

Applied Industrial Technologies Inc. (AIT)

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

Applied Industrial Technologies Inc. AIT; shops	
Grade	A ▼ A B C D E strongest fifth of 258 graded peers percentile 6.6; sampling error 2.9 points; lower is stronger
Rank	18 of 258
Profitability	C percentile 43.9
Solvency	A percentile 9.9
Growth and financing	C percentile 46.6
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 active not computable: short runway, fortress balance sheet
Inputs computable	11 of 14
Graded from	filings received through Aug 13, 2026 57 days before the rescan; latest periodic filing 10-K received Aug 13, 2026
Last close	\$332.40 2026-10-08; market equity \$12.2B
Price used in grade	None



A, the bull

strongest fifth of its sector;
letters are fifths of the 258
graded peers

Share price, twelve months to the rescan

split-adjusted close; the letter is fixed at the rescan that set it



Rescans on file: B from Aug 21, 2021, A/B from Apr 21, 2022, B from Aug 21, 2022, A from Aug 21, 2022

Letter at every rescan

Jan 21, 2012 to Oct 9, 2026; sector percentile, 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.

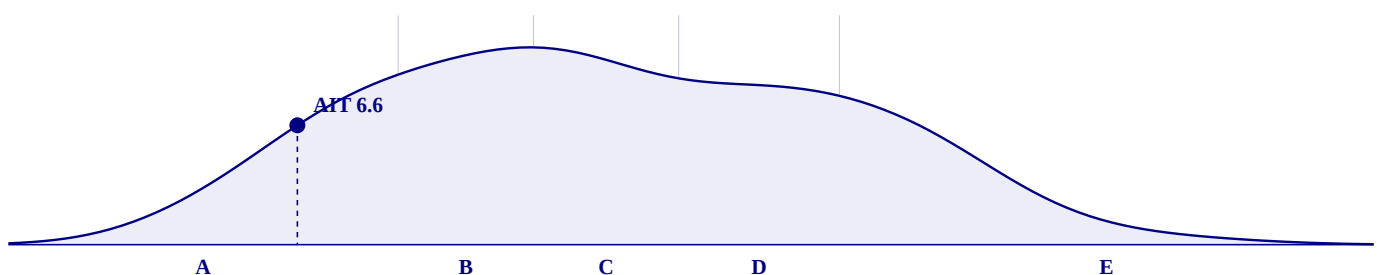
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 43.9						
Gross profitability		50.1%	42.6%	37.3	242	2026-06-30
Return on invested capital		not computable	10.9%			one or more required annual facts are missing
Accruals ratio		(2.2%)	(4.9%)	78.0	287	2026-06-30
Gross margin stability, five years		0.5 pts	1.2 pts	16.5	219	2026-06-30
Solvency, sleeve percentile 9.9						
Twelve-month failure probability		0.02%	0.04%	5.3	20	2026-06-30
Altman Z double-prime		8.06	1.92	5.8	208	2026-06-30
Net debt to EBITDA		not computable	1.84x			one or more required annual facts are missing
Interest coverage		not computable	2.26x			latest aligned inputs end 2025-06-30; latest annual assets end 2026-06-30
Current ratio		2.58x	1.37x	18.7	295	2026-06-30
Growth and financing, sleeve percentile 46.6						
Revenue growth, three-year compound		4.0%	1.5%	36.9	269	2026-06-30
Free cash flow growth, three-year compound		13.2%	5.6%	35.6	147	2026-06-30
Reinvestment rate		(61.5%)	7.3%	86.8	152	2026-06-30
Asset growth, three years		3.1%	3.4%	48.0	272	2026-06-30
Net share issuance, one year		(2.8%)	(0.6%)	25.7	211	2026-07-31

Among 258 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
13	Costco Wholesale Corp. (COST)	4.7	A	fortress
14	Tractor Supply Co. (TSCO)	5.1	A	balance sheet
15	Chipotle Mexican Grill Inc. (CMG)	5.4	A	fortress
16	W.W. Grainger, Inc. (GWW)	5.8	A	balance sheet
17	Weis Markets Inc. (WMK)	6.2	A	late filer

18	Applied Industrial Technologies Inc. (AIT) <	6.6	A
19	Winmark Corp. (WINA)	7.0	A
20	Rave Restaurant Group, Inc. (RAVE)	7.4	A
21	Best BUY Co. Inc. (BBY)	7.8	A fortress
			balance sheet
22	Urban Outfitters Inc. (URBN)	8.2	A
23	QXO, Inc. (QXO)	8.8	A

What the price implies

at the 2026-10-08 close; none enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	24.9%	(0.1%)	72
Distance from 52-week high	(8.2%)	(24.1%)	84
EBIT to enterprise value	not computable	5.3%	
Free cash flow yield	3.8%	4.2%	46
Book value to price	0.15	0.36	30
Sales to price	0.41	1.75	12
Composite equity issuance, five years	(9.6%)	(16.7%)	61
Relative strength against the sector, log excess return	0.25	0.02	72

