

Cloudflare, Inc. (NET)

NYSE; business equipment; SIC 7372, Services-Prepackaged Software; CIK 0001477333

Cloudflare, Inc.

NET; business equipment

Grade	A strongest fifth of 497 graded peers percentile 7.3; sampling error 2.2 points; lower is stronger
Rank	37 of 497
Profitability	B percentile 31.8
Solvency	C percentile 47.9
Growth and financing	A percentile 9.3
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 \$6.0B
Standard universe	inside revenue above \$1M and assets above \$10M
Warnings	none active not computable: dilution, distress, fortress balance sheet
Inputs computable	7 of 14
Graded from	filings received through Feb 26, 2026 225 days before the rescans; latest periodic filing 10-Q received Aug 6, 2026
Last close	\$341.75 2026-10-08; market equity \$0
Price used in grade	None

A, the bull

strongest 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

NovJanMarMayJulSep

Rescans on file: A from Mar 21, 2023, A from Feb 21, 2024

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 26, 2026

Over the past decade, the technology industry has been undergoing a massive transition from on-premises hardware and software that customers buy, to services in the cloud that they rent. Organizations find themselves at different points in this transition to the cloud. Regardless of where organizations are in their transition, they all face a common set of challenges: they exist in a complex, heterogeneous infrastructure environment which exacerbates the fundamental problems of the Internet more than ever, and the

on-premises hardware boxes that they once relied upon to solve these problems were never designed to work in such an environment.

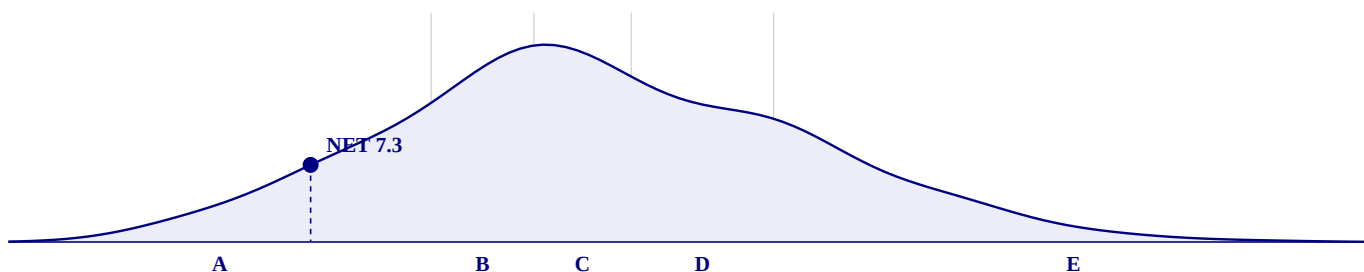
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 31.8						
Gross profitability		26.8%	28.5%	49.6	558	2025-12-31
Return on invested capital		not computable	10.9%			one or more required annual facts are missing
Accruals ratio		(15.1%)	(7.4%)	27.7	621	2025-12-31
Gross margin stability, five years		1.1 pts	2.4 pts	18.0	429	2025-12-31
Solvency, sleeve percentile 47.9						
Twelve-month failure probability		not computable	0.05%			liabilities and a nearby cover-page share count are required at 2026-06-30
Altman Z double-prime		1.95	2.18	45.1	566	2025-12-31
Net debt to EBITDA		not computable	1.11x			one or more required annual facts are missing latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-31
Interest coverage		not computable	3.77x			
Current ratio		1.98x	2.02x	50.7	666	2025-12-31
Growth and financing, sleeve percentile 9.3						
Revenue growth, three-year compound		30.5%	6.4%	9.3	538	2025-12-31
Free cash flow growth, three-year compound		not computable	17.2%			current FCF must be positive and base FCF must exceed \$100,000 pretax income must exceed the validity floor and imply a 0%-100% tax rate
Reinvestment rate		not computable	14.3%			
Asset growth, three years		32.6%	5.0%	9.3	563	2025-12-31
Net share issuance, one year		not computable	0.5%			two annual share counts are required; found 0

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
32	SPS Commerce Inc. (SPSC)	6.2	A	
33	NeoVolta Inc. (NEOV)	6.6	A	
34	NeoVolta Inc. (NEOVW)	6.6	A	
35	Napco Security Technologies, Inc. (NSSC)	6.9	A	fortress
				balance sheet
36	M-tron Industries, Inc. (MPTI)	7.1	A	fortress
				balance sheet
37	Cloudflare, Inc. (NET) <	7.3	A	
38	Adobe Inc. (ADBE)	7.5	A	
39	Garmin Ltd. (GRMN)	7.7	A	
40	Commvault Systems Inc. (CVLT)	7.9	A	
41	Netsol Technologies Inc. (NTWK)	8.1	A	fortress
				balance sheet
42	CrowdStrike Holdings, Inc. (CRWD)	8.3	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	42.2%	2.2%	77
Distance from 52-week high	(4.9%)	(30.0%)	88
EBIT to enterprise value	not computable	1.5%	
Free cash flow yield	not computable	2.7%	
Book value to price	not computable	0.23	
Sales to price	not computable	0.30	
Composite equity issuance, five years	not computable	3.9%	
Relative strength against the sector, log excess return	0.07	(0.26)	77

