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 236 of 469; percentile 50.2; sampling error 2.3 points; lower is stronger

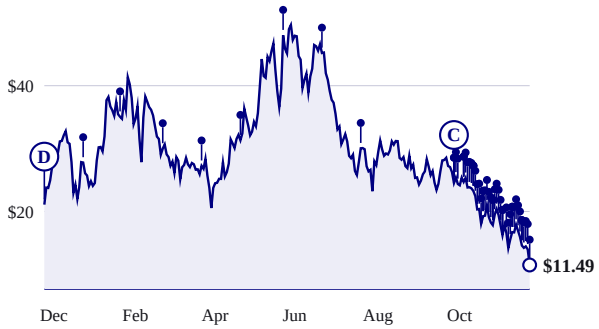
A B C D E

C, the tortoise



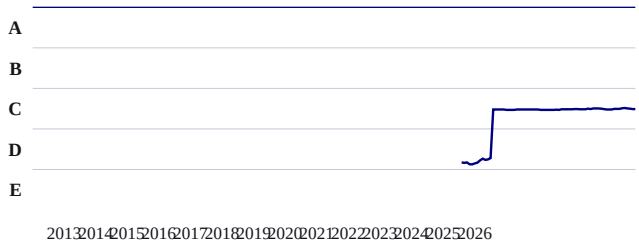
Scoreboard	
Profitability	E percentile 85.4
Solvency	B percentile 33.1
Growth and financing	B percentile 27.0
Reliability	0.94 AUC filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size 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 116 days before the rescan; latest periodic filing 10-Q received Oct 7, 2026
Last close	$11.47 2026-11-20; market equity $3.5B; 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 85.4						
Gross profitability	2.2%	29.4%		92.0	513	2026-05-31
Return on invested capital	not computable	11.2%				

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

Not investment advice. Informational and educational only. Data from SEC EDGAR, may contain errors, is not warranted. The grade ranks reported financial condition and is not a return forecast.

Accruals ratio	(4.6%)	(7.4%)	66.9	566	2026-05-31
Gross margin stability, five years	29.4 pts	2.3 pts	97.3	406	2026-05-31
Solvency, sleeve percentile 33.1					
Altman Z double-prime	2.23	2.18	44.2	517	2026-05-31
Net debt to EBITDA	not computable	1.11x			
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	600	2026-05-31
Growth and financing, sleeve percentile 27.0					
Revenue growth, three-year compound	122.6%	6.6%	1.2	503	2026-05-31
Free cash flow growth, three-year compound	not computable	17.4%			
current FCF must be positive and base FCF must exceed $100,000					
Reinvestment rate	not computable	14.3%			
pretax income must exceed the validity floor and imply a 0%-100% tax rate					
Asset growth, three years	235.1%	5.0%	0.2	519	2026-05-31
Net share issuance, one year	11.5%	0.5%	79.7	404	2026-07-28

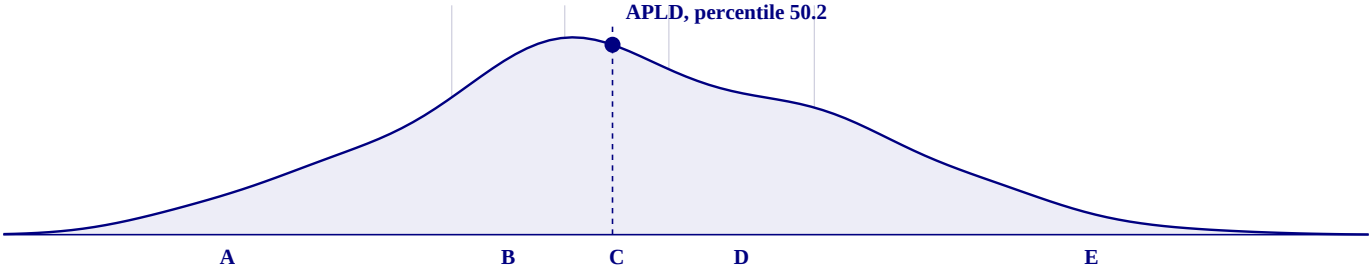
Warnings

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
231	SentinelOne, Inc. (S)	49.1	C	
232	nCino, Inc. (NCNO)	49.4	C	
233	Planet Labs PBC (PL)	49.6	C	
234	Great Elm Group, Inc. (GEG)	49.8	C	
235	Lantronix Inc. (LTRX)	50.0	C	fortress balance sheet
236	Applied Digital Corp. (APLD)	50.2	C	fortress balance sheet
237	Arteris, Inc. (AIP)	50.4	C	
238	Lumentum Holdings Inc. (LITE)	50.6	C	dilution
239	Penguin Solutions, Inc. (PENG)	50.9	C	
240	Roper Technologies Inc. (ROP)	51.1	C	
241	Mobileye Global Inc. (MBLY)	51.3	C	

Not investment advice. Informational and educational only. Data from SEC EDGAR, may contain errors, is not warranted. The grade ranks reported financial condition and is not a return forecast.

What the price implies

at the 2026-11-20 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	(76.9%)	(41.7%)	14
EBIT to enterprise value	(44.5%)	2.0%	10
Free cash flow yield	(79.9%)	3.1%	7
Book value to price	0.46	0.31	65
Sales to price	0.18	0.35	27
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	46 (10-Q received Oct 7, 2026)
Median daily dollar volume, 63 sessions	$412.7M

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

Not investment advice. Informational and educational only. Data from SEC EDGAR, may contain errors, is not warranted. The grade ranks reported financial condition and is not a return forecast.

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

Not investment advice. Informational and educational only. Data from SEC EDGAR, may contain errors, is not warranted. The grade ranks reported financial condition and is not a return forecast.