# Esab Corp.

**ESAB**

NYSE; manufacturing; SIC 3569, General Industrial Machinery & Equipment, NEC; CIK 0001877322

**D**

**fourth fifth of 255 graded peers in manufacturing**

rank 183 of 255; percentile 71.7; sampling error 3.0 points; lower is stronger

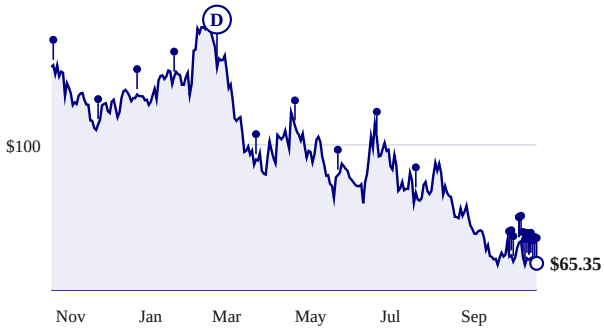
A B C D E

**D, the sloth**



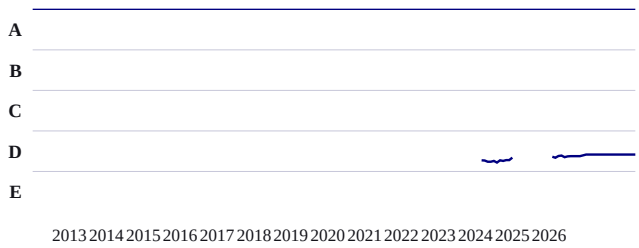
| Scoreboard | |
|---|---|
| **Profitability** | C/D<br>percentile 61.3 |
| **Solvency** | C<br>percentile 55.1 |
| **Growth and financing** | C<br>percentile 51.4 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $4.8B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered<br>not computable: distress |
| **Inputs computable** | 9 of 14 |
| **Graded from** | filings received through Feb 20, 2026<br>241 days before the rescan; latest periodic filing 10-Q received Aug 6, 2026 |
| **Last close** | $65.29<br>2026-10-16; market equity $4.1B; no price enters the letter |

**Share price, twelve months to the rescan**




*Split-adjusted close. Each lollipop is a rescan and carries the letter held then.*

**Letter at every rescan, 2012 to 2026**




*Sector percentile at each rescan, 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 20, 2026*

Founded in 1904, ESAB Corporation ("ESAB," "we" or the "Company"), is a focused premier industrial compounder. ESAB provides its partners with fabrication technology advanced equipment, consumables, gas control equipment, robotics and digital solutions. The Company's rich history of innovative products and workflow solutions and our business management system, ESAB Business Excellence ("EBXai"), enables the Company's purpose of Shaping the world we imagineTM. We formulate, develop, manufacture and supply consumable products and equipment, including cutting, joining and welding robotics, as well as gas control equipment.

## The fourteen inputs

*lower percentile is stronger; sleeves and inputs within a sleeve carry equal weight*

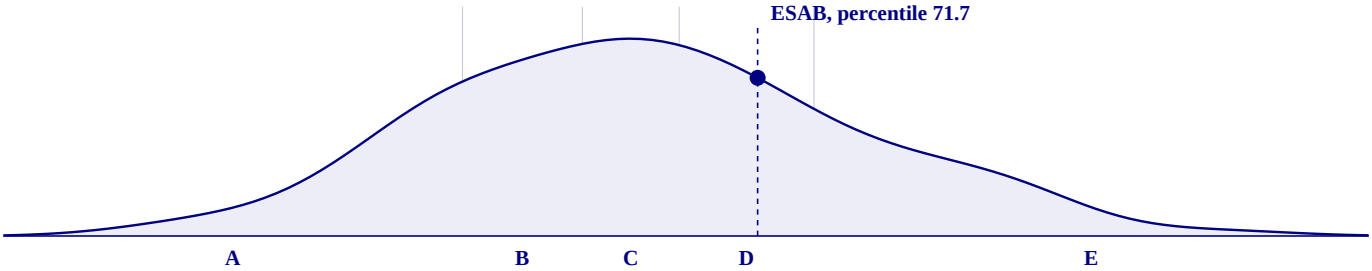
| Input | Value | Peer median | Percentile, 0 to 100 | Pct | Peers | Period end |
|---|---|---|---|---|---|---|
| **Profitability, sleeve percentile 61.3** | | | | | | |
| Gross profitability | 22.0% | 21.9% | | 46.7 | 275 | 2025-12-31 |
| Return on invested capital | not computable | 9.7% | | | | |

