# Eastman Chemical Co.

**EMN**

NYSE; chemicals; SIC 2821, Plastic Materials, Synth Resins & Nonvulcan Elastomers; CIK 0000915389

# D/E

**on the D/E boundary of 329 graded peers in the pooled indus...**

rank 259 of 329; percentile 82.0; sampling error 2.7 points; lower is stronger

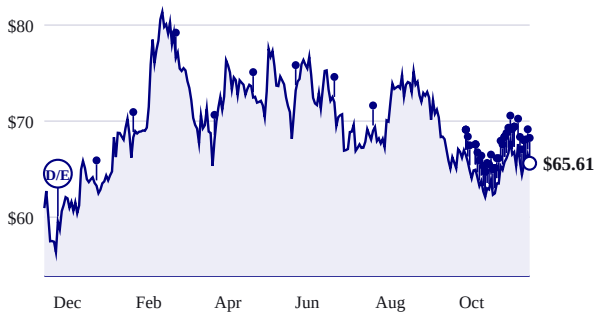



**D/E, the sloth**



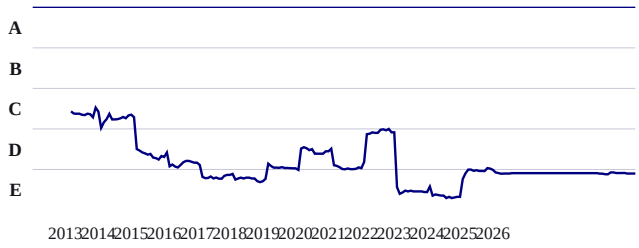
| Scoreboard | |
|---|---|
| **Profitability** | C<br>percentile 53.9 |
| **Solvency** | D/E<br>percentile 77.6 |
| **Growth and financing** | C/D<br>percentile 60.1 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure 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 $14.9B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered<br>not computable: short runway, distress |
| **Inputs computable** | 8 of 14 |
| **Graded from** | filings received through Feb 13, 2026<br>273 days before the rescan; latest periodic filing 10-Q received Oct 30, 2026 |
| **Last close** | $65.67<br>2026-11-12; market equity $7.5B; 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*

Eastman Chemical Company ("Eastman" or the "Company") is a global specialty materials company that produces a broad range of products found in items people use every day. Eastman began business in 1920 for the purpose of producing chemicals for Eastman Kodak Company's photographic business and became a public company, incorporated in Delaware, on December 31, 1993. Eastman has 36 manufacturing facilities and has equity interests in four manufacturing joint ventures in 12 countries that supply products to customers throughout the world. See "Properties" in Part I, Item 2 of this Annual Report on Form 10-K (this "Annual Report").

## 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 53.9** | | | | | | |
| Gross profitability | 12.4% | 21.4% | | 76.1 | 357 | 2025-12-31 |
| Return on invested capital | not computable | 9.5% | | | | |

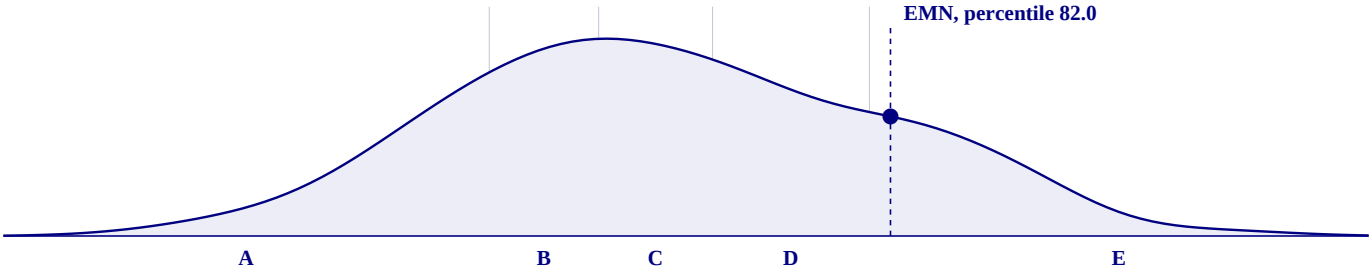
*latest aligned inputs end 2013-12-31; latest annual assets end 2025-12-31*

Not investment advice. Informational and educational only. Data from SEC EDGAR, may contain errors, is not warranted. The grade ranks reported financial condition and is not a return forecast.

