

Digi International Inc. (DGII)

Nasdaq; business equipment; SIC 3576, Computer Communications Equipment; CIK 0000854775

Digi International Inc.

DGII; business equipment

Grade	C/D on the C/D boundary of 497 graded peers percentile 61.7; sampling error 2.2 points; lower is stronger
Rank	307 of 497
Profitability	C percentile 54.6
Solvency	C percentile 47.2
Growth and financing	C percentile 55.0
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 \$922.6M
Standard universe	inside revenue above \$1M and assets above \$10M
Warnings	none active not computable: distress
Inputs computable	13 of 14
Graded from	filings received through Nov 21, 2025 322 days before the rescan; latest periodic filing 10-Q received Aug 5, 2026
Last close	\$74.93 2026-10-08; market equity \$2.8B
Price used in grade	None



C/D, the tortoise

on the C/D boundary of its sector; letters are fifths of the 497 graded peers

Share price, twelve months to the rescan

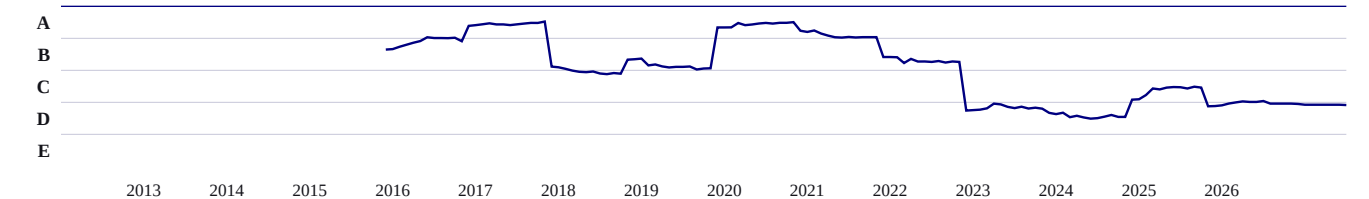
split-adjusted close; the letter is fixed at the rescan that set it



Rescans on file: C/D from Dec 21, 2024, C from Feb 21, 2025, D from Nov 21, 2025, C/D from Jan 21, 2026

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 Nov 21, 2025

Digi International Inc. ("Digi®," "we," "our," or "us") was incorporated in 1985 as a Minnesota corporation. We reorganized as a Delaware corporation in 1989 in conjunction with our initial public offering. Our common stock trades on the Nasdaq Global Select Market tier of the Nasdaq Stock Market LLC (the "Nasdaq") under the symbol DGII. Our World Headquarters is located at 9350 Excelsior Blvd., Suite 700, Hopkins, Minnesota 55343. The telephone number at our World Headquarters is (952) 912-3444. We are a

leading global provider of business and mission-critical Internet of Things ("IoT") connectivity products, services and solutions.

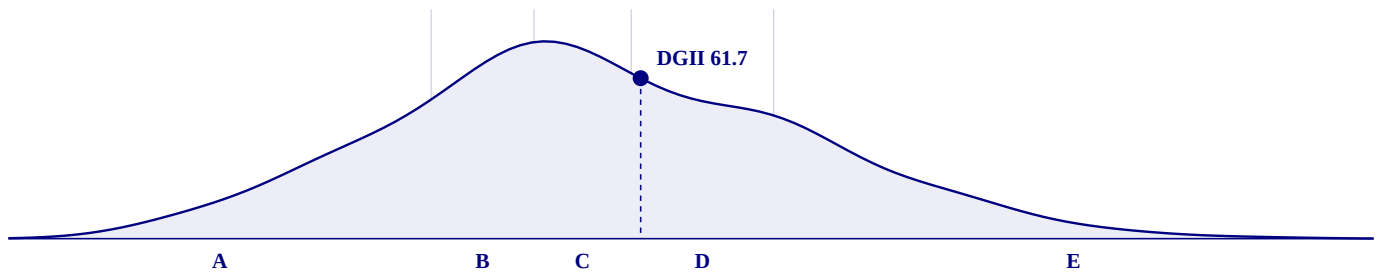
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 54.6						
Gross profitability		29.3%	28.5%	44.2	558	2025-09-30
Return on invested capital		6.3%	10.9%	61.5	136	2025-09-30
Accruals ratio		(7.7%)	(7.4%)	51.1	621	2025-09-30
Gross margin stability, five years		3.1 pts	2.4 pts	61.7	429	2025-09-30
Solvency, sleeve percentile 47.2						
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		3.92	2.18	29.6	566	2025-09-30
Net debt to EBITDA		1.52x	1.11x	56.2	147	2025-09-30
Interest coverage		8.91x	3.77x	31.5	90	2025-09-30
Current ratio		1.21x	2.02x	71.7	666	2025-09-30
Growth and financing, sleeve percentile 55.0						
Revenue growth, three-year compound		3.5%	6.4%	57.5	538	2025-09-30
Free cash flow growth, three-year compound		43.3%	17.2%	20.2	268	2025-09-30
Reinvestment rate		(159.9%)	14.3%	81.8	226	2025-09-30
Asset growth, three years		2.6%	5.0%	53.9	563	2025-09-30
Net share issuance, one year		1.8%	0.5%	61.6	407	2025-11-14

