

Varex Imaging Corp. (VREX)

Nasdaq; business equipment; SIC 3679, Electronic Components, NEC; CIK 0001681622

Varex Imaging Corp.
VREX; business equipment

Grade

C

A B C D E

middle fifth of 497 graded peers
percentile 45.2; sampling error 2.2 points; lower is stronger

Rank

225 of 497

Profitability

B

percentile 35.5

Solvency

B/C

percentile 39.1

Growth and financing

D

percentile 65.2

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 \$1.1B

Standard universe

inside
revenue above \$1M and assets above \$10M

Warnings

none active

Inputs computable

9 of 14

Graded from

filings received through Nov 18, 2025
325 days before the rescans; latest periodic filing 10-Q received Aug 10, 2026

Last close

\$18.45
2026-10-08; market equity \$776.7M

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 rescans

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



Rescans on file: D/E from May 21, 2025, D from Jun 21, 2025, B from Nov 21, 2025, C from Aug 2

Letter at every rescans

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 18, 2025

Varex Imaging Corporation is a leading innovator, designer and manufacturer of X-ray imaging components including X-ray tubes, flat panel and photon counting detectors and accessories, linear accelerators, image software processing solutions, and stand-alone X-ray based systems in select application areas. Our components are used in medical diagnostic imaging, security inspection systems, and industrial quality inspection systems, as well as for analysis and measurement applications in industrial manufacturing applications. Global OEMs incorporate our X-ray imaging components into their systems to detect, diagnose, protect, irradiate, and

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Assay VREX, as of Oct 9, 2026, page 1

inspect.

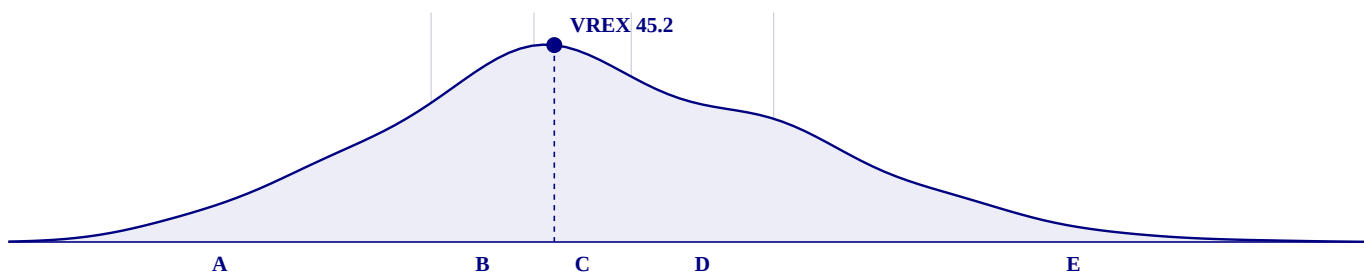
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 35.5						
Gross profitability		26.2%	28.5%	50.4	558	2025-10-03
Return on invested capital		not computable	10.9%			pretax income must exceed the validity floor and imply a 0%-100% tax rate
Accruals ratio		(9.7%)	(7.4%)	43.9	621	2025-10-03
Gross margin stability, five years		0.9 pts	2.4 pts	12.1	429	2025-10-03
Solvency, sleeve percentile 39.1						
Twelve-month failure probability		0.06%	0.05%	56.0	101	2026-07-03
Altman Z double-prime		3.31	2.18	33.3	566	2025-10-03
Net debt to EBITDA		not computable	1.11x			EBITDA must exceed \$100,000
Interest coverage		not computable	3.77x			latest aligned inputs end 2023-09-29; latest annual assets end 2025-10-03
Current ratio		3.43x	2.02x	28.0	666	2025-10-03
Growth and financing, sleeve percentile 65.2						
Revenue growth, three-year compound		(0.6%)	6.4%	69.6	538	2025-10-03
Free cash flow growth, three-year compound		not computable	17.2%			current FCF must be positive and base FCF must exceed \$100,000
Reinvestment rate		not computable	14.3%			pretax income must exceed the validity floor and imply a 0%-100% tax rate
Asset growth, three years		(2.2%)	5.0%	67.1	563	2025-10-03
Net share issuance, one year		1.5%	0.5%	58.9	407	2025-11-11

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
220	Seagate Technology Holdings plc (STX)	44.2	C	
221	OneSpan Inc. (OSPN)	44.4	C	
222	Western Digital Corp. (WDC)	44.6	C	fortress balance sheet
223	PDF Solutions Inc. (PDFS)	44.8	C	
224	Qorvo, Inc. (QRVO)	45.0	C	
225	Varex Imaging Corp. (VREX) <	45.2	C	
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	

