

Educational Development Corp. (EDUC)

Nasdaq; shops; SIC 5190, Wholesale-Miscellaneous Nondurable Goods; CIK 0000031667

Educational Development Corp.	
EDUC; shops	
Grade	D fourth fifth of 258 graded peers percentile 68.9; sampling error 2.9 points; lower is stronger
Rank	178 of 258
Profitability	D/E percentile 81.9
Solvency	A percentile 13.3
Growth and financing	D/E percentile 77.9
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 \$54.3M
Standard universe	inside revenue above \$1M and assets above \$10M
Warnings	none active; fortress balance sheet not computable: distress
Inputs computable	7 of 14
Graded from	filings received through May 19, 2026 143 days before the rescans; latest periodic filing 10-Q received Jul 9, 2026
Last close	\$1.30 2026-10-07; market equity \$11.1M
Price used in grade	None

D, the sloth
fourth fifth of its sector; letters are fifths of the 258 graded peers

Share price, twelve months to the rescans
split-adjusted close; the letter is fixed at the rescans that set it

Rescans on file: D/E from Nov 21, 2025, E from Feb 21, 2026, D/E from Apr 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 May 19, 2026

publisher of Kane Miller children's books; Learning Wrap-Ups, maker of educational manipulatives; and SmartLab Toys, maker of STEAM-based toys and games. We are also the exclusive United States Multi-Level Marketing ("MLM") distributor of Usborne Publishing Limited ("Usborne") children's books. We are a corporation incorporated under the laws of the State of Delaware on August 23, reflects "We believe that education is the catalyst for wonderment, kindness, and connection.

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 81.9						
Gross profitability		25.0%	42.6%	73.9	242	2026-02-28
Return on invested capital		not computable	10.9%			one or more required annual facts are missing
Accruals ratio		0.5%	(4.9%)	90.2	287	2026-02-28
Gross margin stability, five years		3.2 pts	1.2 pts	81.7	219	2026-02-28
Solvency, sleeve percentile 13.3						
Twelve-month failure probability		not computable	0.04%			latest liabilities, cash plus short-term investments, book equity, and shares are required
Altman Z double-prime		not computable	1.92			one or more required annual facts are missing
Net debt to EBITDA		not computable	1.84x			one or more required annual facts are missing
Interest coverage		not computable	2.26x			one or more required annual facts are missing
Current ratio		3.33x	1.37x	13.3	295	2026-02-28
Growth and financing, sleeve percentile 77.9						
Revenue growth, three-year compound		(36.1%)	1.5%	98.1	269	2026-02-28
Free cash flow growth, three-year compound		not computable	5.6%			current FCF must be positive and base FCF must exceed \$100,000
Reinvestment rate		not computable	7.3%			one or more required annual facts are missing
Asset growth, three years		(18.4%)	3.4%	92.6	272	2026-02-28
Net share issuance, one year		(0.8%)	(0.6%)	42.9	211	2026-05-14

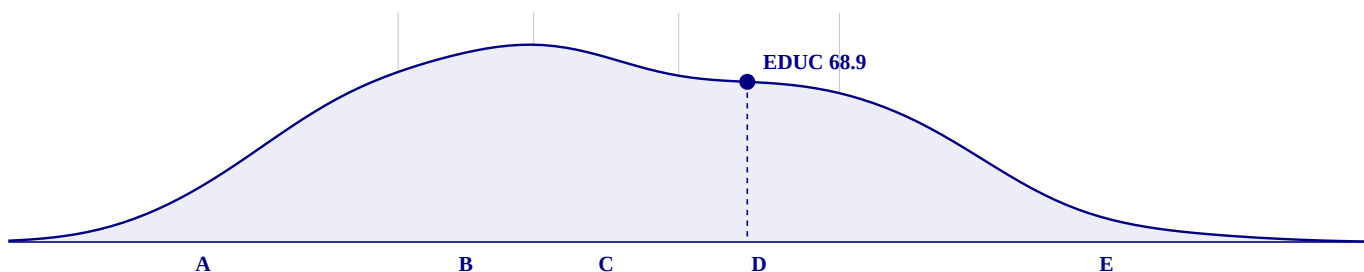
Warnings

1 of 7 checks triggered; none of them enters the letter

Check	Measured
Fortress balance sheet	cash minus debt is 1,118,400 USD; Altman Z is not used

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
173	Seaboard Corp. (SEB)	66.9	D	
174	Aspen Aerogels Inc. (ASPN)	67.3	D	fortress
175	Star Group, L.P. (SGU)	67.7	D	balance sheet
176	Arko Corp. (ARKO)	68.1	D	
177	Bloomin' Brands, Inc. (BLMN)	68.5	D	
178	Educational Development Corp. (EDUC) <	68.9	D	fortress
179	OneWater Marine Inc. (ONEW)	69.3	D	balance sheet
180	Lands' END, Inc. (LE)	69.6	D	short runway
181	Willis Lease Finance Corp. (WLFC)	70.0	D	
182	Builders FirstSource, Inc. (BLDR)	70.4	D	
183	Wendy's Co. (WEN)	70.8	D	

