# Epam Systems, Inc.

**EPAM**

NYSE; business equipment; SIC 7371, Services-Computer Programming Services; CIK 0001352010

**B**

**second fifth of 496 graded peers in business equipment**

rank 135 of 496; percentile 27.1; sampling error 2.2 points; lower is stronger

A B C D E

**B, the elk**



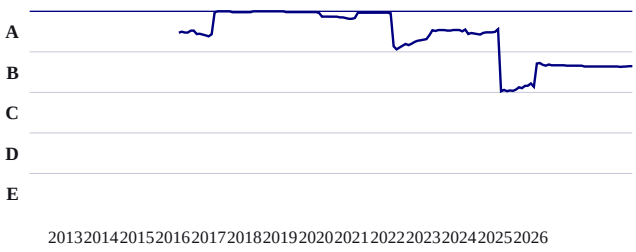
| Scoreboard | |
|---|---|
| **Profitability** | C<br>percentile 46.3 |
| **Solvency** | B<br>percentile 37.0 |
| **Growth and financing** | C<br>percentile 43.1 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $4.9B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered; fortress balance sheet<br>not computable: distress |
| **Inputs computable** | 9 of 14 |
| **Graded from** | filings received through Feb 26, 2026<br>241 days before the rescan; latest periodic filing 10-Q received Aug 6, 2026 |
| **Last close** | $136.24<br>2026-10-23; market equity $7.0B; 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 26, 2026*

EPAM has used its software engineering expertise to become a leading global provider of digital engineering, cloud and artificial intelligence-enabled transformation services, and a leading business and experience consulting partner for global enterprises and ambitious start-ups. We address our clients' transformation challenges by fusing EPAM Continuum's integrated strategy, experience and technology consulting with our 30+ years of engineering execution to speed our clients' time to market and drive greater value from their innovations and digital investments.

## 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 46.3** | | | | | | |
| Gross profitability | 32.1% | 28.6% | | 40.1 | 557 | 2025-12-31 |
| Return on invested capital | not computable | 11.2% | | | | |

*latest aligned inputs end 2020-12-31; latest annual assets end 2025-12-31*

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| | | | | | |
|---|---|---|---|---|---|
| Accruals ratio | (5.7%) | (7.3%) | 60.9 | 620 | 2025-12-31 |
| Gross margin stability, five years | 1.7 pts | 2.3 pts | 37.9 | 426 | 2025-12-31 |
| **Solvency, sleeve percentile 37.0** | | | | | |
| Twelve-month failure probability | not computable | 0.05% | | | |
| *latest liabilities, cash plus short-term investments, book equity, and shares are required* | | | | | |
| Altman Z double-prime | not computable | 2.15 | | | |
| *one or more required annual facts are missing* | | | | | |
| Net debt to EBITDA | not computable | 1.11x | | | |
| *latest aligned inputs end 2020-12-31; latest annual assets end 2025-12-31* | | | | | |
| Interest coverage | not computable | 3.77x | | | |
| *one or more required annual facts are missing* | | | | | |
| Current ratio | 2.59x | 2.01x | 37.0 | 664 | 2025-12-31 |
| **Growth and financing, sleeve percentile 43.1** | | | | | |
| Revenue growth, three-year compound | 4.2% | 6.4% | 55.7 | 536 | 2025-12-31 |
| Free cash flow growth, three-year compound | 17.0% | 18.1% | 51.0 | 264 | 2025-12-31 |
| Reinvestment rate | (15.2%) | 14.3% | 59.2 | 224 | 2025-12-31 |
| Asset growth, three years | 6.9% | 5.1% | 41.4 | 561 | 2025-12-31 |
| Net share issuance, one year | (4.8%) | 0.5% | 8.1 | 409 | 2026-02-10 |

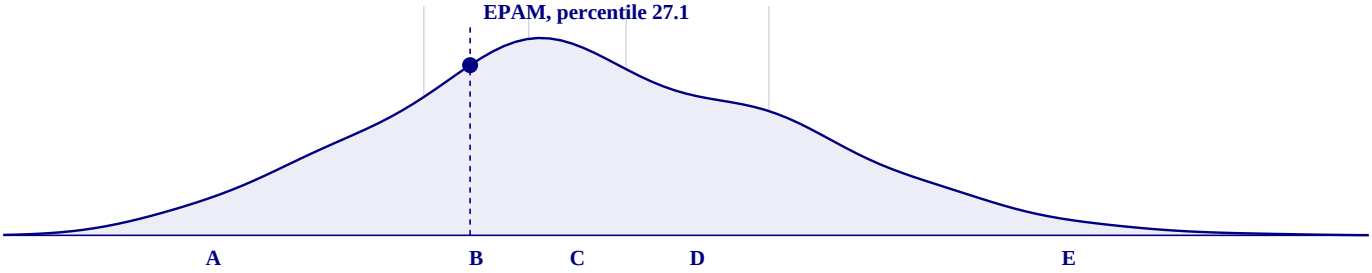
## Warnings

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

| Check | Measured |
|---|---|
| Fortress balance sheet | cash minus debt is 1,297,105,000 USD; Altman Z is not used |

## Among 496 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 |
|---|---|---|---|---|
| 130 | Varonis Systems Inc. (VRNS) | 26.1 | B | |
| 131 | Odysight.ai Inc. (ODYS) | 26.3 | B | |
| 132 | Diebold Nixdorf, Inc. (DBD) | 26.5 | B | |
| 133 | Quantum Computing Inc. (QUBT) | 26.7 | B | dilution |
| 134 | Cytek Biosciences, Inc. (CTKB) | 26.9 | B | |
| 135 | Epam Systems, Inc. (EPAM) | 27.1 | B | fortress balance sheet |
| 136 | Inspired Entertainment, Inc. (INSE) | 27.3 | B | late filer |
| 137 | Power Integrations Inc. (POWI) | 27.5 | B | |
| 138 | Alkami Technology, Inc. (ALKT) | 27.7 | B | fortress balance sheet |
| 139 | IonQ, Inc. (IONQ) | 27.9 | B | dilution |
| 140 | Intellicheck, Inc. (IDN) | 28.1 | B | |

