Applied Industrial Technologies Inc. AIT

NYSE; shops; SIC 5080, Wholesale-Machinery, Equipment & Supplies; CIK 0000109563

A

strongest fifth of 239 graded peers in shops

rank 23 of 239; percentile 9.2; sampling error 3.0 points; lower is stronger

A B C D E

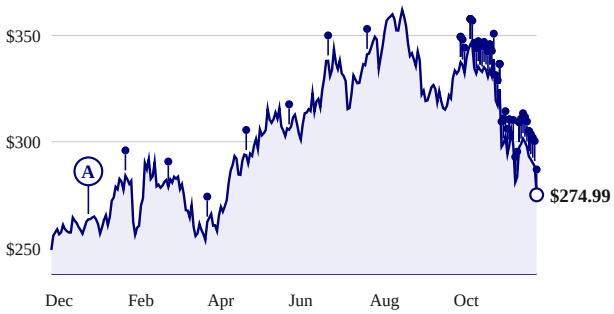
A, the bull



Scoreboard

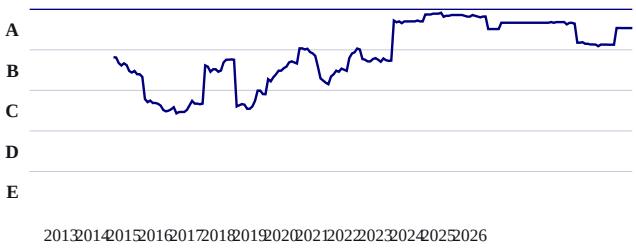
Profitability	C	percentile 44.6
Solvency	A	percentile 11.3
Growth and financing	C	percentile 47.0
Reliability	0.94 AUC	filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year	Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets	total assets $3.0B
Standard universe	inside	revenue above $1M and assets above $10M
Warnings	none triggered	not computable: short runway, fortress balance sheet
Inputs computable	10 of 13	
Graded from	filings received through Aug 13, 2026	102 days before the rescan; latest periodic filing 10-Q received Oct 27, 2026
Last close	$274.50	2026-11-20; market equity $10.0B; 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 13, 2026

In this Annual Report on Form 10-K for the year ended June 30, 2026 (this "Annual Report"), "Applied" refers to Applied Industrial Technologies, Inc., an Ohio corporation. References to "we," "us," "our," and "the Company" refer to Applied and its subsidiaries. Headquartered in Cleveland, Ohio, Applied and its predecessor companies have engaged in business since 1923. Applied operates on a fiscal year ending June 30. We are a leading value-added distributor and technical solutions provider of industrial motion, fluid power, flow control, automation technologies and related maintenance supplies.

The thirteen inputs

lower percentile is stronger; sleeves and inputs within a sleeve carry equal weight

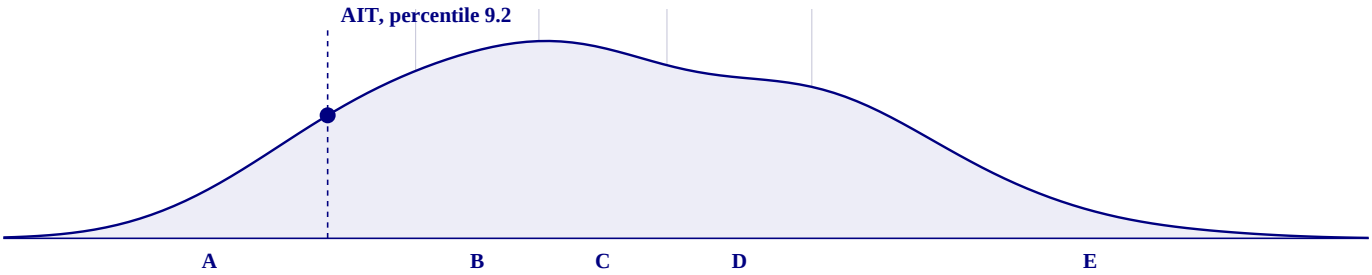
Input	Value	Peer median	Percentile, 0 to 100	Pct	Peers	Period end
Profitability, sleeve percentile 44.6						
Gross profitability	50.1%	43.5%		37.4	223	2026-06-30
Return on invested capital	not computable	11.5%				
one or more required annual facts are missing						

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Accruals ratio	(2.2%)	(4.9%)		79.0	268	2026-06-30
Gross margin stability, five years	0.5 pts	1.2 pts		17.4	202	2026-06-30
Solvency, sleeve percentile 11.3						
Altman Z double-prime	8.06	1.93		5.1	197	2026-06-30
Net debt to EBITDA	not computable	1.65x				
one or more required annual facts are missing						
Interest coverage	not computable	3.83x				
latest aligned inputs end 2025-06-30; latest annual assets end 2026-06-30						
Current ratio	2.58x	1.34x		17.6	274	2026-06-30
Growth and financing, sleeve percentile 47.0						
Revenue growth, three-year compound	4.0%	1.8%		38.2	250	2026-06-30
Free cash flow growth, three-year compound	13.2%	5.2%		33.3	139	2026-06-30
Reinvestment rate	(61.5%)	13.1%		90.1	143	2026-06-30
Asset growth, three years	3.1%	3.3%		48.0	251	2026-06-30
Net share issuance, one year	(2.8%)	(0.6%)		25.4	206	2026-07-31

