# Rapid7, Inc.

**RPD**

Nasdaq; business equipment; SIC 7372, Services-Prepackaged Software; CIK 0001560327

**C**

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

rank 286 of 496; percentile 57.6; sampling error 2.2 points; lower is stronger

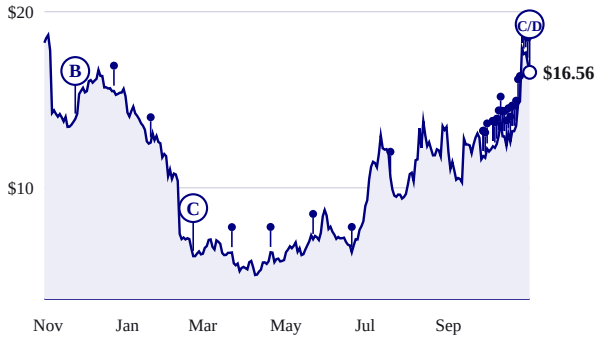
A B C D E

**C, the tortoise**



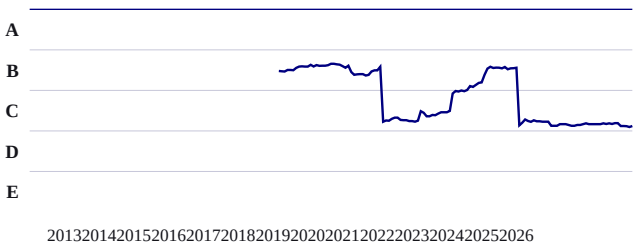
| Scoreboard | |
|---|---|
| **Profitability** | B<br>percentile 32.4 |
| **Solvency** | D<br>percentile 67.5 |
| **Growth and financing** | C<br>percentile 53.2 |
| **Reliability** | 0.91 AUC<br>filers with $591M to $2.67B assets; 95% interval 0.88 to 0.94; 160 events, 2020 to 2025 |
| **Peer failure rate** | 1.01% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | $591M to $2.67B assets<br>total assets $1.7B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered<br>not computable: fortress balance sheet |
| **Inputs computable** | 11 of 14 |
| **Graded from** | filings received through Mar 16, 2026<br>229 days before the rescan; latest periodic filing 10-Q received Aug 10, 2026 |
| **Last close** | $16.57<br>2026-10-30; market equity $1.1B; 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 19, 2026*

Rapid7 is a global cybersecurity operations software and service provider on a mission to create a safer digital world by making cybersecurity simpler and more accessible. For twenty-five years, Rapid7 has partnered with customers across the globe representing a diverse range of industries and sizes to improve the efficacy and productivity of their security operations ("SecOps"). In today's rapidly evolving IT environment, customers are encountering escalating challenges due to the widening spectrum of attackers and techniques, including the proliferation of cyberattacks leveraging AI.

## 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 32.4** | | | | | | |
| Gross profitability | 35.0% | 28.7% | | 35.4 | 554 | 2025-12-31 |
| Return on invested capital | not computable | 11.4% | | | | |
| *one or more required annual facts are missing* | | | | | | |

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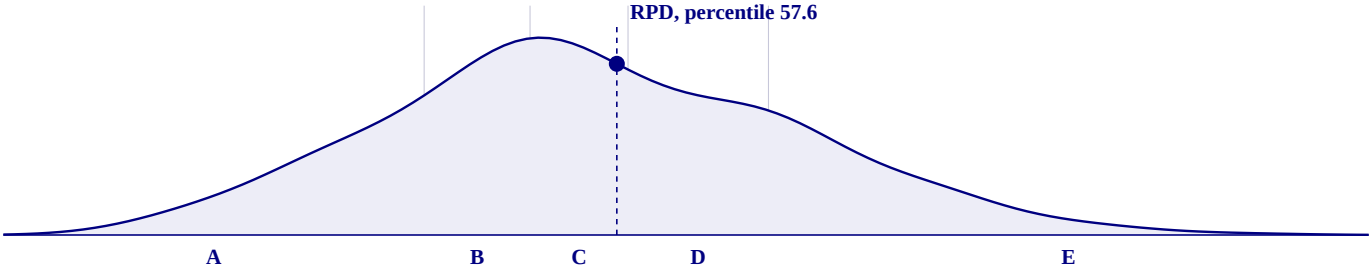
| | | | | | |
|---|---|---|---|---|---|
| Accruals ratio | (7.7%) | (7.3%) | 51.1 | 617 | 2025-12-31 |
| Gross margin stability, five years | 0.8 pts | 2.3 pts | 10.6 | 425 | 2025-12-31 |
| **Solvency, sleeve percentile 67.5** | | | | | |
| Twelve-month failure probability | 0.08% | 0.05% | 69.9 | 104 | 2026-06-30 |
| Altman Z double-prime | (1.06) | 2.15 | 62.2 | 564 | 2025-12-31 |
| Net debt to EBITDA | not computable | 1.09x | | | |
| *one or more required annual facts are missing* | | | | | |
| Interest coverage | not computable | 3.77x | | | |
| *latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-31* | | | | | |
| Current ratio | 1.28x | 2.01x | 70.3 | 661 | 2025-12-31 |
| **Growth and financing, sleeve percentile 53.2** | | | | | |
| Revenue growth, three-year compound | 7.9% | 6.4% | 45.4 | 534 | 2025-12-31 |
| Free cash flow growth, three-year compound | 36.2% | 18.1% | 24.7 | 264 | 2025-12-31 |
| Reinvestment rate | (355.0%) | 13.5% | 91.0 | 223 | 2025-12-31 |
| Asset growth, three years | 8.3% | 5.1% | 38.9 | 559 | 2025-12-31 |
| Net share issuance, one year | 3.0% | 0.5% | 66.1 | 408 | 2026-02-13 |

