Penguin Solutions, Inc.

PENG

Nasdaq; business equipment; SIC 3674, Semiconductors & Related Devices; CIK 0001616533

C

middle fifth of 496 graded peers in business equipment

rank 248 of 496; percentile 49.9; sampling error 2.2 points; lower is stronger

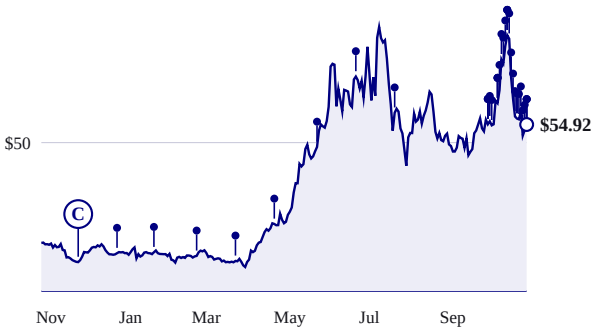
A B C D E

C, the tortoise



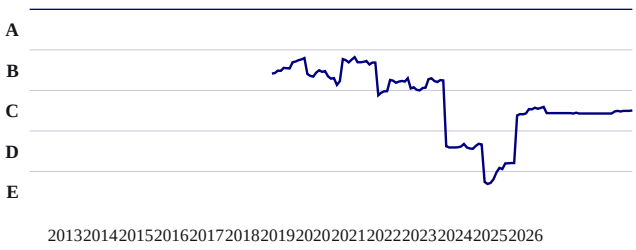
Scoreboard	
Profitability	C percentile 55.7
Solvency	B/C percentile 40.1
Growth and financing	C percentile 48.7
Reliability	0.94 AUC filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets total assets $2.8B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	none triggered not computable: distress
Inputs computable	9 of 14
Graded from	filings received through Oct 20, 2026 7 days before the rescan; latest periodic filing 10-K received Oct 20, 2026
Last close	$54.92 2026-10-26; market equity $3.3B; 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 Oct 21, 2025

," the financial results and operations of SMART Brazil have been presented as discontinued operations. While the divestiture of our SMART Brazil business continues to pose certain risks and uncertainties described below, unless otherwise noted, the financial results included in the risks below relate solely to our continuing operations and do not include the operations of SMART Brazil. This Annual Report also contains forward-looking statements that involve risks and uncertainties. See "Cautionary Note Regarding Forward-Looking Statements" for additional information.

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 55.7						
Gross profitability	17.2%	28.6%		67.3	555	2026-08-28
Return on invested capital	not computable	11.2%				
pretax income must exceed the validity floor and imply a 0%-100% tax rate						

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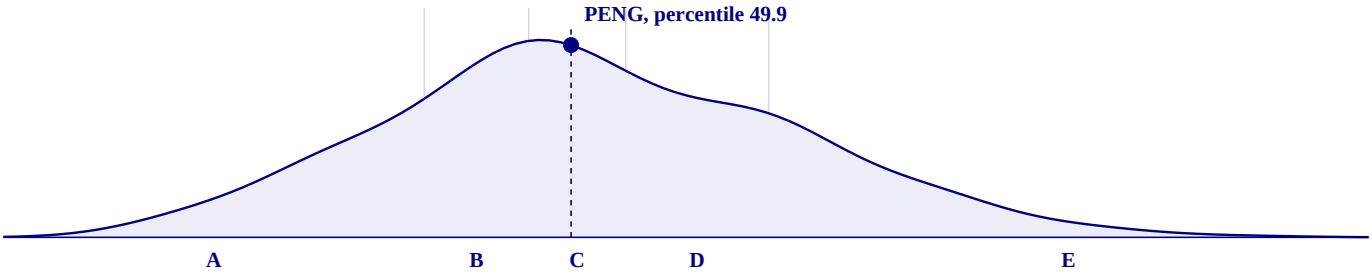
Accruals ratio	15.1%	(7.3%)	95.6	618	2026-08-28
Gross margin stability, five years	0.5 pts	2.3 pts	4.0	426	2026-08-28
Solvency, sleeve percentile 40.1					
Twelve-month failure probability	not computable	0.05%			
latest liabilities, cash plus short-term investments, book equity, and shares are required					
Altman Z double-prime	3.41	2.15	32.6	565	2026-08-28
Net debt to EBITDA	0.66x	1.11x	34.9	147	2026-08-28
Interest coverage	not computable	3.77x			
one or more required annual facts are missing					
Current ratio	1.88x	2.01x	52.8	662	2026-08-28
Growth and financing, sleeve percentile 48.7					
Revenue growth, three-year compound	6.3%	6.4%	50.2	535	2026-08-28
Free cash flow growth, three-year compound	not computable	18.1%			
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	22.6%	5.1%	15.0	560	2026-08-28
Net share issuance, one year	14.0%	0.5%	80.9	409	2026-10-14

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
243	Great Elm Group, Inc. (GEG)	49.0	C	
244	Great Elm Group, Inc. (GEGGL)	49.0	C	
245	Brightline Interactive, Inc./NV (BTLN)	49.3	C	
246	Arteris, Inc. (AIP)	49.5	C	
247	Roper Technologies Inc. (ROP)	49.7	C	
248	Penguin Solutions, Inc. (PENG)	49.9	C	
249	Bill Holdings, Inc. (BILL)	50.1	C	
250	Applied Digital Corp. (APLD)	50.3	C	fortress balance sheet
251	Mobileye Global Inc. (MBLY)	50.5	C	
252	Ultra Clean Holdings, Inc. (UCTT)	50.7	C	
253	Evertec, Inc. (EVTC)	50.9	C	

