

CSP Inc. (CSPI)

Nasdaq; business equipment; SIC 7373, Services-Computer Integrated Systems Design; CIK 0000356037

CSP Inc. CSPI; business equipment	
Grade	C A B C D E middle fifth of 497 graded peers percentile 46.4; sampling error 2.2 points; lower is stronger
Rank	231 of 497
Profitability	C percentile 47.8
Solvency	B percentile 30.6
Growth and financing	D percentile 63.4
Reliability	0.83 AUC filers with \$12.5M to \$120M assets; 95% interval 0.79 to 0.86; 201 events, 2020 to 2025
Peer failure rate	1.07% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	\$12.5M to \$120M assets total assets \$71.2M
Standard universe	inside revenue above \$1M and assets above \$10M
Warnings	none active not computable: distress, fortress balance sheet
Inputs computable	9 of 14
Graded from	filings received through Dec 16, 2025 297 days before the rescan; latest periodic filing 10-Q received Aug 14, 2026
Last close	\$7.50 2026-10-08; market equity \$75.7M
Price used in grade	None

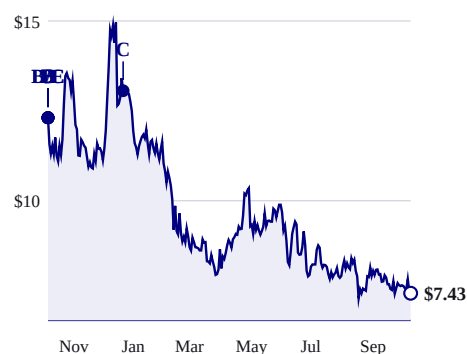


C, the tortoise

middle fifth of its sector; letters are fifths of the 497 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: D from Dec 21, 2023, B/C from Dec 21, 2024, B from Feb 21, 2025, C from Dec 21, 2025

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 Dec 16, 2025

CSP Inc. ("CSPI" or "the Company" or "we" or "our") was incorporated in 1968 and is based in Lowell, Massachusetts. To meet the diverse requirements of our commercial and defense customers worldwide, CSPI and its subsidiaries develop and market IT integration solutions, advanced security products, managed IT services, cloud services, purpose built network adapters, and high-performance cluster computer systems. CSPI operates in two segments: Technology Solutions ("TS") and High Performance

Products ("HPP"). The TS segment consists of our wholly-owned Modcomp, Inc. subsidiary, which operates in the United States and the United Kingdom.

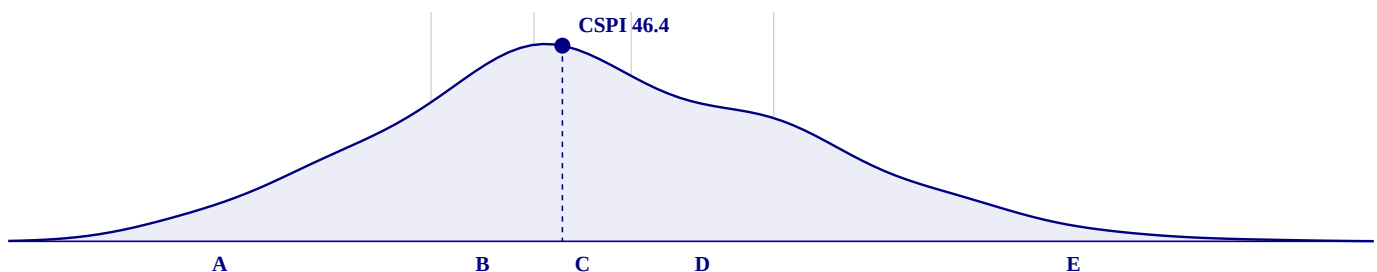
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 47.8						
Gross profitability		26.0%	28.5%	51.2	558	2025-09-30
Return on invested capital		not computable	10.9%			one or more required annual facts are missing
Accruals ratio		(3.4%)	(7.4%)	73.2	621	2025-09-30
Gross margin stability, five years		1.1 pts	2.4 pts	18.9	429	2025-09-30
Solvency, sleeve percentile 30.6						
Twelve-month failure probability		not computable	0.05%			latest liabilities, cash plus short-term investments, book equity, and shares are required
Altman Z double-prime		5.51	2.18	20.4	566	2025-09-30
Net debt to EBITDA		not computable	1.11x			one or more required annual facts are missing
Interest coverage		not computable	3.77x			interest expense must exceed \$100,000
Current ratio		2.36x	2.02x	40.8	666	2025-09-30
Growth and financing, sleeve percentile 63.4						
Revenue growth, three-year compound		2.6%	6.4%	60.3	538	2025-09-30
Free cash flow growth, three-year compound		(7.7%)	17.2%	83.9	268	2025-09-30
Reinvestment rate		not computable	14.3%			NOPAT must exceed \$100,000
Asset growth, three years		(1.8%)	5.0%	66.4	563	2025-09-30
Net share issuance, one year		0.2%	0.5%	42.9	407	2025-12-12

Among 497 peers

business equipment; letters are fifths of this list



Rank	Company	Percentile	Letter	Warnings
226	Snowflake Inc. (SNOW)	45.4	C	

227	Ondas Inc. (ONDS)	45.6	C	dilution, fortress balance sheet
228	LGL Group Inc. (LGL)	45.8	C	fortress balance sheet
229	Illumina, Inc. (ILMN)	46.0	C	
230	Jabil Inc. (JBL)	46.2	C	
231	CSP Inc. (CSPI) <	46.4	C	
232	nCino, Inc. (NCNO)	46.6	C	
233	Ametek (AME)	46.8	C	
234	ACI Worldwide, Inc. (ACIW)	47.0	C	
235	SentinelOne, Inc. (S)	47.2	C	
236	Audioeye Inc. (AEYE)	47.4	C	