## 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 |
|---|---|---|---|---|
| 281 | Lumentum Holdings Inc. (LITE) | 56.6 | C | dilution |
| 282 | Knightscope, Inc. (KSCP) | 56.8 | C | short runway, fortress balance sheet |
| 283 | Energizer Holdings, Inc. (ENR) | 57.0 | C | |
| 284 | Motorola Solutions, Inc. (MSI) | 57.2 | C | fortress balance sheet |
| 285 | Mesa Laboratories Inc. (MLAB) | 57.4 | C | |
| 286 | Rapid7, Inc. (RPD) | 57.6 | C | |
| 287 | Ss&C Technologies Holdings Inc. (SSNC) | 57.8 | C | |
| 288 | Kimball Electronics, Inc. (KE) | 58.0 | C/D | |
| 289 | Airwa Inc. (YYAI) | 58.2 | C/D | dilution, late filer |
| 290 | Expensify, Inc. (EXFY) | 58.4 | C/D | fortress balance sheet |
| 291 | Viavi Solutions Inc. (VIAV) | 58.6 | C/D | fortress balance sheet |

## What the price implies

*at the 2026-10-30 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | (28.2%) | 2.2% | 25 |
| Distance from 52-week high | (11.3%) | (32.4%) | 79 |
| EBIT to enterprise value | not computable | 1.6% | |
| Free cash flow yield | 13.1% | 2.8% | 91 |
| Book value to price | 0.18 | 0.27 | 37 |
| Sales to price | 0.77 | 0.31 | 72 |
| Composite equity issuance, five years | 24.6% | 4.3% | 75 |

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| | | | |
|---|---|---|---|
| Relative strength against the sector, log excess return | (0.61) | (0.26) | 25 |

## Diagnostics

*shown on every report; none enters the grade*

| Measure | Value |
|---|---|
| **Piotroski F-score None 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 | pass |
| Asset turnover improved | fail |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $425.6M |
| Operating cash flow, four quarters | $153.3M |
| Months of runway | not finite |
| Days since last periodic filing | 82 (10-Q received Aug 10, 2026) |
| Median daily dollar volume, 63 sessions | $21.2M |

## 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 | $604.8M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 2 | assets | us-gaap:Assets | $1.7B | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 3 | net income | us-gaap:NetIncomeLoss | $23.4M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 4 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $153.8M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 5 | assets | us-gaap:Assets | $1.7B | 2024-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 6 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $859.8M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 7 | gross profit | us-gaap:GrossProfit | $593.0M | 2024-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 8 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $844.0M | 2024-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 9 | gross profit | us-gaap:GrossProfit | $545.7M | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 10 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $777.7M | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 11 | gross profit | us-gaap:GrossProfit | $470.7M | 2022-12-31 | 2025-02-28 | 10-K | 25-000021 |
| 12 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $685.1M | 2022-12-31 | 2025-02-28 | 10-K | 25-000021 |
| 13 | gross profit | us-gaap:GrossProfit | $366.5M | 2021-12-31 | 2024-02-26 | 10-K | 24-000021 |
| 14 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $535.4M | 2021-12-31 | 2024-02-26 | 10-K | 24-000021 |
| 15 | current assets | us-gaap:AssetsCurrent | $737.3M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 16 | current liabilities | us-gaap:LiabilitiesCurrent | $575.4M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 17 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | -$964.7M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 18 | operating income | us-gaap:OperatingIncomeLoss | $11.6M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 19 | book equity | us-gaap:StockholdersEquity | $154.7M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 20 | liabilities | us-gaap:Liabilities | $1.6B | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 21 | operating income | us-gaap:OperatingIncomeLoss | -$84.3M | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 22 | interest expense | us-gaap:InterestExpense | $64.7M | 2023-12-31 | 2024-02-26 | 10-K | 24-000021 |
| 23 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $7.6M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 24 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $171.7M | 2024-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 25 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $3.4M | 2024-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 26 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $104.3M | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 27 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $4.4M | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 28 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $78.2M | 2022-12-31 | 2025-02-28 | 10-K | 25-000021 |
| 29 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $20.4M | 2022-12-31 | 2025-02-28 | 10-K | 25-000021 |
| 30 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $45.4M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |

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| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 31 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $30.2M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 32 | income tax | us-gaap:IncomeTaxExpenseBenefit | $6.8M | 2025-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 33 | current assets | us-gaap:AssetsCurrent | $786.1M | 2024-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 34 | current liabilities | us-gaap:LiabilitiesCurrent | $630.2M | 2024-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 35 | assets | us-gaap:Assets | $1.5B | 2023-12-31 | 2025-02-28 | 10-K | 25-000021 |
| 36 | assets | us-gaap:Assets | $1.4B | 2022-12-31 | 2024-02-26 | 10-K | 24-000021 |
| 37 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 65,893,112 | 2026-02-13 | 2026-03-16 | 10-K/A | 26-108405 |
| 38 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 63,968,853 | 2025-02-25 | 2025-02-28 | 10-K | 25-000021 |

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