What the price implies

at the 2026-10-26 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	86.8%	2.2%	88
Distance from 52-week high	(32.5%)	(31.2%)	49
EBIT to enterprise value	4.8%	1.5%	78
Free cash flow yield	(4.9%)	2.8%	19
Book value to price	0.16	0.26	34

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Sales to price	0.52	0.32	64
Composite equity issuance, five years	21.2%	4.2%	72
Relative strength against the sector, log excess return	0.34	(0.26)	88

Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score 3 of 9, period end 2026-08-28	
Return on assets above zero	pass
Operating cash flow above zero	fail
Return on assets improved	pass
Operating cash flow exceeds net income	fail
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	$647.2M
Operating cash flow, four quarters	-$151.9M
Months of runway	51.1
Days since last periodic filing	7 (10-K received Oct 20, 2026)
Median daily dollar volume, 63 sessions	$92.7M

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	$478.9M	2026-08-28	2026-10-20	10-K	26-000050
2	assets	us-gaap:Assets	$2.8B	2026-08-28	2026-10-20	10-K	26-000050
3	operating income	us-gaap:OperatingIncomeLoss	$165.6M	2026-08-28	2026-10-20	10-K	26-000050
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$151.9M	2026-08-28	2026-10-20	10-K	26-000050
5	income tax	us-gaap:IncomeTaxExpenseBenefit	-$33.9M	2026-08-28	2026-10-20	10-K	26-000050
6	total debt	us-gaap:LongTermDebt	$789.0M	2026-08-28	2026-10-20	10-K	26-000050
7	book equity	us-gaap:StockholdersEquity	$520.7M	2026-08-28	2026-10-20	10-K	26-000050
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$647.2M	2026-08-28	2026-10-20	10-K	26-000050
9	total debt	us-gaap:LongTermDebt	$461.8M	2025-08-29	2026-10-20	10-K	26-000050
10	book equity	us-gaap:StockholdersEquity	$394.2M	2025-08-29	2026-10-20	10-K	26-000050
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$453.8M	2025-08-29	2026-10-20	10-K	26-000050
12	net income	us-gaap:NetIncomeLoss	$180.6M	2026-08-28	2026-10-20	10-K	26-000050
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-$151.9M	2026-08-28	2026-10-20	10-K	26-000050
14	assets	us-gaap:Assets	$1.6B	2025-08-29	2026-10-20	10-K	26-000050
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$1.7B	2026-08-28	2026-10-20	10-K	26-000050
16	gross profit	us-gaap:GrossProfit	$394.3M	2025-08-29	2026-10-20	10-K	26-000050
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$1.4B	2025-08-29	2026-10-20	10-K	26-000050
18	gross profit	us-gaap:GrossProfit	$340.8M	2024-08-30	2026-10-20	10-K	26-000050
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$1.2B	2024-08-30	2026-10-20	10-K	26-000050
20	gross profit	us-gaap:GrossProfit	$415.2M	2023-08-25	2025-10-21	10-K	25-000061
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$1.4B	2023-08-25	2025-10-21	10-K	25-000061
22	gross profit	us-gaap:GrossProfit	$391.0M	2022-08-26	2024-10-24	10-K	24-043646
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$1.4B	2022-08-26	2024-10-24	10-K	24-043646
24	current assets	us-gaap:AssetsCurrent	$2.2B	2026-08-28	2026-10-20	10-K	26-000050
25	current liabilities	us-gaap:LiabilitiesCurrent	$1.2B	2026-08-28	2026-10-20	10-K	26-000050
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	$215.2M	2026-08-28	2026-10-20	10-K	26-000050
27	liabilities	us-gaap:Liabilities	$2.0B	2026-08-28	2026-10-20	10-K	26-000050

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28	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$50.2M	2026-08-28	2026-10-20	10-K	26-000050
29	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$11.6M	2026-08-28	2026-10-20	10-K	26-000050
30	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$109.1M	2025-08-29	2026-10-20	10-K	26-000050
31	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$9.0M	2025-08-29	2026-10-20	10-K	26-000050
32	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$77.2M	2024-08-30	2026-10-20	10-K	26-000050
33	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$19.4M	2024-08-30	2026-10-20	10-K	26-000050
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$104.4M	2023-08-25	2025-10-21	10-K	25-000061
35	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$39.4M	2023-08-25	2025-10-21	10-K	25-000061
36	current assets	us-gaap:AssetsCurrent	$1.1B	2025-08-29	2026-10-20	10-K	26-000050
37	current liabilities	us-gaap:LiabilitiesCurrent	$473.9M	2025-08-29	2026-10-20	10-K	26-000050
38	assets	us-gaap:Assets	$1.5B	2024-08-30	2025-10-21	10-K	25-000061
39	assets	us-gaap:Assets	$1.5B	2023-08-25	2024-10-24	10-K	24-043646
40	shares outstanding	dei:EntityCommonStockSharesOutstanding	60,241,423	2026-10-14	2026-10-20	10-K	26-000050
41	shares outstanding	dei:EntityCommonStockSharesOutstanding	52,859,335	2025-10-15	2025-10-21	10-K	25-000061

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