Not investment advice. Informational and educational only. Data from SEC EDGAR, may contain errors, is not warranted. The grade ranks reported financial condition and is not a return forecast.

| | | | | | | |
|---|---|---|---|---|---|---|
| *latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-31* | | | | | | |
| Accruals ratio | (0.8%) | (3.6%) | | 75.8 | 307 | 2025-12-31 |
| Gross margin stability, five years | not computable | 2.1 pts | | | | |
| *five annual gross margins are required; found 4* | | | | | | |
| **Solvency, sleeve percentile 55.1** | | | | | | |
| 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 | 2.84 | 3.66 | | 50.8 | 243 | 2025-12-31 |
| Net debt to EBITDA | not computable | 1.78x | | | | |
| *latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-31* | | | | | | |
| Interest coverage | not computable | 5.09x | | | | |
| *one or more required annual facts are missing* | | | | | | |
| Current ratio | 1.90x | 2.25x | | 59.4 | 324 | 2025-12-31 |
| **Growth and financing, sleeve percentile 51.4** | | | | | | |
| Revenue growth, three-year compound | 3.1% | 2.2% | | 44.0 | 269 | 2025-12-31 |
| Free cash flow growth, three-year compound | 7.0% | 13.9% | | 63.8 | 139 | 2025-12-31 |
| Reinvestment rate | 13.5% | 26.4% | | 58.0 | 139 | 2025-12-31 |
| Asset growth, three years | 8.3% | 4.4% | | 30.0 | 278 | 2025-12-31 |
| Net share issuance, one year | 0.3% | 0.01% | | 61.4 | 242 | 2026-02-12 |

## Among 255 peers

*manufacturing; 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 |
|---|---|---|---|---|
| 178 | Eaton Corp. plc (ETN) | 69.7 | D | |
| 179 | Titan International Inc. (TWI) | 70.1 | D | |
| 180 | Westinghouse AIR Brake Technologies Corp. (WAB) | 70.5 | D | |
| 181 | StandardAero, Inc. (SARO) | 70.9 | D | |
| 182 | JBT Marel Corp. (JBTM) | 71.3 | D | |
| 183 | Esab Corp. (ESAB) | 71.7 | D | |
| 184 | Carrier Global Corp. (CARR) | 72.0 | D | |
| 185 | Columbus Mckinnon Corp. (CMCO) | 72.4 | D | |
| 186 | Loar Holdings Inc. (LOAR) | 72.8 | D | |
| 187 | Nike, Inc. (NKE) | 73.2 | D | |
| 188 | Trimas Corp. (TRS) | 73.6 | D | |

## What the price implies

*at the 2026-10-16 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | (32.3%) | 13.7% | 11 |
| Distance from 52-week high | (51.5%) | (24.7%) | 18 |
| EBIT to enterprise value | 6.6% | 4.0% | 75 |
| Free cash flow yield | 5.2% | 3.3% | 70 |

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| | | | |
|---|---|---|---|
| Book value to price | 0.62 | 0.36 | 71 |
| Sales to price | 0.70 | 0.56 | 59 |
| Composite equity issuance, five years | not computable | (9.5%) | |
| Relative strength against the sector, log excess return | (0.52) | (0.00) | 11 |

