Agreement"), by and among Brilliant BRIL Merger Sub, Inc., a Delaware corporation and wholly-owned subsidiary of Brilliant ("Merger Sub"), and Nu...

## 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 99.8** | | | | | | |
| Gross profitability | not computable | 26.8% | | | | |

*latest aligned inputs end 2024-09-30; latest annual assets end 2025-12-31*

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| | | | | | | |
|---|---|---|---|---|---|---|
| Return on invested capital | not computable | 10.0% | | | | |
| *required facts have no common fiscal period end* | | | | | | |
| Accruals ratio | 80.1% | (5.7%) | | 99.8 | 459 | 2025-12-31 |
| Gross margin stability, five years | not computable | 2.2 pts | | | | |
| *five annual gross margins are required; found 2* | | | | | | |
| **Solvency, sleeve percentile 89.1** | | | | | | |
| Altman Z double-prime | (4.49) | 2.06 | | 82.1 | 358 | 2025-12-31 |
| Net debt to EBITDA | not computable | 2.36x | | | | |
| *required facts have no common fiscal period end* | | | | | | |
| Interest coverage | not computable | 2.93x | | | | |
| *latest aligned inputs end 2023-09-30; latest annual assets end 2025-12-31* | | | | | | |
| Current ratio | 0.31x | 1.32x | | 96.1 | 463 | 2025-12-31 |
| **Growth and financing** | | | | | | |
| Revenue growth, three-year compound | not computable | 5.0% | | | | |
| *four annual observations are required; found 2* | | | | | | |
| Free cash flow growth, three-year compound | not computable | 8.7% | | | | |
| *four consecutive annual FCF observations are required; found 1* | | | | | | |
| Reinvestment rate | not computable | 13.3% | | | | |
| *NOPAT must exceed $100,000* | | | | | | |
| Asset growth, three years | not computable | 4.1% | | | | |
| *four consecutive annual observations are required* | | | | | | |
| Net share issuance, one year | not computable | (0.6%) | | | | |
| *firm-wide XBRL shares cannot be assigned to one ticker class* | | | | | | |

## Warnings

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

| Check | Measured |
|---|---|
| Short runway | cash runway is 3.7 months |
| Late filer | found 7 NT 10-K/Q filings in the last eight quarters |
| Thin data | 3 of 13 grade factors are computable; minimum is 7 |
| Fortress balance sheet | cash minus debt is 5,331,012 USD; Altman Z is not used |

## 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 | (99.3%) | 0.06% | 0 |
| Distance from 52-week high | (99.9%) | (27.0%) | 0 |
| EBIT to enterprise value | not computable | 4.6% | |
| Free cash flow yield | not computable | 4.0% | |
| Book value to price | not computable | 0.38 | |
| Sales to price | not computable | 0.72 | |
| Composite equity issuance, five years | not computable | (9.5%) | |
| Relative strength against the sector, log excess return | (5.04) | (0.12) | 0 |
| Twelve-month failure probability, CHS model | not computable | 0.03% | |

## 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 | pass |
| Operating cash flow above zero | fail |
| Return on assets improved | fail |

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| | |
|---|---|
| Operating cash flow exceeds net income | fail |
| Long-term leverage fell | fail |
| Current ratio improved | pass |
| No new shares issued | fail |
| Gross margin improved | fail |
| Asset turnover improved | fail |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $4.1M |
| Operating cash flow, four quarters | -$13.3M |
| Months of runway | 3.7 |
| Days since last periodic filing | 94 (10-Q received Aug 18, 2026) |
| Median daily dollar volume, 63 sessions | $2.4M |

## 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 | $998,516 | 2024-09-30 | 2025-04-14 | 10-K/A | 25-031620 |
| 2 | assets | us-gaap:Assets | $984,999 | 2024-09-30 | 2025-05-08 | 10-KT | 25-041141 |
| 3 | net income | us-gaap:NetIncomeLoss | $78.5M | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 4 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | -$6.2M | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 5 | assets | us-gaap:Assets | $202.4M | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 6 | assets | us-gaap:Assets | $9.1M | 2024-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 7 | current assets | us-gaap:AssetsCurrent | $13.6M | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 8 | current liabilities | us-gaap:LiabilitiesCurrent | $43.5M | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 9 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | -$122.5M | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 10 | operating income | us-gaap:OperatingIncomeLoss | -$32.6M | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 11 | book equity | us-gaap:StockholdersEquity | -$19.8M | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 12 | liabilities | us-gaap:Liabilities | $45.2M | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 13 | operating income | us-gaap:OperatingIncomeLoss | -$14.7M | 2023-09-30 | 2025-05-08 | 10-KT | 25-041141 |
| 14 | interest expense | us-gaap:InterestAndDebtExpense | $1.2M | 2023-09-30 | 2024-07-12 | 10-K | 24-060986 |
| 15 | revenue | us-gaap:Revenues | $5.9M | 2024-09-30 | 2025-04-14 | 10-K/A | 25-031620 |
| 16 | revenue | us-gaap:Revenues | $21.3M | 2023-09-30 | 2025-04-14 | 10-K/A | 25-031620 |
| 17 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $31,000 | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 18 | depreciation amortization | us-gaap:Depreciation | $4,000 | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 19 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $76.6M | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 20 | income tax | us-gaap:IncomeTaxExpenseBenefit | $9,000 | 2025-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 21 | current assets | us-gaap:AssetsCurrent | $9.1M | 2024-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 22 | current liabilities | us-gaap:LiabilitiesCurrent | $171.4M | 2024-12-31 | 2026-04-09 | 10-K | 26-041888 |
| 23 | assets | us-gaap:Assets | $3.4M | 2023-09-30 | 2025-05-08 | 10-KT | 25-041141 |

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