# Axalta Coating Systems Ltd.

**AXTA**

NYSE; chemicals; SIC 2851, Paints, Varnishes, Lacquers, Enamels & Allied Prods; CIK 0001616862

**B**

**second fifth of 330 graded peers in the pooled industrial group**

rank 116 of 330; percentile 37.1; sampling error 2.7 points; lower is stronger

A B C D E

**B, the elk**



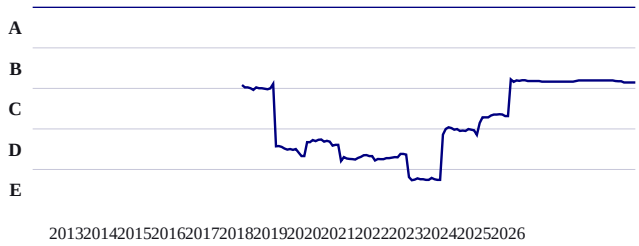
| Scoreboard | |
|---|---|
| **Profitability** | C<br>percentile 44.5 |
| **Solvency** | C<br>percentile 55.3 |
| **Growth and financing** | B<br>percentile 35.8 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $7.6B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered<br>not computable: distress |
| **Inputs computable** | 13 of 14 |
| **Graded from** | filings received through Feb 13, 2026<br>266 days before the rescan; latest periodic filing 10-Q received Oct 29, 2026 |
| **Last close** | $36.32<br>2026-11-05; market equity $7.8B; 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 13, 2026*

Axalta Coating Systems Ltd. ("Axalta," the "Company," "we," "our" and "us"), a Bermuda exempted holding company incorporated in 2012, is a leading global manufacturer, marketer and distributor of high-performance coatings systems and products. We have over a 150-year heritage in the coatings industry and are known for manufacturing high-quality products with well-recognized brands supported by market-leading technology and customer service.

## 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 44.5** | | | | | | |
| Gross profitability | 23.2% | 21.4% | | 40.1 | 358 | 2025-12-31 |
| Return on invested capital | 10.6% | 9.3% | | 42.7 | 125 | 2025-12-31 |
| Accruals ratio | (3.7%) | (4.2%) | | 54.5 | 397 | 2025-12-31 |
| Gross margin stability, five years | 2.0 pts | 2.2 pts | | 40.8 | 300 | 2025-12-31 |

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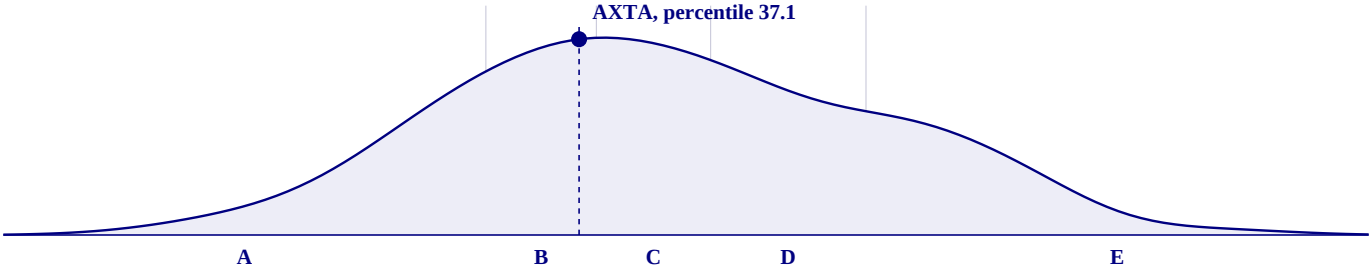
| | | | | | | |
|---|---|---|---|---|---|---|
| **Solvency, sleeve percentile 55.3** | | | | | | |
| Twelve-month failure probability | not computable | 0.04% | | | | |
| *latest liabilities, cash plus short-term investments, book equity, and shares are required* | | | | | | |
| Altman Z double-prime | 3.25 | 3.41 | 45.6 | 299 | 2025-12-31 | |
| Net debt to EBITDA | 2.91x | 1.88x | 73.8 | 150 | 2025-12-31 | |
| Interest coverage | 4.18x | 4.16x | 47.7 | 87 | 2025-12-31 | |
| Current ratio | 2.06x | 2.20x | 53.9 | 420 | 2025-12-31 | |
| **Growth and financing, sleeve percentile 35.8** | | | | | | |
| Revenue growth, three-year compound | 1.6% | 1.2% | 48.0 | 349 | 2025-12-31 | |
| Free cash flow growth, three-year compound | 46.9% | 12.5% | 12.7 | 182 | 2025-12-31 | |
| Reinvestment rate | 27.8% | 21.8% | 45.0 | 170 | 2025-12-31 | |
| Asset growth, three years | 2.5% | 2.9% | 53.2 | 366 | 2025-12-31 | |
| Net share issuance, one year | (2.2%) | 0.0% | 20.3 | 317 | 2026-02-06 | |

