# Texas Instruments Inc.

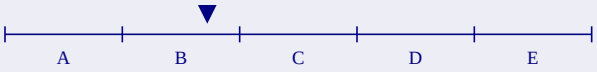
**TXN**

Nasdaq; business equipment; SIC 3674, Semiconductors & Related Devices; CIK 0000097476

**B**

**second fifth of 497 graded peers in business equipment**

rank 172 of 497; percentile 34.5; sampling error 2.2 points; lower is stronger

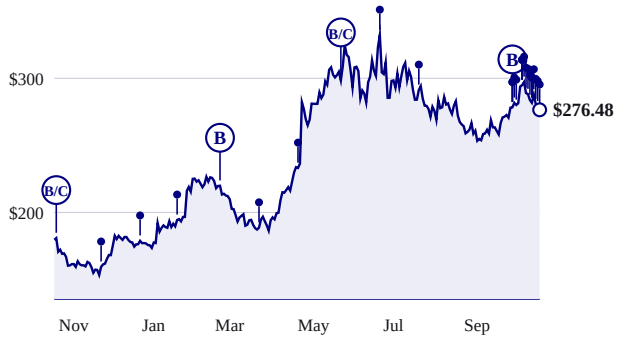



**B, the elk**



| Scoreboard | |
|---|---|
| **Profitability** | C<br>percentile 51.4 |
| **Solvency** | B<br>percentile 23.8 |
| **Growth and financing** | C<br>percentile 56.9 |
| **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 $34.6B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered |
| **Inputs computable** | 14 of 14 |
| **Graded from** | filings received through Feb 6, 2026<br>255 days before the rescan; latest periodic filing 10-Q received Jul 24, 2026 |
| **Last close** | $276.55<br>2026-10-16; market equity $252.6B; 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 6, 2026*

We design and manufacture semiconductors that we sell to electronics designers and manufacturers all over the world. Our operations began in 1930, and we are incorporated in Delaware. With headquarters in Dallas, Texas, we have design, manufacturing or sales operations in more than 30 countries. Our two reportable segments are Analog and Embedded Processing, and we report the results of our remaining business activities in Other. In 2025, we generated $17.68 billion of revenue. For decades, we have operated with a passion to create a better world by making electronics more affordable through semiconductors.

## 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 51.4** | | | | | | |
| Gross profitability | 29.2% | 28.6% | | 45.0 | 557 | 2025-12-31 |
| Return on invested capital | 19.4% | 11.0% | | 29.1 | 135 | 2025-12-31 |
| Accruals ratio | (6.1%) | (7.4%) | | 59.5 | 620 | 2025-12-31 |

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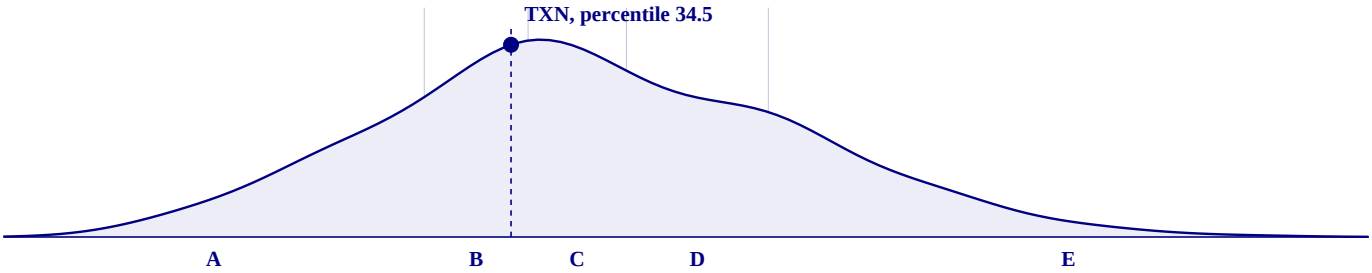
| | | | | | |
|---|---|---|---|---|---|
| Gross margin stability, five years | 4.7 pts | 2.3 pts | 72.1 | 427 | 2025-12-31 |
| **Solvency, sleeve percentile 23.8** | | | | | |
| Twelve-month failure probability | 0.02% | 0.05% | 7.9 | 102 | 2026-06-30 |
| Altman Z double-prime | 9.04 | 2.16 | 10.1 | 564 | 2025-12-31 |
| Net debt to EBITDA | 1.36x | 1.11x | 52.7 | 147 | 2025-12-31 |
| Interest coverage | 11.09x | 3.77x | 27.6 | 88 | 2025-12-31 |
| Current ratio | 4.35x | 2.01x | 20.7 | 664 | 2025-12-31 |
| **Growth and financing, sleeve percentile 56.9** | | | | | |
| Revenue growth, three-year compound | (4.1%) | 6.4% | 77.6 | 537 | 2025-12-31 |
| Free cash flow growth, three-year compound | (24.0%) | 17.7% | 92.8 | 266 | 2025-12-31 |
| Reinvestment rate | 34.9% | 13.5% | 40.2 | 225 | 2025-12-31 |
| Asset growth, three years | 8.3% | 5.0% | 38.0 | 562 | 2025-12-31 |
| Net share issuance, one year | (0.3%) | 0.5% | 35.9 | 410 | 2026-01-27 |

