# Targa Resources Corp.

**TRGP**

NYSE; utilities; SIC 4922, Natural Gas Transmission; CIK 0001389170

**C**

**middle fifth of 148 graded peers in the pooled energy and uti...**

rank 67 of 148; percentile 44.9; sampling error 3.6 points; lower is stronger

A B C D E

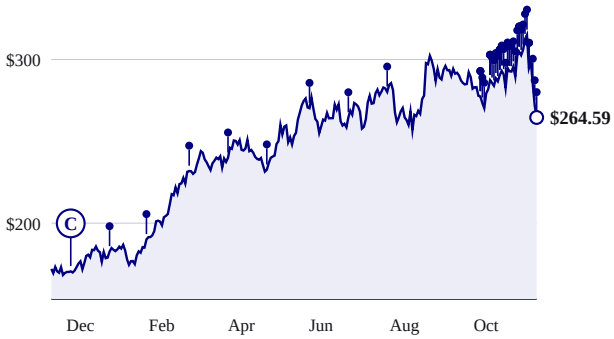
**C, the tortoise**



## Scoreboard

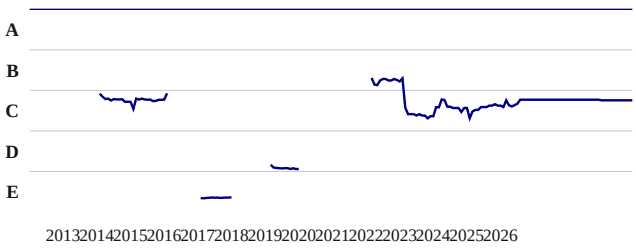
| | |
|---|---|
| **Profitability** | B<br>percentile 33.3 |
| **Solvency** | C/D<br>percentile 60.7 |
| **Growth and financing** | C<br>percentile 46.9 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $25.2B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered<br>not computable: distress |
| **Inputs computable** | 11 of 14 |
| **Graded from** | filings received through Feb 19, 2026<br>262 days before the rescan; latest periodic filing 10-Q received Nov 5, 2026 |
| **Last close** | $264.60<br>2026-11-06; market equity $56.8B; 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 19, 2026*

Badlands natural gas inlet represents the total wellhead volume and includes the Targa volumes processed at the LM4 plant. Average realized prices, net of fees, include the effect of realized commodity hedge gain/loss attributable to our equity volumes. The price is calculated using total commodity sales plus the hedge gain/loss as the numerator and total sales volume as the denominator, net of fees.

## 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 33.3** | | | | | | |
| Gross profitability | 25.9% | 17.5% | | 16.2 | 81 | 2025-12-31 |
| Return on invested capital | 14.7% | 6.0% | | 10.0 | 91 | 2025-12-31 |
| Accruals ratio | (8.3%) | (5.0%) | | 30.9 | 270 | 2025-12-31 |
| Gross margin stability, five years | 8.7 pts | 4.6 pts | | 75.9 | 55 | 2025-12-31 |

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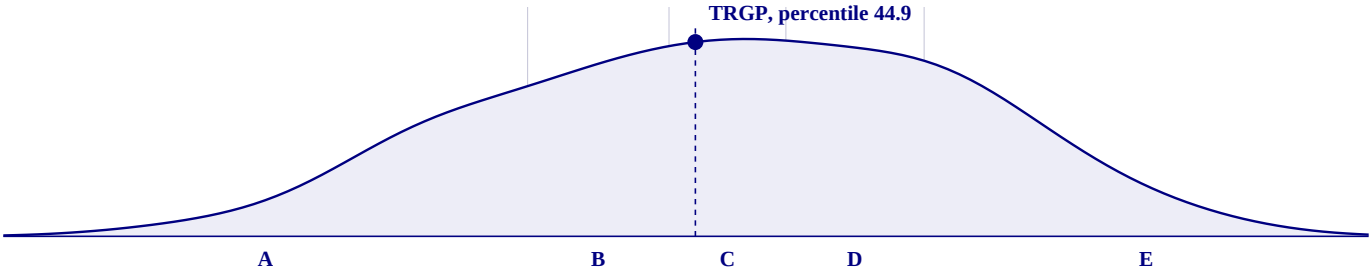
| | | | | | | |
|---|---|---|---|---|---|---|
| **Solvency, sleeve percentile 60.7** | | | | | | |
| Twelve-month failure probability | not computable | 0.05% | | | | |
| *liabilities and a nearby cover-page share count are required at 2026-09-30* | | | | | | |
| Altman Z double-prime | not computable | 1.48 | | | | |
| *one or more required annual facts are missing* | | | | | | |
| Net debt to EBITDA | 3.40x | 3.63x | | 45.7 | 117 | 2025-12-31 |
| Interest coverage | not computable | 2.37x | | | | |
| *latest aligned inputs end 2015-12-31; latest annual assets end 2025-12-31* | | | | | | |
| Current ratio | 0.67x | 0.97x | | 75.7 | 281 | 2025-12-31 |
| **Growth and financing, sleeve percentile 46.9** | | | | | | |
| Revenue growth, three-year compound | (4.9%) | 0.7% | | 73.2 | 221 | 2025-12-31 |
| Free cash flow growth, three-year compound | (17.7%) | (11.8%) | | 53.7 | 55 | 2025-12-31 |
| Reinvestment rate | 57.6% | 59.0% | | 50.7 | 72 | 2025-12-31 |
| Asset growth, three years | 8.8% | 6.4% | | 38.5 | 245 | 2025-12-31 |
| Net share issuance, one year | (1.4%) | 0.4% | | 18.6 | 157 | 2026-02-13 |