Among 239 peers

shops; 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
18	Winmark Corp. (WINA)	7.1	A	
19	Weis Markets Inc. (WMK)	7.6	A	late filer
20	Ulta Beauty, Inc. (ULTA)	8.0	A	
21	Best BUY Co. Inc. (BBY)	8.4	A	fortress balance sheet
22	Urban Outfitters Inc. (URBN)	8.8	A	
23	Applied Industrial Technologies Inc. (AIT)	9.2	A	
24	QXO, Inc. (QXO)	9.7	A	
25	FirstCash Holdings, Inc. (FCFS)	10.1	A	
26	Amcon Distributing Co. (DIT)	10.5	A	
27	Dutch Bros Inc. (BROS)	10.9	A	fortress balance sheet
28	Lovesac Co. (LOVE)	11.3	A	fortress balance sheet

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	30.1%	(0.5%)	76
Distance from 52-week high	(24.0%)	(25.1%)	53
EBIT to enterprise value	not computable	5.5%	
Free cash flow yield	4.6%	4.2%	54
Book value to price	0.19	0.40	31
Sales to price	0.49	1.70	15
Composite equity issuance, five years	(10.3%)	(17.2%)	60
Relative strength against the sector, log excess return	0.35	0.08	76

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Twelve-month failure probability, CHS model	0.03%	0.04%	43

Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score 7 of 9, period end 2026-06-30	
Return on assets above zero	pass
Operating cash flow above zero	pass
Return on assets improved	fail
Operating cash flow exceeds net income	pass
Long-term leverage fell	pass
Current ratio improved	fail
No new shares issued	pass
Gross margin improved	pass
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	n/a
Operating cash flow, four quarters	n/a
Months of runway	not finite
Days since last periodic filing	27 (10-Q received Oct 27, 2026)
Median daily dollar volume, 63 sessions	$82.1M

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	$1.5B	2026-06-30	2026-08-13	10-K	26-000033
2	assets	us-gaap:Assets	$3.0B	2026-06-30	2026-08-13	10-K	26-000033
3	net income	us-gaap:NetIncomeLoss	$414.5M	2026-06-30	2026-08-13	10-K	26-000033
4	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$484.1M	2026-06-30	2026-08-13	10-K	26-000033
5	assets	us-gaap:Assets	$3.2B	2025-06-30	2026-08-13	10-K	26-000033
6	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$5.0B	2026-06-30	2026-08-13	10-K	26-000033
7	gross profit	us-gaap:GrossProfit	$1.4B	2025-06-30	2026-08-13	10-K	26-000033
8	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$4.6B	2025-06-30	2026-08-13	10-K	26-000033
9	gross profit	us-gaap:GrossProfit	$1.3B	2024-06-30	2026-08-13	10-K	26-000033
10	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$4.5B	2024-06-30	2026-08-13	10-K	26-000033
11	gross profit	us-gaap:GrossProfit	$1.3B	2023-06-30	2025-08-15	10-K	25-000080
12	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$4.4B	2023-06-30	2025-08-15	10-K	25-000080
13	gross profit	us-gaap:GrossProfit	$1.1B	2022-06-30	2024-09-10	10-K/A	24-000092
14	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$3.8B	2022-06-30	2024-09-10	10-K/A	24-000092
15	current assets	us-gaap:AssetsCurrent	$1.6B	2026-06-30	2026-08-13	10-K	26-000033
16	current liabilities	us-gaap:LiabilitiesCurrent	$612.4M	2026-06-30	2026-08-13	10-K	26-000033
17	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	$2.8B	2026-06-30	2026-08-13	10-K	26-000033
18	operating income	us-gaap:OperatingIncomeLoss	$549.5M	2026-06-30	2026-08-13	10-K	26-000033
19	book equity	us-gaap:StockholdersEquity	$1.9B	2026-06-30	2026-08-13	10-K	26-000033
20	liabilities	us-gaap:Liabilities	$1.1B	2026-06-30	2026-08-13	10-K	26-000033
21	operating income	us-gaap:OperatingIncomeLoss	$498.5M	2025-06-30	2026-08-13	10-K	26-000033
22	interest expense	us-gaap:InterestExpense	$18.2M	2025-06-30	2025-08-15	10-K	25-000080
23	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$23.6M	2026-06-30	2026-08-13	10-K	26-000033
24	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$492.4M	2025-06-30	2026-08-13	10-K	26-000033
25	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$27.2M	2025-06-30	2026-08-13	10-K	26-000033
26	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$371.4M	2024-06-30	2026-08-13	10-K	26-000033
27	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$24.9M	2024-06-30	2026-08-13	10-K	26-000033
28	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$344.0M	2023-06-30	2025-08-15	10-K	25-000080
29	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$26.5M	2023-06-30	2025-08-15	10-K	25-000080
30	depreciation amortization	us-gaap:Depreciation	$25.9M	2026-06-30	2026-08-13	10-K	26-000033

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31	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$544.3M	2026-06-30	2026-08-13	10-K	26-000033
32	income tax	us-gaap:IncomeTaxExpenseBenefit	$129.7M	2026-06-30	2026-08-13	10-K	26-000033
33	current assets	us-gaap:AssetsCurrent	$1.7B	2025-06-30	2026-08-13	10-K	26-000033
34	current liabilities	us-gaap:LiabilitiesCurrent	$526.2M	2025-06-30	2026-08-13	10-K	26-000033
35	assets	us-gaap:Assets	$3.0B	2024-06-30	2026-08-13	10-K	26-000033
36	assets	us-gaap:Assets	$2.7B	2023-06-30	2025-08-15	10-K	25-000080
37	shares outstanding	dei:EntityCommonStockSharesOutstanding	36,698,856	2026-07-31	2026-08-13	10-K	26-000033
38	shares outstanding	dei:EntityCommonStockSharesOutstanding	37,752,947	2025-08-01	2025-08-15	10-K	25-000080

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