Among 497 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
302	Bentley Systems Inc. (BSY)	60.7	C/D	
303	Mettler Toledo International (MTD)	60.9	C/D	
304	NXP Semiconductors N.V. (NXPI)	61.1	C/D	
305	Commerce.com, Inc. (CMRC)	61.3	C/D	
306	Weave Communications, Inc. (WEAV)	61.5	C/D	fortress balance sheet
307	Digi International Inc. (DGII) <	61.7	C/D	
308	IPG Photonics Corp. (IPGP)	61.9	C/D	fortress balance sheet
309	Harmonic Inc. (HLIT)	62.1	C/D	late filer, fortress balance sheet
310	Fastly, Inc. (FSLY)	62.3	D	

311	Teradata Corp. (TDC)	62.5	D
312	RingCentral, Inc. (RNG)	62.7	D

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	105.5%	2.2%	91
Distance from 52-week high	(12.1%)	(30.0%)	76
EBIT to enterprise value	1.9%	1.5%	54
Free cash flow yield	3.7%	2.7%	58
Book value to price	0.24	0.23	51
Sales to price	0.15	0.30	31
Composite equity issuance, five years	26.1%	3.9%	76
Relative strength against the sector, log excess return	0.44	(0.26)	91

Diagnostics

not in the grade

Measure	Value
Piotroski F-score 6 of 9, period end 2025-09-30	
Return on assets above zero	pass
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	pass
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	\$28.0M
Operating cash flow, four quarters	\$138.4M
Months of runway	not finite
Days since last periodic filing	65 (10-Q received Aug 5, 2026)
Median daily dollar volume, 63 sessions	\$26.0M

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	\$270.7M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
2	assets	us-gaap:Assets	\$922.6M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
3	operating income	us-gaap:OperatingIncomeLoss	\$56.3M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraord	\$119.9M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
5	income tax	us-gaap:IncomeTaxExpenseBenefit	\$9.1M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
6	total debt	us-gaap:LongTermDebt	\$159.2M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
7	book equity	us-gaap:StockholdersEquity	\$636.1M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$21.9M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
9	total debt	us-gaap:LongTermDebt	\$123.2M	2024-09-30	2025-11-21	10-K	0000854775-25-000026
10	book equity	us-gaap:StockholdersEquity	\$581.0M	2024-09-30	2025-11-21	10-K	0000854775-25-000026
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$27.5M	2024-09-30	2025-11-21	10-K	0000854775-25-000026
12	net income	us-gaap:NetIncomeLoss	\$40.8M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$108.0M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
14	assets	us-gaap:Assets	\$815.1M	2024-09-30	2025-11-21	10-K	0000854775-25-000026
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$430.2M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
16	gross profit	us-gaap:GrossProfit	\$249.9M	2024-09-30	2025-11-21	10-K	0000854775-25-000026
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$424.0M	2024-09-30	2025-11-21	10-K	0000854775-25-000026
18	gross profit	us-gaap:GrossProfit	\$252.2M	2023-09-30	2025-11-21	10-K	0000854775-25-000026
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$444.8M	2023-09-30	2025-11-21	10-K	0000854775-25-000026
20	gross profit	us-gaap:GrossProfit	\$216.3M	2022-09-30	2024-11-22	10-K	0000854775-24-000033

21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$388.2M	2022-09-30	2024-11-22	10-K	0000854775-24-000033
22	gross profit	us-gaap:GrossProfit	\$166.7M	2021-09-30	2023-11-22	10-K	0000854775-23-000015
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$308.6M	2021-09-30	2023-11-22	10-K	0000854775-23-000015
24	current assets	us-gaap:AssetsCurrent	\$130.7M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
25	current liabilities	us-gaap:LiabilitiesCurrent	\$107.8M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	\$288.2M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
27	liabilities	us-gaap:Liabilities	\$286.6M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
28	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	\$34.0M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
29	interest expense	us-gaap:InterestExpense	\$6.3M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
30	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	\$2.6M	2025-09-30	2025-11-21	10-K	0000854775-25-000026
31	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$83.1M	2024-09-30	2025-11-21	10-K	0000854775-25-000026
32	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	\$2.2M	2024-09-30	2025-11-21	10-K	0000854775-25-000026
33	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$36.8M	2023-09-30	2025-11-21	10-K	0000854775-25-000026
34	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	\$4.3M	2023-09-30	2025-11-21	10-K	0000854775-25-000026
35	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$37.7M	2022-09-30	2024-11-22	10-K	0000854775-24-000033
36	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	\$2.0M	2022-09-30	2024-11-22	10-K	0000854775-24-000033
37	current assets	us-gaap:AssetsCurrent	\$154.4M	2024-09-30	2025-11-21	10-K	0000854775-25-000026
38	current liabilities	us-gaap:LiabilitiesCurrent	\$89.3M	2024-09-30	2025-11-21	10-K	0000854775-25-000026
39	assets	us-gaap:Assets	\$835.5M	2023-09-30	2024-11-22	10-K	0000854775-24-000033
40	assets	us-gaap:Assets	\$853.9M	2022-09-30	2023-11-22	10-K	0000854775-23-000015
41	shares outstanding	dei:EntityCommonStockSharesOutstanding	37,232,593	2025-11-14	2025-11-21	10-K	0000854775-25-000026
42	shares outstanding	dei:EntityCommonStockSharesOutstanding	36,582,896	2024-11-08	2024-11-22	10-K	0000854775-24-000033