## Among 148 peers

*utilities; 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 |
|---|---|---|---|---|
| 62 | Select Water Solutions, Inc. (WTTR) | 41.5 | B/C | |
| 63 | Transocean Ltd. (RIG) | 42.2 | B/C | dilution |
| 64 | Kodiak Gas Services, Inc. (KGS) | 42.9 | B/C | |
| 65 | Nacco Industries Inc. (NC) | 43.5 | B/C | |
| 66 | EQT Corp. (EQT) | 44.2 | C | |
| 67 | Targa Resources Corp. (TRGP) | 44.9 | C | |
| 68 | Public Service Enterprise Group Inc. (PEG) | 45.6 | C | |
| 69 | Vistra Corp. (VST) | 46.3 | C | |
| 70 | Otter Tail Corp. (OTTR) | 46.9 | C | |
| 71 | Cheniere Energy, Inc. (LNG) | 47.6 | C | |
| 72 | Nabors Industries Ltd. (NBR) | 48.3 | C | dilution |

## What the price implies

*at the 2026-11-06 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | 78.1% | 6.5% | 91 |
| Distance from 52-week high | (16.0%) | (19.3%) | 64 |
| EBIT to enterprise value | 4.4% | 4.6% | 44 |
| Free cash flow yield | 1.0% | 1.6% | 47 |
| Book value to price | 0.07 | 0.54 | 4 |
| Sales to price | 0.30 | 0.48 | 28 |
| Composite equity issuance, five years | (17.4%) | (7.1%) | 29 |
| Relative strength against the sector, log excess return | 0.68 | 0.02 | 98 |

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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 | pass |
| Operating cash flow exceeds net income | pass |
| Long-term leverage fell | fail |
| Current ratio improved | fail |
| No new shares issued | pass |
| Gross margin improved | pass |
| Asset turnover improved | pass |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $142.6M |
| Operating cash flow, four quarters | $5.1B |
| Months of runway | not finite |
| Days since last periodic filing | 3 (10-Q received Nov 5, 2026) |
| Median daily dollar volume, 63 sessions | $323.7M |

## 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 | revenue | us-gaap:Revenues | $17.0B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 2 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $10.5B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 3 | assets | us-gaap:Assets | $25.2B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 4 | operating income | us-gaap:OperatingIncomeLoss | $3.3B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 5 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $2.5B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 6 | income tax | us-gaap:IncomeTaxExpenseBenefit | $529.7M | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 7 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $16.7B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 8 | book equity | us-gaap:StockholdersEquity | $3.1B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 9 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $166.1M | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 10 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $13.8B | 2024-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 11 | book equity | us-gaap:StockholdersEquity | $2.6B | 2024-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 12 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $157.3M | 2024-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 13 | net income | us-gaap:NetIncomeLoss | $1.9B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 14 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $3.9B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 15 | assets | us-gaap:Assets | $22.7B | 2024-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 16 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $14.1B | 2024-12-31 | 2025-02-20 | 10-K | 25-023983 |
| 17 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $10.7B | 2024-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 18 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $13.5B | 2023-12-31 | 2025-02-20 | 10-K | 25-023983 |
| 19 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $10.7B | 2023-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 20 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $19.8B | 2022-12-31 | 2025-02-20 | 10-K | 25-023983 |
| 21 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $16.9B | 2022-12-31 | 2025-02-20 | 10-K | 25-023983 |
| 22 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $16.1B | 2021-12-31 | 2024-02-15 | 10-K | 24-015841 |
| 23 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $13.7B | 2021-12-31 | 2024-02-15 | 10-K | 24-015841 |
| 24 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $1.5B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 25 | operating income | us-gaap:OperatingIncomeLoss | $159.3M | 2015-12-31 | 2018-02-16 | 10-K | 18-002330 |
| 26 | interest expense | us-gaap:InterestAndDebtExpense | $10.1M | 2015-12-31 | 2016-02-29 | 10-K | 16-055579 |
| 27 | current assets | us-gaap:AssetsCurrent | $2.4B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 28 | current liabilities | us-gaap:LiabilitiesCurrent | $3.5B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 29 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $3.3B | 2025-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 30 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $3.6B | 2024-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 31 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $3.0B | 2024-12-31 | 2026-02-19 | 10-K | 26-059296 |

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| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 32 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $3.2B | 2023-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 33 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $2.4B | 2023-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 34 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $2.4B | 2022-12-31 | 2025-02-20 | 10-K | 25-023983 |
| 35 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $1.3B | 2022-12-31 | 2025-02-20 | 10-K | 25-023983 |
| 36 | current assets | us-gaap:AssetsCurrent | $2.3B | 2024-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 37 | current liabilities | us-gaap:LiabilitiesCurrent | $3.2B | 2024-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 38 | assets | us-gaap:Assets | $20.7B | 2023-12-31 | 2026-02-19 | 10-K | 26-059296 |
| 39 | assets | us-gaap:Assets | $19.6B | 2022-12-31 | 2025-02-20 | 10-K | 25-023983 |
| 40 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 214,951,798 | 2026-02-13 | 2026-02-19 | 10-K | 26-059296 |
| 41 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 218,106,765 | 2025-02-14 | 2025-02-20 | 10-K | 25-023983 |

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