What the price implies

at the 2026-10-07 close; none enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	1.5%	(0.1%)	53
Distance from 52-week high	(21.2%)	(24.1%)	53
EBIT to enterprise value	not computable	5.3%	
Free cash flow yield	13.2%	4.2%	87
Book value to price	3.74	0.36	97
Sales to price	2.07	1.75	59
Composite equity issuance, five years	(2.1%)	(16.7%)	76
Relative strength against the sector, log excess return	0.04	0.02	53

Diagnostics

not in the grade

Measure	Value
Piotroski F-score 5 of 9, period end 2026-02-28	
Return on assets above zero	pass
Operating cash flow above zero	pass
Return on assets improved	pass
Operating cash flow exceeds net income	fail
Long-term leverage fell	fail
Current ratio improved	pass
No new shares issued	pass
Gross margin improved	fail
Asset turnover improved	fail
Cash, filings, liquidity	
Cash and equivalents	\$1.7M
Operating cash flow, four quarters	\$1.2M
Months of runway	not finite
Days since last periodic filing	92 (10-Q received Jul 9, 2026)

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	\$13.6M	2026-02-28	2026-05-19	10-K	0001185185-26-001927
2	assets	us-gaap:Assets	\$54.3M	2026-02-28	2026-05-19	10-K	0001185185-26-001927
3	net income	us-gaap:NetIncomeLoss	\$2.3M	2026-02-28	2026-05-19	10-K	0001185185-26-001927
4	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$2.0M	2026-02-28	2026-05-19	10-K	0001185185-26-001927
5	assets	us-gaap:Assets	\$78.3M	2025-02-28	2026-05-19	10-K	0001185185-26-001927
6	revenue	us-gaap:Revenues	\$22.9M	2026-02-28	2026-05-19	10-K	0001185185-26-001927
7	gross profit	us-gaap:GrossProfit	\$21.0M	2025-02-28	2026-05-19	10-K	0001185185-26-001927
8	revenue	us-gaap:Revenues	\$34.2M	2025-02-28	2026-05-19	10-K	0001185185-26-001927
9	gross profit	us-gaap:GrossProfit	\$33.0M	2024-02-29	2025-05-19	10-K	0001185185-25-000516
10	revenue	us-gaap:Revenues	\$51.0M	2024-02-29	2025-05-19	10-K	0001185185-25-000516
11	gross profit	us-gaap:GrossProfit	\$56.1M	2023-02-28	2024-05-21	10-K	0001185185-24-000577
12	revenue	us-gaap:Revenues	\$87.8M	2023-02-28	2024-05-21	10-K	0001185185-24-000577
13	gross profit	us-gaap:GrossProfit	\$97.9M	2022-02-28	2023-05-17	10-K	0001185185-23-000539
14	revenue	us-gaap:Revenues	\$142.2M	2022-02-28	2023-05-17	10-K	0001185185-23-000539
15	current assets	us-gaap:AssetsCurrent	\$20.6M	2026-02-28	2026-05-19	10-K	0001185185-26-001927
16	current liabilities	us-gaap:LiabilitiesCurrent	\$6.2M	2026-02-28	2026-05-19	10-K	0001185185-26-001927
17	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$542,800	2026-02-28	2026-05-19	10-K	0001185185-26-001927
18	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$3.2M	2025-02-28	2026-05-19	10-K	0001185185-26-001927
19	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$439,400	2025-02-28	2026-05-19	10-K	0001185185-26-001927
20	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$8.8M	2024-02-29	2025-05-19	10-K	0001185185-25-000516
21	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$821,800	2024-02-29	2025-05-19	10-K	0001185185-25-000516
22	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$58,500	2023-02-28	2024-05-21	10-K	0001185185-24-000577
23	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$1.6M	2023-02-28	2024-05-21	10-K	0001185185-24-000577
24	assets	us-gaap:Assets	\$90.1M	2024-02-29	2025-05-19	10-K	0001185185-25-000516
25	assets	us-gaap:Assets	\$99.9M	2023-02-28	2024-05-21	10-K	0001185185-24-000577
26	shares outstanding	dei:EntityCommonStockSharesOutstanding	8,511,364	2026-05-14	2026-05-19	10-K	0001185185-26-001927
27	shares outstanding	dei:EntityCommonStockSharesOutstanding	8,583,201	2025-05-12	2025-05-19	10-K	0001185185-25-000516