| | | | | | |
|---|---|---|---|---|---|
| Accruals ratio | (3.3%) | (4.2%) | 56.7 | 396 | 2025-12-31 |
| Gross margin stability, five years | 1.6 pts | 2.2 pts | 28.9 | 299 | 2025-12-31 |
| **Solvency, sleeve percentile 77.6** | | | | | |
| 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 | 3.42 | | | |
| *latest aligned inputs end 2017-12-31; latest annual assets end 2025-12-31* | | | | | |
| Net debt to EBITDA | not computable | 1.86x | | | |
| *latest aligned inputs end 2013-12-31; latest annual assets end 2025-12-31* | | | | | |
| Interest coverage | not computable | 4.16x | | | |
| *one or more required annual facts are missing* | | | | | |
| Current ratio | 1.37x | 2.20x | 77.6 | 421 | 2025-12-31 |
| **Growth and financing, sleeve percentile 60.1** | | | | | |
| Revenue growth, three-year compound | (6.1%) | 1.2% | 81.3 | 348 | 2025-12-31 |
| Free cash flow growth, three-year compound | 5.2% | 12.5% | 62.2 | 181 | 2025-12-31 |
| Reinvestment rate | not computable | 19.3% | | | |
| *pretax income must exceed the validity floor and imply a 0%-100% tax rate* | | | | | |
| Asset growth, three years | 0.4% | 2.8% | 62.9 | 365 | 2025-12-31 |
| Net share issuance, one year | (0.9%) | 0.0% | 34.0 | 316 | 2025-12-31 |

## Among 329 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 |
|---|---|---|---|---|
| 254 | American Superconductor Corp. (AMSC) | 81.0 | D/E | |
| 255 | American Vanguard Corp. (AVD) | 81.1 | D/E | late filer |
| 256 | Coty Inc. (COTY) | 81.4 | D/E | |
| 257 | Crane NXT, Co. (CXT) | 81.4 | D/E | |
| 258 | Broadwind, Inc. (BWEN) | 81.8 | D/E | |
| 259 | Eastman Chemical Co. (EMN) | 82.0 | D/E | |
| 260 | Fuelcell Energy Inc. (FCEL) | 82.2 | D/E | fortress balance sheet |
| 261 | Valhi Inc. (VHI) | 82.3 | D/E | |
| 262 | Innovate Corp. (VATE) | 82.6 | D/E | fortress balance sheet |
| 263 | Green Plains Inc. (GPRE) | 82.9 | E | |
| 264 | Polaris Inc. (PII) | 83.0 | E | |

## What the price implies

*at the 2026-11-12 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | 13.0% | 10.9% | 53 |
| Distance from 52-week high | (19.4%) | (23.4%) | 61 |
| EBIT to enterprise value | 13.7% | 3.8% | 96 |
| Free cash flow yield | 5.6% | 3.3% | 74 |

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| | | | |
|---|---|---|---|
| Book value to price | 0.84 | 0.39 | 80 |
| Sales to price | 1.17 | 0.55 | 72 |
| Composite equity issuance, five years | (37.0%) | (10.0%) | 8 |
| Relative strength against the sector, log excess return | (0.02) | 0.00 | 47 |

## Diagnostics

*shown on every report; none enters the grade*

| Measure | Value |
|---|---|
| **Piotroski F-score 5 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 | fail |
| **Cash, filings, liquidity** | |
| Cash and equivalents | n/a |
| Operating cash flow, four quarters | n/a |
| Months of runway | not finite |
| Days since last periodic filing | 14 (10-Q received Oct 30, 2026) |
| Median daily dollar volume, 63 sessions | $78.4M |