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## What the price implies

*at the 2026-10-23 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | (21.9%) | 2.2% | 30 |
| Distance from 52-week high | (38.5%) | (32.8%) | 43 |
| EBIT to enterprise value | 8.3% | 1.6% | 91 |
| Free cash flow yield | 8.7% | 2.9% | 83 |
| Book value to price | 0.50 | 0.26 | 73 |
| Sales to price | 0.78 | 0.32 | 72 |
| Composite equity issuance, five years | (8.5%) | 4.2% | 29 |
| Relative strength against the sector, log excess return | (0.53) | (0.26) | 30 |

## 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 | pass |
| Current ratio improved | fail |
| No new shares issued | pass |
| Gross margin improved | fail |
| Asset turnover improved | pass |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $789.4M |
| Operating cash flow, four quarters | $538.8M |
| Months of runway | not finite |
| Days since last periodic filing | 80 (10-Q received Aug 6, 2026) |
| Median daily dollar volume, 63 sessions | $120.0M |

## 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 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $5.5B | 2025-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 2 | cost of revenue | us-gaap:CostOfRevenue | $3.9B | 2025-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 3 | assets | us-gaap:Assets | $4.9B | 2025-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 4 | operating income | us-gaap:OperatingIncomeLoss | $379.3M | 2020-12-31 | 2023-02-24 | 10-K | 23-000013 |
| 5 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $378.5M | 2020-12-31 | 2021-02-25 | 10-K | 21-000010 |
| 6 | income tax | us-gaap:IncomeTaxExpenseBenefit | $51.3M | 2020-12-31 | 2023-02-24 | 10-K | 23-000013 |
| 7 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $25.0M | 2020-12-31 | 2021-02-25 | 10-K | 21-000010 |
| 8 | book equity | us-gaap:StockholdersEquity | $2.0B | 2020-12-31 | 2022-02-25 | 10-K | 22-000020 |
| 9 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $1.3B | 2020-12-31 | 2023-02-24 | 10-K | 23-000013 |
| 10 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $25.1M | 2019-12-31 | 2021-02-25 | 10-K | 21-000010 |
| 11 | book equity | us-gaap:StockholdersEquity | $1.6B | 2019-12-31 | 2021-02-25 | 10-K | 21-000010 |
| 12 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $936.6M | 2019-12-31 | 2022-02-25 | 10-K | 22-000020 |
| 13 | net income | us-gaap:NetIncomeLoss | $377.7M | 2025-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 14 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $654.9M | 2025-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 15 | assets | us-gaap:Assets | $4.8B | 2024-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 16 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $4.7B | 2024-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 17 | cost of revenue | us-gaap:CostOfRevenue | $3.3B | 2024-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 18 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $4.7B | 2023-12-31 | 2026-02-26 | 10-K | 26-000015 |

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| | | | | | | | |
|---|---|---|---|---|---|---|---|
| 19 | cost of revenue | us-gaap:CostOfRevenue | $3.3B | 2023-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 20 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $4.8B | 2022-12-31 | 2025-02-28 | 10-K | 25-000007 |
| 21 | cost of revenue | us-gaap:CostOfRevenue | $3.3B | 2022-12-31 | 2025-02-28 | 10-K | 25-000007 |
| 22 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $3.8B | 2021-12-31 | 2024-02-22 | 10-K | 24-000008 |
| 23 | cost of revenue | us-gaap:CostOfRevenue | $2.5B | 2021-12-31 | 2024-02-22 | 10-K | 24-000008 |
| 24 | depreciation amortization | us-gaap:Depreciation | $50.5M | 2020-12-31 | 2023-02-24 | 10-K | 23-000013 |
| 25 | current assets | us-gaap:AssetsCurrent | $2.5B | 2025-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 26 | current liabilities | us-gaap:LiabilitiesCurrent | $976.9M | 2025-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 27 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $42.2M | 2025-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 28 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $559.2M | 2024-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 29 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $32.1M | 2024-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 30 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $562.6M | 2023-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 31 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $28.4M | 2023-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 32 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $464.1M | 2022-12-31 | 2025-02-28 | 10-K | 25-000007 |
| 33 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $81.6M | 2022-12-31 | 2025-02-28 | 10-K | 25-000007 |
| 34 | depreciation amortization | us-gaap:Depreciation | $53.1M | 2025-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 35 | operating income | us-gaap:OperatingIncomeLoss | $520.0M | 2025-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 36 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $505.6M | 2025-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 37 | income tax | us-gaap:IncomeTaxExpenseBenefit | $127.9M | 2025-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 38 | current assets | us-gaap:AssetsCurrent | $2.4B | 2024-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 39 | current liabilities | us-gaap:LiabilitiesCurrent | $821.0M | 2024-12-31 | 2026-02-26 | 10-K | 26-000015 |
| 40 | assets | us-gaap:Assets | $4.4B | 2023-12-31 | 2025-02-28 | 10-K | 25-000007 |
| 41 | assets | us-gaap:Assets | $4.0B | 2022-12-31 | 2024-02-22 | 10-K | 24-000008 |
| 42 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 54,139,969 | 2026-02-10 | 2026-02-26 | 10-K | 26-000015 |
| 43 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 56,888,128 | 2025-02-10 | 2025-02-28 | 10-K | 25-000007 |

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