## Among 330 peers

*chemicals; 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 |
|---|---|---|---|---|
| 111 | NLI Holdings, Inc. (NL) | 35.9 | B | fortress balance sheet |
| 112 | Perma-Pipe International Holdings, Inc. (PPIH) | 36.2 | B | late filer, fortress balance sheet |
| 113 | Veeco Instruments Inc. (VECO) | 36.6 | B | |
| 114 | Sensient Technologies Corp. (SXT) | 36.8 | B | |
| 115 | Cricut, Inc. (CRCT) | 37.0 | B | |
| 116 | Axalta Coating Systems Ltd. (AXTA) | 37.1 | B | |
| 117 | Karat Packaging Inc. (KRT) | 37.4 | B/C | |
| 118 | Parker-Hannifin Corp. (PH) | 37.8 | B/C | |
| 119 | Hexcel Corp. (HXL) | 38.0 | B/C | |
| 120 | CPS Technologies (CPSH) | 38.2 | B/C | fortress balance sheet |
| 121 | Westlake Chemical Partners L.P. (WLKP) | 38.3 | B/C | |

## What the price implies

*at the 2026-11-05 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | 13.0% | 11.0% | 53 |
| Distance from 52-week high | (4.8%) | (27.1%) | 91 |
| EBIT to enterprise value | 7.7% | 3.9% | 84 |
| Free cash flow yield | 5.8% | 3.5% | 75 |
| Book value to price | 0.34 | 0.39 | 44 |
| Sales to price | 0.66 | 0.57 | 56 |
| Composite equity issuance, five years | (8.9%) | (10.1%) | 55 |
| Relative strength against the sector, log excess return | (0.02) | 0.00 | 46 |

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## Diagnostics

*shown on every report; none enters the grade*

| Measure | Value |
|---|---|
| **Piotroski F-score 7 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 | pass |
| No new shares issued | pass |
| Gross margin improved | pass |
| Asset turnover improved | fail |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $650.0M |
| Operating cash flow, four quarters | $699.0M |
| Months of runway | not finite |
| Days since last periodic filing | 8 (10-Q received Oct 29, 2026) |
| Median daily dollar volume, 63 sessions | $58.1M |

## 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... | $5.1B | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 2 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $3.4B | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 3 | assets | us-gaap:Assets | $7.6B | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 4 | operating income | us-gaap:OperatingIncomeLoss | $735.0M | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 5 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $546.0M | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 6 | income tax | us-gaap:IncomeTaxExpenseBenefit | $167.0M | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 7 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $3.2B | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 8 | book equity | us-gaap:StockholdersEquity | $2.3B | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 9 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $657.0M | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 10 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $3.4B | 2024-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 11 | book equity | us-gaap:StockholdersEquity | $1.9B | 2024-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 12 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $593.0M | 2024-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 13 | net income | us-gaap:NetIncomeLoss | $378.0M | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 14 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $649.0M | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 15 | assets | us-gaap:Assets | $7.2B | 2024-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 16 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $5.3B | 2024-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 17 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $3.5B | 2024-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 18 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $5.2B | 2023-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 19 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $3.6B | 2023-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 20 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $4.9B | 2022-12-31 | 2025-02-13 | 10-K | 25-000013 |
| 21 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $3.5B | 2022-12-31 | 2025-02-13 | 10-K | 25-000013 |
| 22 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $4.4B | 2021-12-31 | 2024-02-15 | 10-K | 24-000015 |
| 23 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $3.0B | 2021-12-31 | 2024-02-15 | 10-K | 24-000015 |
| 24 | current assets | us-gaap:AssetsCurrent | $2.8B | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 25 | current liabilities | us-gaap:LiabilitiesCurrent | $1.4B | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 26 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | $2.1B | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 27 | liabilities | us-gaap:Liabilities | $5.2B | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 28 | depreciation amortization | us-gaap:Depreciation | $131.0M | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 29 | interest expense | us-gaap:InterestExpense | $176.0M | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 30 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $196.0M | 2025-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 31 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $576.0M | 2024-12-31 | 2026-02-13 | 10-K | 26-008008 |

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| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 32 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $140.0M | 2024-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 33 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $575.0M | 2023-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 34 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $138.0M | 2023-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 35 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $294.0M | 2022-12-31 | 2025-02-13 | 10-K | 25-000013 |
| 36 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $151.0M | 2022-12-31 | 2025-02-13 | 10-K | 25-000013 |
| 37 | current assets | us-gaap:AssetsCurrent | $2.7B | 2024-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 38 | current liabilities | us-gaap:LiabilitiesCurrent | $1.4B | 2024-12-31 | 2026-02-13 | 10-K | 26-008008 |
| 39 | assets | us-gaap:Assets | $7.3B | 2023-12-31 | 2025-02-13 | 10-K | 25-000013 |
| 40 | assets | us-gaap:Assets | $7.1B | 2022-12-31 | 2024-02-15 | 10-K | 24-000015 |
| 41 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 213,373,942 | 2026-02-06 | 2026-02-13 | 10-K | 26-008008 |
| 42 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 218,143,313 | 2025-02-06 | 2025-02-13 | 10-K | 25-000013 |

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