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	(30.9%)	2.2%	23
Distance from 52-week high	(50.3%)	(30.0%)	26
EBIT to enterprise value	not computable	1.5%	
Free cash flow yield	2.6%	2.7%	49
Book value to price	0.59	0.23	78
Sales to price	0.78	0.30	74
Composite equity issuance, five years	12.4%	3.9%	61
Relative strength against the sector, log excess return	(0.65)	(0.26)	23

Diagnostics

not in the grade

Measure	Value
Piotroski F-score None of 9, period end 2025-09-30	
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	fail
No new shares issued	fail
Gross margin improved	fail
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	\$24.7M
Operating cash flow, four quarters	-\$1.1M
Months of runway	278.2
Days since last periodic filing	56 (10-Q received Aug 14, 2026)
Median daily dollar volume, 63 sessions	\$72,138

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	\$18.5M	2025-09-30	2025-12-16	10-K	0000356037-25-000065
2	assets	us-gaap:Assets	\$71.2M	2025-09-30	2025-12-16	10-K	0000356037-25-000065
3	net income	us-gaap:NetIncomeLoss	-\$91,000	2025-09-30	2025-12-16	10-K	0000356037-25-000065
4	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$2.3M	2025-09-30	2025-12-16	10-K	0000356037-25-000065
5	assets	us-gaap:Assets	\$69.4M	2024-09-30	2025-12-16	10-K	0000356037-25-000065
6	revenue	us-gaap:Revenues	\$58.7M	2025-09-30	2025-12-16	10-K	0000356037-25-000065
7	gross profit	us-gaap:GrossProfit	\$18.9M	2024-09-30	2025-12-16	10-K	0000356037-25-000065
8	revenue	us-gaap:Revenues	\$55.2M	2024-09-30	2025-12-16	10-K	0000356037-25-000065

9	gross profit	us-gaap:GrossProfit	\$21.9M	2023-09-30	2024-12-20	10-K	0000356037-24-000070
10	revenue	us-gaap:Revenues	\$64.6M	2023-09-30	2024-12-20	10-K	0000356037-24-000070
11	gross profit	us-gaap:GrossProfit	\$18.8M	2022-09-30	2023-12-13	10-K	0000356037-23-000045
12	revenue	us-gaap:Revenues	\$54.4M	2022-09-30	2023-12-13	10-K	0000356037-23-000045
13	gross profit	us-gaap:GrossProfit	\$16.1M	2021-09-30	2022-12-08	10-K	0000356037-22-000036
14	revenue	us-gaap:Revenues	\$49.2M	2021-09-30	2022-12-08	10-K	0000356037-22-000036
15	current assets	us-gaap:AssetsCurrent	\$52.3M	2025-09-30	2025-12-16	10-K	0000356037-25-000065
16	current liabilities	us-gaap:LiabilitiesCurrent	\$22.2M	2025-09-30	2025-12-16	10-K	0000356037-25-000065
17	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	\$27.7M	2025-09-30	2025-12-16	10-K	0000356037-25-000065
18	operating income	us-gaap:OperatingIncomeLoss	-\$3.1M	2025-09-30	2025-12-16	10-K	0000356037-25-000065
19	book equity	us-gaap:StockholdersEquity	\$44.6M	2025-09-30	2025-12-16	10-K	0000356037-25-000065
20	liabilities	us-gaap:Liabilities	\$26.6M	2025-09-30	2025-12-16	10-K	0000356037-25-000065
21	operating income	us-gaap:OperatingIncomeLoss	\$809,000	2011-09-30	2012-12-20	10-K	0001437749-12-013044
22	interest expense	us-gaap:InterestExpense	\$86,000	2011-09-30	2012-01-13	10-K	0001437749-12-000518
23	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$348,000	2025-09-30	2025-12-16	10-K	0000356037-25-000065
24	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$4.2M	2024-09-30	2025-12-16	10-K	0000356037-25-000065
25	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$196,000	2024-09-30	2025-12-16	10-K	0000356037-25-000065
26	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$3.9M	2023-09-30	2024-12-20	10-K	0000356037-24-000070
27	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$226,000	2023-09-30	2024-12-20	10-K	0000356037-24-000070
28	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$2.7M	2022-09-30	2023-12-13	10-K	0000356037-23-000045
29	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$234,000	2022-09-30	2023-12-13	10-K	0000356037-23-000045
30	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	\$237,000	2025-09-30	2025-12-16	10-K	0000356037-25-000065
31	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraordinaryItemsDeductibleItems	\$17,000	2025-09-30	2025-12-16	10-K	0000356037-25-000065
32	income tax	us-gaap:IncomeTaxExpenseBenefit	-\$1.6M	2025-09-30	2025-12-16	10-K	0000356037-25-000065
33	current assets	us-gaap:AssetsCurrent	\$54.8M	2024-09-30	2025-12-16	10-K	0000356037-25-000065
34	current liabilities	us-gaap:LiabilitiesCurrent	\$18.7M	2024-09-30	2025-12-16	10-K	0000356037-25-000065
35	assets	us-gaap:Assets	\$65.9M	2023-09-30	2024-12-20	10-K	0000356037-24-000070
36	assets	us-gaap:Assets	\$75.1M	2022-09-30	2023-12-13	10-K	0000356037-23-000045
37	shares outstanding	dei:EntityCommonStockSharesOutstanding	9,904,783	2025-12-12	2025-12-16	10-K	0000356037-25-000065
38	shares outstanding	dei:EntityCommonStockSharesOutstanding	9,882,613	2024-12-19	2024-12-20	10-K	0000356037-24-000070