

PC Connection Inc. (CNXN)

Nasdaq; shops; SIC 5045, Wholesale-Computers & Peripheral Equipment & Software; CIK 0001050377

PC Connection Inc. CNXN; shops	
Grade	A/B A B C D E on the A/B boundary of 258 graded peers percentile 17.5; sampling error 2.9 points; lower is stronger
Rank	46 of 258
Profitability	C/D percentile 61.2
Solvency	A percentile 6.4
Growth and financing	C percentile 45.2
Reliability	0.91 AUC filers with \$591M to \$2.67B assets; 95% interval 0.88 to 0.94; 160 events, 2020 to 2025
Peer failure rate	1.01% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	\$591M to \$2.67B assets total assets \$1.4B
Standard universe	inside revenue above \$1M and assets above \$10M
Warnings	none active not computable: fortress balance sheet
Inputs computable	10 of 14
Graded from	filings received through Feb 24, 2026 227 days before the rescan; latest periodic filing 10-Q received Jul 29, 2026
Last close	\$91.00 2026-10-08; market equity \$2.3B
Price used in grade	None



A/B, the bull
on the A/B boundary of its sector; letters are fifths of the 258 graded peers

Share price, twelve months to the rescan

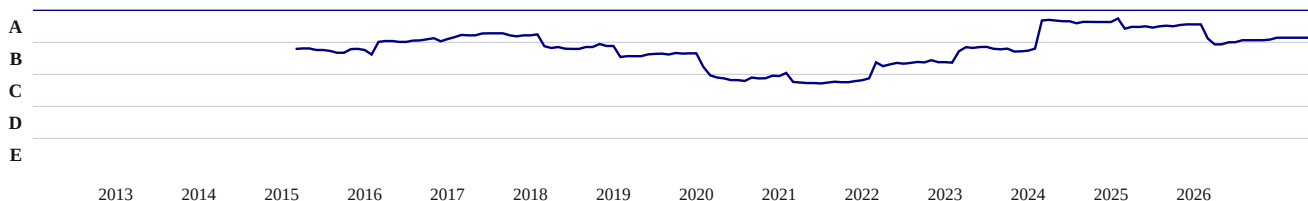
split-adjusted close; the letter is fixed at the rescan that set it



Rescans on file: A from Mar 21, 2024, A/B from Mar 21, 2026, A from Aug 21, 2026, A/B from Sep

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 Feb 24, 2026

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and other products and accessories that we develop internally and secure from manufacturers, distributors, and other suppliers.

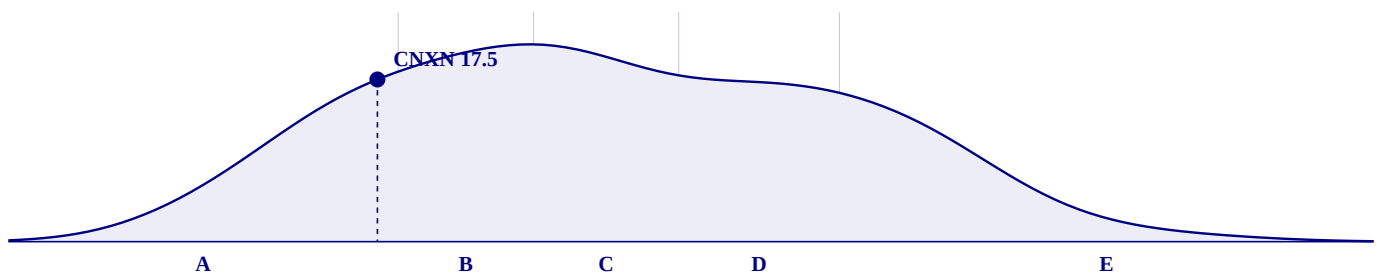
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 61.2						
Gross profitability		39.9%	42.6%	51.0	242	2025-12-31
Return on invested capital		not computable	10.9%			one or more required annual facts are missing
Accruals ratio		1.4%	(4.9%)	92.3	287	2025-12-31
Gross margin stability, five years		1.0 pts	1.2 pts	40.4	219	2025-12-31
Solvency, sleeve percentile 6.4						
Twelve-month failure probability		0.01%	0.04%	0.0	20	2026-06-30
Altman Z double-prime		8.73	1.92	3.9	208	2025-12-31
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 2020-12-31; latest annual assets end 2025-12-31
Current ratio		2.90x	1.37x	15.3	295	2025-12-31
Growth and financing, sleeve percentile 45.2						
Revenue growth, three-year compound		(2.8%)	1.5%	68.7	269	2025-12-31
Free cash flow growth, three-year compound		not computable	5.6%			four consecutive annual FCF observations are required; found 8
Reinvestment rate		2.4%	7.3%	58.3	152	2025-12-31
Asset growth, three years		7.1%	3.4%	32.8	272	2025-12-31
Net share issuance, one year		(3.7%)	(0.6%)	21.0	211	2026-02-13

Among 258 peers

shops; letters are fifths of this list



Rank	Company	Percentile	Letter	Warnings
41	Rush Enterprises Inc. \Tx\ (RUSHA)	15.8	A	
42	Rush Enterprises Inc. \Tx\ (RUSHB)	15.8	A	