## Diagnostics

*shown on every report; none enters the grade*

| Measure | Value |
|---|---|
| **Piotroski F-score 4 of 9, period end 2025-12-31** | |
| Return on assets above zero | pass |
| 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 | pass |
| No new shares issued | fail |
| Gross margin improved | fail |
| Asset turnover improved | fail |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $217.5M |
| Operating cash flow, four quarters | $258.9M |
| Months of runway | not finite |
| Days since last periodic filing | 74 (10-Q received Aug 6, 2026) |
| Median daily dollar volume, 63 sessions | $64.6M |

## Sources

*every fact behind the inputs; each row links to its filing index on sec.gov*

| # | Concept | XBRL tag | Value | Period end | Received | Form | Accession |
|---|---|---|---|---|---|---|---|
| 1 | gross profit | us-gaap:GrossProfit | $1.0B | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 2 | assets | us-gaap:Assets | $4.8B | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 3 | operating income | us-gaap:OperatingIncomeLoss | $404.2M | 2023-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 4 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $319.1M | 2023-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 5 | income tax | us-gaap:IncomeTaxExpenseBenefit | $95.7M | 2023-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 6 | total debt | us-gaap:LongTermDebt | $1.0B | 2023-12-31 | 2024-02-29 | 10-K | 24-000035 |
| 7 | book equity | us-gaap:StockholdersEquity | $1.6B | 2023-12-31 | 2025-02-20 | 10-K | 25-000021 |
| 8 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $102.0M | 2023-12-31 | 2025-02-20 | 10-K | 25-000021 |
| 9 | total debt | us-gaap:LongTermDebt | $1.2B | 2022-12-31 | 2024-02-29 | 10-K | 24-000035 |
| 10 | book equity | us-gaap:StockholdersEquity | $1.4B | 2022-12-31 | 2024-02-29 | 10-K | 24-000035 |
| 11 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $72.0M | 2022-12-31 | 2024-02-29 | 10-K | 24-000035 |
| 12 | net income | us-gaap:NetIncomeLoss | $226.8M | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 13 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $260.6M | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 14 | assets | us-gaap:Assets | $4.0B | 2024-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 15 | current assets | us-gaap:AssetsCurrent | $1.3B | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 16 | current liabilities | us-gaap:LiabilitiesCurrent | $664.8M | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 17 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | $800.8M | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 18 | operating income | us-gaap:OperatingIncomeLoss | $412.2M | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 19 | book equity | us-gaap:StockholdersEquity | $2.2B | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 20 | liabilities | us-gaap:Liabilities | $2.6B | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 21 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $75.0M | 2023-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 22 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $2.8B | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 23 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $2.7B | 2024-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 24 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $2.8B | 2023-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 25 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $2.6B | 2022-12-31 | 2025-02-20 | 10-K | 25-000021 |
| 26 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $47.3M | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |

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| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 27 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $355.4M | 2024-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 28 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $51.8M | 2024-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 29 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $330.5M | 2023-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 30 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $48.2M | 2023-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 31 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $214.4M | 2022-12-31 | 2025-02-20 | 10-K | 25-000021 |
| 32 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $40.2M | 2022-12-31 | 2025-02-20 | 10-K | 25-000021 |
| 33 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $84.1M | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 34 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $328.3M | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 35 | income tax | us-gaap:IncomeTaxExpenseBenefit | $69.2M | 2025-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 36 | current assets | us-gaap:AssetsCurrent | $1.1B | 2024-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 37 | current liabilities | us-gaap:LiabilitiesCurrent | $632.1M | 2024-12-31 | 2026-02-20 | 10-K | 26-000007 |
| 38 | assets | us-gaap:Assets | $3.8B | 2023-12-31 | 2025-02-20 | 10-K | 25-000021 |
| 39 | assets | us-gaap:Assets | $3.8B | 2022-12-31 | 2024-02-29 | 10-K | 24-000035 |
| 40 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 60,728,709 | 2026-02-12 | 2026-02-20 | 10-K | 26-000007 |
| 41 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 60,529,964 | 2025-02-13 | 2025-02-20 | 10-K | 25-000021 |

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