Diagnostics

not in 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	57 (10-K received Aug 13, 2026)
Median daily dollar volume, 63 sessions	\$82.2M

Sources

each row links to the 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	0000109563-26-000033
2	assets	us-gaap:Assets	\$3.0B	2026-06-30	2026-08-13	10-K	0000109563-26-000033
3	net income	us-gaap:NetIncomeLoss	\$414.5M	2026-06-30	2026-08-13	10-K	0000109563-26-000033
4	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$484.1M	2026-06-30	2026-08-13	10-K	0000109563-26-000033
5	assets	us-gaap:Assets	\$3.2B	2025-06-30	2026-08-13	10-K	0000109563-26-000033
6	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$5.0B	2026-06-30	2026-08-13	10-K	0000109563-26-000033
7	gross profit	us-gaap:GrossProfit	\$1.4B	2025-06-30	2026-08-13	10-K	0000109563-26-000033
8	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$4.6B	2025-06-30	2026-08-13	10-K	0000109563-26-000033
9	gross profit	us-gaap:GrossProfit	\$1.3B	2024-06-30	2026-08-13	10-K	0000109563-26-000033
10	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$4.5B	2024-06-30	2026-08-13	10-K	0000109563-26-000033
11	gross profit	us-gaap:GrossProfit	\$1.3B	2023-06-30	2025-08-15	10-K	0000109563-25-000080
12	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$4.4B	2023-06-30	2025-08-15	10-K	0000109563-25-000080
13	gross profit	us-gaap:GrossProfit	\$1.1B	2022-06-30	2024-09-10	10-K/A	0000109563-24-000092
14	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$3.8B	2022-06-30	2024-09-10	10-K/A	0000109563-24-000092

15	current assets	us-gaap:AssetsCurrent	\$1.6B	2026-06-30	2026-08-13	10-K	0000109563-26-000033
16	current liabilities	us-gaap:LiabilitiesCurrent	\$612.4M	2026-06-30	2026-08-13	10-K	0000109563-26-000033
17	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	\$2.8B	2026-06-30	2026-08-13	10-K	0000109563-26-000033
18	operating income	us-gaap:OperatingIncomeLoss	\$549.5M	2026-06-30	2026-08-13	10-K	0000109563-26-000033
19	book equity	us-gaap:StockholdersEquity	\$1.9B	2026-06-30	2026-08-13	10-K	0000109563-26-000033
20	liabilities	us-gaap:Liabilities	\$1.1B	2026-06-30	2026-08-13	10-K	0000109563-26-000033
21	operating income	us-gaap:OperatingIncomeLoss	\$498.5M	2025-06-30	2026-08-13	10-K	0000109563-26-000033
22	interest expense	us-gaap:InterestExpense	\$18.2M	2025-06-30	2025-08-15	10-K	0000109563-25-000080
23	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	\$23.6M	2026-06-30	2026-08-13	10-K	0000109563-26-000033
24	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$492.4M	2025-06-30	2026-08-13	10-K	0000109563-26-000033
25	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	\$27.2M	2025-06-30	2026-08-13	10-K	0000109563-26-000033
26	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$371.4M	2024-06-30	2026-08-13	10-K	0000109563-26-000033
27	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	\$24.9M	2024-06-30	2026-08-13	10-K	0000109563-26-000033
28	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$344.0M	2023-06-30	2025-08-15	10-K	0000109563-25-000080
29	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	\$26.5M	2023-06-30	2025-08-15	10-K	0000109563-25-000080
30	depreciation amortization	us-gaap:Depreciation	\$25.9M	2026-06-30	2026-08-13	10-K	0000109563-26-000033
31	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraordinaryItemsDeductibleItems	\$544.3M	2026-06-30	2026-08-13	10-K	0000109563-26-000033
32	income tax	us-gaap:IncomeTaxExpenseBenefit	\$129.7M	2026-06-30	2026-08-13	10-K	0000109563-26-000033
33	current assets	us-gaap:AssetsCurrent	\$1.7B	2025-06-30	2026-08-13	10-K	0000109563-26-000033
34	current liabilities	us-gaap:LiabilitiesCurrent	\$526.2M	2025-06-30	2026-08-13	10-K	0000109563-26-000033
35	assets	us-gaap:Assets	\$3.0B	2024-06-30	2026-08-13	10-K	0000109563-26-000033
36	assets	us-gaap:Assets	\$2.7B	2023-06-30	2025-08-15	10-K	0000109563-25-000080
37	shares outstanding	dei:EntityCommonStockSharesOutstanding	36,698,856	2026-07-31	2026-08-13	10-K	0000109563-26-000033
38	shares outstanding	dei:EntityCommonStockSharesOutstanding	37,752,947	2025-08-01	2025-08-15	10-K	0000109563-25-000080