43	American Eagle Outfitters Inc. (AEO)	16.3	A	fortress
				balance sheet
44	Carvana Co. (CVNA)	16.7	A	
45	Envela Corp. (ELA)	17.1	A/B	fortress
				balance sheet
46	PC Connection Inc. (CNXN) <	17.5	A/B	
47	Dominos Pizza Inc. (DPZ)	17.9	A/B	
48	BJ's Wholesale Club Holdings, Inc. (BJ)	18.3	A/B	
49	Copart Inc. (CPRT)	18.7	A/B	
50	Build-A-Bear Workshop Inc. (BBW)	19.1	A/B	
51	Dick'S Sporting Goods, Inc. (DKS)	19.5	A/B	fortress
				balance sheet

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	30.3%	(0.1%)	78
Distance from 52-week high	(1.8%)	(24.1%)	98
EBIT to enterprise value	not computable	5.3%	
Free cash flow yield	2.5%	4.2%	36
Book value to price	0.42	0.36	54
Sales to price	1.25	1.75	40
Composite equity issuance, five years	(9.4%)	(16.7%)	63
Relative strength against the sector, log excess return	0.29	0.02	78

Diagnostics

not in 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	pass
Return on assets improved	fail
Operating cash flow exceeds net income	fail
Long-term leverage fell	fail
Current ratio improved	fail
No new shares issued	pass
Gross margin improved	pass
Asset turnover improved	fail
Cash, filings, liquidity	
Cash and equivalents	\$123.7M
Operating cash flow, four quarters	\$42.0M
Months of runway	not finite
Days since last periodic filing	72 (10-Q received Jul 29, 2026)
Median daily dollar volume, 63 sessions	\$11.0M

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	\$539.3M	2025-12-31	2026-02-24	10-K	0001104659-26-019108
2	assets	us-gaap:Assets	\$1.4B	2025-12-31	2026-02-24	10-K	0001104659-26-019108
3	net income	us-gaap:NetIncomeLoss	\$83.7M	2025-12-31	2026-02-24	10-K	0001104659-26-019108
4	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$65.4M	2025-12-31	2026-02-24	10-K	0001104659-26-019108
5	assets	us-gaap:Assets	\$1.3B	2024-12-31	2026-02-24	10-K	0001104659-26-019108
6	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$2.9B	2025-12-31	2026-02-24	10-K	0001104659-26-019108
7	gross profit	us-gaap:GrossProfit	\$519.8M	2024-12-31	2026-02-24	10-K	0001104659-26-019108
8	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$2.8B	2024-12-31	2026-02-24	10-K	0001104659-26-019108
9	gross profit	us-gaap:GrossProfit	\$511.7M	2023-12-31	2026-02-24	10-K	0001104659-26-019108

10	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$2.9B	2023-12-31	2026-02-24	10-K	0001104659-26-019108
11	gross profit	us-gaap:GrossProfit	\$526.2M	2022-12-31	2025-02-24	10-K	0001558370-25-001382
12	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$3.1B	2022-12-31	2025-02-24	10-K	0001558370-25-001382
13	gross profit	us-gaap:GrossProfit	\$464.6M	2021-12-31	2024-03-07	10-K	0001558370-24-002727
14	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$2.9B	2021-12-31	2024-03-07	10-K	0001558370-24-002727
15	current assets	us-gaap:AssetsCurrent	\$1.2B	2025-12-31	2026-02-24	10-K	0001104659-26-019108
16	current liabilities	us-gaap:LiabilitiesCurrent	\$420.4M	2025-12-31	2026-02-24	10-K	0001104659-26-019108
17	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	\$905.9M	2025-12-31	2026-02-24	10-K	0001104659-26-019108
18	operating income	us-gaap:OperatingIncomeLoss	\$99.3M	2025-12-31	2026-02-24	10-K	0001104659-26-019108
19	book equity	us-gaap:StockholdersEquity	\$910.1M	2025-12-31	2026-02-24	10-K	0001104659-26-019108
20	liabilities	us-gaap:Liabilities	\$440.8M	2025-12-31	2026-02-24	10-K	0001104659-26-019108
21	operating income	us-gaap:OperatingIncomeLoss	\$72.1M	2020-12-31	2023-03-06	10-K	0001558370-23-002947
22	interest expense	us-gaap:InterestExpense	\$107,000	2020-12-31	2021-03-16	10-K	0001558370-21-003067
23	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$7.4M	2025-12-31	2026-02-24	10-K	0001104659-26-019108
24	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	\$10.5M	2025-12-31	2026-02-24	10-K	0001104659-26-019108
25	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraordinaryItemsIncludin	\$113.7M	2025-12-31	2026-02-24	10-K	0001104659-26-019108
26	income tax	us-gaap:IncomeTaxExpenseBenefit	\$30.0M	2025-12-31	2026-02-24	10-K	0001104659-26-019108
27	current assets	us-gaap:AssetsCurrent	\$1.2B	2024-12-31	2026-02-24	10-K	0001104659-26-019108
28	current liabilities	us-gaap:LiabilitiesCurrent	\$371.2M	2024-12-31	2026-02-24	10-K	0001104659-26-019108
29	assets	us-gaap:Assets	\$1.2B	2023-12-31	2025-02-24	10-K	0001558370-25-001382
30	assets	us-gaap:Assets	\$1.1B	2022-12-31	2024-03-07	10-K	0001558370-24-002727
31	shares outstanding	dei:EntityCommonStockSharesOutstanding	25,198,472	2026-02-13	2026-02-24	10-K	0001104659-26-019108
32	shares outstanding	dei:EntityCommonStockSharesOutstanding	26,160,014	2025-02-14	2025-02-24	10-K	0001558370-25-001382