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	49.1%	2.2%	80
Distance from 52-week high	(0.6%)	(30.0%)	97
EBIT to enterprise value	(2.7%)	1.5%	25
Free cash flow yield	2.4%	2.7%	47
Book value to price	0.64	0.23	80
Sales to price	1.09	0.30	79
Composite equity issuance, five years	7.1%	3.9%	55
Relative strength against the sector, log excess return	0.12	(0.26)	80

Diagnostics

not in the grade

Measure	Value
Piotroski F-score 6 of 9, period end 2025-10-03	
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	pass
Current ratio improved	pass
No new shares issued	fail
Gross margin improved	pass
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	\$99.2M
Operating cash flow, four quarters	\$11.3M

Months of runway	not finite
Days since last periodic filing	60 (10-Q received Aug 10, 2026)
Median daily dollar volume, 63 sessions	\$10.1M

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	\$290.5M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
2	assets	us-gaap:Assets	\$1.1B	2025-10-03	2025-11-18	10-K	0001681622-25-000108
3	operating income	us-gaap:OperatingIncomeLoss	-\$27.8M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraord	\$59.2M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
5	income tax	us-gaap:IncomeTaxExpenseBenefit	\$10.7M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
6	total debt	us-gaap:LongTermDebt	\$367.5M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
7	book equity	us-gaap:StockholdersEquity	\$472.6M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$145.0M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
9	total debt	us-gaap:LongTermDebt	\$443.4M	2024-09-27	2025-11-18	10-K	0001681622-25-000108
10	book equity	us-gaap:StockholdersEquity	\$529.1M	2024-09-27	2025-11-18	10-K	0001681622-25-000108
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$168.7M	2024-09-27	2025-11-18	10-K	0001681622-25-000108
12	net income	us-gaap:NetIncomeLoss	-\$70.3M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$41.7M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
14	assets	us-gaap:Assets	\$1.2B	2024-09-27	2025-11-18	10-K	0001681622-25-000108
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$844.6M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
16	gross profit	us-gaap:GrossProfit	\$256.9M	2024-09-27	2025-11-18	10-K	0001681622-25-000108
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$811.0M	2024-09-27	2025-11-18	10-K	0001681622-25-000108
18	gross profit	us-gaap:GrossProfit	\$290.3M	2023-09-29	2025-11-18	10-K	0001681622-25-000108
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$893.4M	2023-09-29	2025-11-18	10-K	0001681622-25-000108
20	gross profit	us-gaap:GrossProfit	\$283.5M	2022-09-30	2024-11-19	10-K	0001681622-24-000089
21	revenue	us-gaap:Revenues	\$859.4M	2022-09-30	2024-11-19	10-K	0001681622-24-000089
22	gross profit	us-gaap:GrossProfit	\$271.5M	2021-10-01	2023-11-16	10-K	0001681622-23-000074
23	revenue	us-gaap:Revenues	\$818.1M	2021-10-01	2023-11-16	10-K	0001681622-23-000074
24	current assets	us-gaap:AssetsCurrent	\$641.8M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
25	current liabilities	us-gaap:LiabilitiesCurrent	\$187.2M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-\$5.9M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
27	liabilities	us-gaap:Liabilities	\$620.8M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
28	depreciation amortization	us-gaap:Depreciation	\$23.2M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
29	operating income	us-gaap:OperatingIncomeLoss	\$77.1M	2023-09-29	2025-11-18	10-K	0001681622-25-000108
30	interest expense	us-gaap:InterestExpense	\$29.3M	2023-09-29	2023-11-16	10-K	0001681622-23-000074
31	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$22.9M	2025-10-03	2025-11-18	10-K	0001681622-25-000108
32	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$47.3M	2024-09-27	2025-11-18	10-K	0001681622-25-000108
33	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$26.9M	2024-09-27	2025-11-18	10-K	0001681622-25-000108
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$108.4M	2023-09-29	2025-11-18	10-K	0001681622-25-000108
35	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$20.7M	2023-09-29	2025-11-18	10-K	0001681622-25-000108
36	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$16.9M	2022-09-30	2024-11-19	10-K	0001681622-24-000089
37	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$21.3M	2022-09-30	2024-11-19	10-K	0001681622-24-000089
38	current assets	us-gaap:AssetsCurrent	\$649.9M	2024-09-27	2025-11-18	10-K	0001681622-25-000108
39	current liabilities	us-gaap:LiabilitiesCurrent	\$195.9M	2024-09-27	2025-11-18	10-K	0001681622-25-000108
40	assets	us-gaap:Assets	\$1.2B	2023-09-29	2024-11-19	10-K	0001681622-24-000089
41	assets	us-gaap:Assets	\$1.2B	2022-09-30	2023-11-16	10-K	0001681622-23-000074
42	shares outstanding	dei:EntityCommonStockSharesOutstanding	41,700,000	2025-11-11	2025-11-18	10-K	0001681622-25-000108
43	shares outstanding	dei:EntityCommonStockSharesOutstanding	41,100,000	2024-11-14	2024-11-19	10-K	0001681622-24-000089