Diagnostics

not in the grade

Measure	Value
Piotroski F-score None of 9, period end 2025-12-31	
Return on assets above zero	fail
Operating cash flow above zero	pass
Return on assets improved	fail
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	\$1.7B
Operating cash flow, four quarters	\$633.4M
Months of runway	not finite

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	\$1.6B	2025-12-31	2026-02-26	10-K	0001477333-26-000016
2	assets	us-gaap:Assets	\$6.0B	2025-12-31	2026-02-26	10-K	0001477333-26-000016
3	net income	us-gaap:NetIncomeLoss	-\$102.3M	2025-12-31	2026-02-26	10-K	0001477333-26-000016
4	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$603.1M	2025-12-31	2026-02-26	10-K	0001477333-26-000016
5	assets	us-gaap:Assets	\$3.3B	2024-12-31	2026-02-26	10-K	0001477333-26-000016
6	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$2.2B	2025-12-31	2026-02-26	10-K	0001477333-26-000016
7	gross profit	us-gaap:GrossProfit	\$1.3B	2024-12-31	2026-02-26	10-K	0001477333-26-000016
8	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$1.7B	2024-12-31	2026-02-26	10-K	0001477333-26-000016
9	gross profit	us-gaap:GrossProfit	\$989.7M	2023-12-31	2026-02-26	10-K	0001477333-26-000016
10	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$1.3B	2023-12-31	2026-02-26	10-K	0001477333-26-000016
11	gross profit	us-gaap:GrossProfit	\$742.6M	2022-12-31	2025-02-20	10-K	0001477333-25-000043
12	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$975.2M	2022-12-31	2025-02-20	10-K	0001477333-25-000043
13	gross profit	us-gaap:GrossProfit	\$509.3M	2021-12-31	2024-02-21	10-K	0001477333-24-000013
14	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$656.4M	2021-12-31	2024-02-21	10-K	0001477333-24-000013
15	current assets	us-gaap:AssetsCurrent	\$4.6B	2025-12-31	2026-02-26	10-K	0001477333-26-000016
16	current liabilities	us-gaap:LiabilitiesCurrent	\$2.4B	2025-12-31	2026-02-26	10-K	0001477333-26-000016
17	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-\$1.2B	2025-12-31	2026-02-26	10-K	0001477333-26-000016
18	operating income	us-gaap:OperatingIncomeLoss	-\$207.2M	2025-12-31	2026-02-26	10-K	0001477333-26-000016
19	book equity	us-gaap:StockholdersEquity	\$1.5B	2025-12-31	2026-02-26	10-K	0001477333-26-000016
20	liabilities	us-gaap:Liabilities	\$4.6B	2025-12-31	2026-02-26	10-K	0001477333-26-000016
21	operating income	us-gaap:OperatingIncomeLoss	-\$185.5M	2023-12-31	2026-02-26	10-K	0001477333-26-000016
22	interest expense	us-gaap:InterestExpense	\$5.9M	2023-12-31	2024-02-21	10-K	0001477333-24-000013
23	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$315.6M	2025-12-31	2026-02-26	10-K	0001477333-26-000016
24	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$380.4M	2024-12-31	2026-02-26	10-K	0001477333-26-000016
25	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$185.0M	2024-12-31	2026-02-26	10-K	0001477333-26-000016
26	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$254.4M	2023-12-31	2026-02-26	10-K	0001477333-26-000016
27	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$114.4M	2023-12-31	2026-02-26	10-K	0001477333-26-000016
28	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$123.6M	2022-12-31	2025-02-20	10-K	0001477333-25-000043
29	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$143.6M	2022-12-31	2025-02-20	10-K	0001477333-25-000043
30	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	\$189.7M	2025-12-31	2026-02-26	10-K	0001477333-26-000016
31	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraord	\$92.7M	2025-12-31	2026-02-26	10-K	0001477333-26-000016
32	income tax	us-gaap:IncomeTaxExpenseBenefit	\$9.6M	2025-12-31	2026-02-26	10-K	0001477333-26-000016
33	current assets	us-gaap:AssetsCurrent	\$2.3B	2024-12-31	2026-02-26	10-K	0001477333-26-000016
34	current liabilities	us-gaap:LiabilitiesCurrent	\$793.7M	2024-12-31	2026-02-26	10-K	0001477333-26-000016
35	assets	us-gaap:Assets	\$2.8B	2023-12-31	2025-02-20	10-K	0001477333-25-000043
36	assets	us-gaap:Assets	\$2.6B	2022-12-31	2024-02-21	10-K	0001477333-24-000013