## 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 | $1.8B | 2025-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 2 | assets | us-gaap:Assets | $14.9B | 2025-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 3 | operating income | us-gaap:OperatingIncomeLoss | $1.9B | 2013-12-31 | 2016-02-25 | 10-K | 16-000095 |
| 4 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $1.7B | 2013-12-31 | 2016-02-25 | 10-K | 16-000095 |
| 5 | income tax | us-gaap:IncomeTaxExpenseBenefit | $507.0M | 2013-12-31 | 2016-02-25 | 10-K | 16-000095 |
| 6 | total debt | us-gaap:LongTermDebt | $4.3B | 2013-12-31 | 2014-02-28 | 10-K | 14-000013 |
| 7 | book equity | us-gaap:StockholdersEquity | $3.8B | 2013-12-31 | 2015-02-27 | 10-K | 15-000021 |
| 8 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $237.0M | 2013-12-31 | 2017-02-27 | 10-K | 17-000014 |
| 9 | total debt | us-gaap:LongTermDebt | $4.8B | 2012-12-31 | 2014-02-28 | 10-K | 14-000013 |
| 10 | book equity | us-gaap:StockholdersEquity | $2.9B | 2012-12-31 | 2014-02-28 | 10-K | 14-000013 |
| 11 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $249.0M | 2012-12-31 | 2016-02-25 | 10-K | 16-000095 |
| 12 | net income | us-gaap:NetIncomeLoss | $474.0M | 2025-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 13 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $970.0M | 2025-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 14 | assets | us-gaap:Assets | $15.2B | 2024-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 15 | revenue | us-gaap:Revenues | $8.8B | 2025-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 16 | gross profit | us-gaap:GrossProfit | $2.3B | 2024-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 17 | revenue | us-gaap:Revenues | $9.4B | 2024-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 18 | gross profit | us-gaap:GrossProfit | $2.1B | 2023-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 19 | revenue | us-gaap:Revenues | $9.2B | 2023-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 20 | gross profit | us-gaap:GrossProfit | $2.1B | 2022-12-31 | 2025-02-14 | 10-K | 25-000012 |
| 21 | revenue | us-gaap:Revenues | $10.6B | 2022-12-31 | 2025-02-14 | 10-K | 25-000012 |
| 22 | gross profit | us-gaap:GrossProfit | $2.5B | 2021-12-31 | 2024-02-14 | 10-K | 24-000016 |
| 23 | revenue | us-gaap:Revenues | $10.5B | 2021-12-31 | 2024-02-14 | 10-K | 24-000016 |
| 24 | current assets | us-gaap:AssetsCurrent | $3.1B | 2017-12-31 | 2019-02-27 | 10-K | 19-000009 |
| 25 | current liabilities | us-gaap:LiabilitiesCurrent | $2.0B | 2017-12-31 | 2019-02-27 | 10-K | 19-000009 |
| 26 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | $6.8B | 2017-12-31 | 2021-02-22 | 10-K | 21-000016 |

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| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 27 | operating income | us-gaap:OperatingIncomeLoss | $1.5B | 2017-12-31 | 2018-03-01 | 10-K | 18-000016 |
| 28 | book equity | us-gaap:StockholdersEquity | $5.4B | 2017-12-31 | 2019-02-27 | 10-K | 19-000009 |
| 29 | assets | us-gaap:Assets | $16.0B | 2017-12-31 | 2019-02-27 | 10-K | 19-000009 |
| 30 | liabilities | us-gaap:Liabilities | $10.5B | 2017-12-31 | 2019-02-27 | 10-K | 19-000009 |
| 31 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $433.0M | 2013-12-31 | 2016-02-25 | 10-K | 16-000095 |
| 32 | current assets | us-gaap:AssetsCurrent | $3.6B | 2025-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 33 | current liabilities | us-gaap:LiabilitiesCurrent | $2.7B | 2025-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 34 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $546.0M | 2025-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 35 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $1.3B | 2024-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 36 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $599.0M | 2024-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 37 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $1.4B | 2023-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 38 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $828.0M | 2023-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 39 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $975.0M | 2022-12-31 | 2025-02-14 | 10-K | 25-000012 |
| 40 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $611.0M | 2022-12-31 | 2025-02-14 | 10-K | 25-000012 |
| 41 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $649.0M | 2017-12-31 | 2020-02-26 | 10-K | 20-000016 |
| 42 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $587.0M | 2017-12-31 | 2020-02-26 | 10-K | 20-000016 |
| 43 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $1.3B | 2017-12-31 | 2020-02-26 | 10-K | 20-000016 |
| 44 | income tax | us-gaap:IncomeTaxExpenseBenefit | -$99.0M | 2017-12-31 | 2020-02-26 | 10-K | 20-000016 |
| 45 | current assets | us-gaap:AssetsCurrent | $2.9B | 2016-12-31 | 2018-03-01 | 10-K | 18-000016 |
| 46 | current liabilities | us-gaap:LiabilitiesCurrent | $1.8B | 2016-12-31 | 2018-03-01 | 10-K | 18-000016 |
| 47 | assets | us-gaap:Assets | $14.6B | 2023-12-31 | 2025-02-14 | 10-K | 25-000012 |
| 48 | assets | us-gaap:Assets | $14.7B | 2022-12-31 | 2024-02-14 | 10-K | 24-000016 |
| 49 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 114,097,314 | 2025-12-31 | 2026-02-13 | 10-K | 26-000013 |
| 50 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 115,168,382 | 2024-12-31 | 2025-02-14 | 10-K | 25-000012 |

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