## 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 |
|---|---|---|---|---|
| 167 | Veralto Corp. (VLTO) | 33.5 | B | |
| 168 | Intapp, Inc. (INTA) | 33.7 | B | |
| 169 | Celestica Inc. (CLS) | 33.9 | B | |
| 170 | Extreme Networks Inc. (EXTR) | 34.1 | B | fortress balance sheet |
| 171 | Twilio Inc. (TWLO) | 34.3 | B | |
| 172 | Texas Instruments Inc. (TXN) | 34.5 | B | |
| 173 | Paylocity Holding Corp. (PCTY) | 34.7 | B | fortress balance sheet |
| 174 | Fabrinet (FN) | 34.9 | B | fortress balance sheet |
| 175 | Egain Corp. (EGAN) | 35.1 | B | |
| 176 | Factset Research Systems Inc. (FDS) | 35.3 | B | |
| 177 | Apple Inc. (AAPL) | 35.5 | B | |

## 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 | 45.7% | 2.2% | 78 |
| Distance from 52-week high | (16.8%) | (33.4%) | 76 |
| EBIT to enterprise value | 2.3% | 1.5% | 56 |
| Free cash flow yield | 1.0% | 2.9% | 32 |
| Book value to price | 0.07 | 0.26 | 17 |
| Sales to price | 0.07 | 0.32 | 11 |
| Composite equity issuance, five years | (16.6%) | 4.2% | 17 |
| Relative strength against the sector, log excess return | 0.09 | (0.26) | 78 |

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## Diagnostics

*shown on every report; none enters the grade*

| Measure | Value |
|---|---|
| **Piotroski F-score 6 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 | pass |
| Gross margin improved | fail |
| Asset turnover improved | pass |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $3.7B |
| Operating cash flow, four quarters | $8.7B |
| Months of runway | not finite |
| Days since last periodic filing | 87 (10-Q received Jul 24, 2026) |
| Median daily dollar volume, 63 sessions | $1.5B |

## 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 | $10.1B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 2 | assets | us-gaap:Assets | $34.6B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 3 | operating income | us-gaap:OperatingIncomeLoss | $6.0B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 4 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $5.7B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 5 | income tax | us-gaap:IncomeTaxExpenseBenefit | $709.0M | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 6 | total debt | us-gaap:LongTermDebt | $14.0B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 7 | book equity | us-gaap:StockholdersEquity | $16.3B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 8 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $3.2B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 9 | total debt | us-gaap:LongTermDebt | $13.6B | 2024-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 10 | book equity | us-gaap:StockholdersEquity | $16.9B | 2024-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 11 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $3.2B | 2024-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 12 | net income | us-gaap:NetIncomeLoss | $5.0B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 13 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $7.2B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 14 | assets | us-gaap:Assets | $35.5B | 2024-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 15 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $17.7B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 16 | gross profit | us-gaap:GrossProfit | $9.1B | 2024-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 17 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $15.6B | 2024-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 18 | gross profit | us-gaap:GrossProfit | $11.0B | 2023-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 19 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $17.5B | 2023-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 20 | gross profit | us-gaap:GrossProfit | $13.8B | 2022-12-31 | 2025-02-14 | 10-K | 25-000007 |
| 21 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $20.0B | 2022-12-31 | 2025-02-14 | 10-K | 25-000007 |
| 22 | gross profit | us-gaap:GrossProfit | $12.4B | 2021-12-31 | 2024-02-02 | 10-K | 24-000007 |
| 23 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $18.3B | 2021-12-31 | 2024-02-02 | 10-K | 24-000007 |
| 24 | current assets | us-gaap:AssetsCurrent | $13.8B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 25 | current liabilities | us-gaap:LiabilitiesCurrent | $3.2B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 26 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | $52.2B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 27 | liabilities | us-gaap:Liabilities | $18.3B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 28 | depreciation amortization | us-gaap:Depreciation | $1.9B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 29 | interest expense | us-gaap:InterestAndDebtExpense | $543.0M | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 30 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $4.5B | 2025-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 31 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $6.3B | 2024-12-31 | 2026-02-06 | 10-K | 26-000059 |

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| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 32 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $4.8B | 2024-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 33 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $6.4B | 2023-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 34 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $5.1B | 2023-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 35 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $8.7B | 2022-12-31 | 2025-02-14 | 10-K | 25-000007 |
| 36 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $2.8B | 2022-12-31 | 2025-02-14 | 10-K | 25-000007 |
| 37 | current assets | us-gaap:AssetsCurrent | $15.0B | 2024-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 38 | current liabilities | us-gaap:LiabilitiesCurrent | $3.6B | 2024-12-31 | 2026-02-06 | 10-K | 26-000059 |
| 39 | assets | us-gaap:Assets | $32.3B | 2023-12-31 | 2025-02-14 | 10-K | 25-000007 |
| 40 | assets | us-gaap:Assets | $27.2B | 2022-12-31 | 2024-02-02 | 10-K | 24-000007 |
| 41 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 907,550,774 | 2026-01-27 | 2026-02-06 | 10-K | 26-000059 |
| 42 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 910,332,971 | 2025-01-28 | 2025-02-14 | 10-K | 25-000007 |

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