Borgwarner Inc.

BWA

NYSE; consumer durables; SIC 3714, Motor Vehicle Parts & Accessories; CIK 0000908255

A

strongest fifth of 457 graded peers in the pooled consumer gr...

rank 39 of 457; percentile 8.8; sampling error 2.3 points; lower is stronger

A B C D E

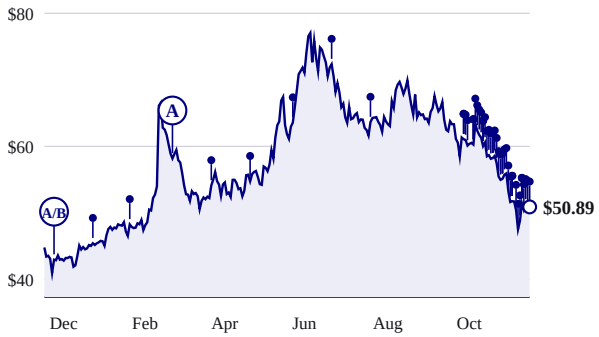
A, the bull



Scoreboard

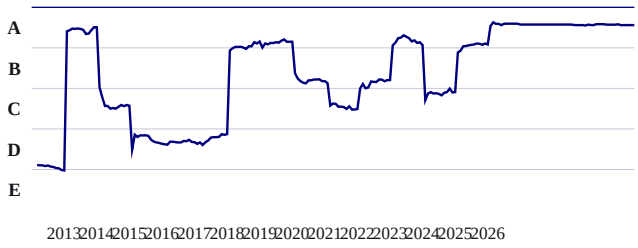
Profitability	B	percentile 33.2
Solvency	B	percentile 30.3
Growth and financing	B/C	percentile 38.1
Reliability	0.94 AUC	filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year	Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets	total assets $13.8B
Standard universe	inside	revenue above $1M and assets above $10M
Warnings	none triggered	not computable: short runway, distress
Inputs computable	10 of 14	
Graded from	filings received through Feb 11, 2026	277 days before the rescan; latest periodic filing 10-Q received Oct 29, 2026
Last close	$50.87	2026-11-13; market equity $10.2B; 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 11, 2026

BorgWarner Inc. (collectively with its consolidated subsidiaries, the "Company" or "BorgWarner") is a Delaware corporation incorporated in 1987. The Company is a global product leader in clean and efficient technology solutions for combustion, hybrid and electric vehicles. BorgWarner's products help improve vehicle performance, propulsion efficiency, stability and air quality. The Company manufactures and sells these products worldwide, primarily to original equipment manufacturers ("OEMs") of light vehicles (passenger cars, sport-utility vehicles, vans and light trucks).

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 33.2						
Gross profitability	19.4%	34.4%		71.8	472	2025-12-31
Return on invested capital	not computable	8.9%				

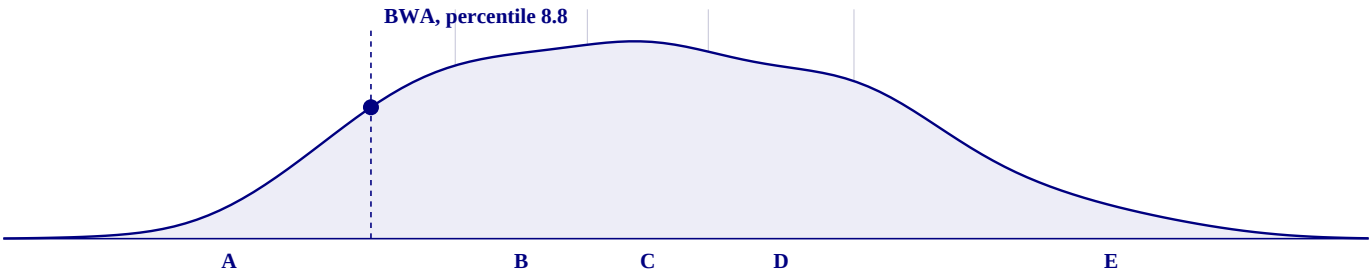
latest aligned inputs end 2021-12-31; latest annual assets end 2025-12-31

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Accruals ratio	(9.9%)	(5.1%)	25.6	520	2025-12-31
Gross margin stability, five years	0.3 pts	1.7 pts	2.2	405	2025-12-31
Solvency, sleeve percentile 30.3					
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	4.19	2.09	27.2	398	2025-12-31
Net debt to EBITDA	not computable	2.11x			
latest aligned inputs end 2021-12-31; latest annual assets end 2025-12-31					
Interest coverage	not computable	2.76x			
latest aligned inputs end 2022-12-31; latest annual assets end 2025-12-31					
Current ratio	2.07x	1.60x	33.4	540	2025-12-31
Growth and financing, sleeve percentile 38.1					
Revenue growth, three-year compound	4.3%	1.4%	34.5	479	2025-12-31
Free cash flow growth, three-year compound	7.6%	7.0%	49.2	253	2025-12-31
Reinvestment rate	113.2%	22.2%	15.9	265	2025-12-31
Asset growth, three years	(6.8%)	2.0%	78.8	482	2025-12-31
Net share issuance, one year	(5.3%)	(0.2%)	12.1	382	2026-01-30

Among 457 peers

consumer durables; 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
34	Urban Outfitters Inc. (URBN)	7.9	A	
35	Lifeway Foods, Inc. (LWAY)	8.0	A	fortress balance sheet
36	Allison Transmission Holdings Inc. (ALSN)	8.1	A	
37	FirstCash Holdings, Inc. (FCFS)	8.3	A	
38	Brady Corp. (BRC)	8.6	A	fortress balance sheet
39	Borgwarner Inc. (BWA)	8.8	A	
40	Sanfilippo John B & SON Inc. (JBSS)	8.8	A	
41	QXO, Inc. (QXO)	8.9	A	
42	QXO, Inc. (QXO-PB)	8.9	A	
43	Dutch Bros Inc. (BROS)	9.5	A	fortress balance sheet
44	Jerash Holdings (Us), Inc. (JRSH)	9.6	A	fortress balance sheet

What the price implies

at the 2026-11-13 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	41.2%	(1.9%)	84
Distance from 52-week high	(33.9%)	(21.9%)	34
EBIT to enterprise value	5.0%	4.8%	54
Free cash flow yield	11.5%	4.1%	81
Book value to price	0.55	0.43	57
Sales to price	1.40	1.42	49

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Composite equity issuance, five years	(38.0%)	(16.0%)	12
Relative strength against the sector, log excess return	0.44	0.04	86

Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score 6 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	pass
Gross margin improved	fail
Asset turnover improved	pass
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	17 (10-Q received Oct 29, 2026)
Median daily dollar volume, 63 sessions	$134.9M

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	$2.7B	2025-12-31	2026-02-11	10-K	26-000011
2	assets	us-gaap:Assets	$13.8B	2025-12-31	2026-02-11	10-K	26-000011
3	operating income	us-gaap:OperatingIncomeLoss	$914.0M	2021-12-31	2024-02-08	10-K	24-000007
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$510.0M	2021-12-31	2024-02-08	10-K	24-000007
5	income tax	us-gaap:IncomeTaxExpenseBenefit	$65.0M	2021-12-31	2024-02-08	10-K	24-000007
6	total debt	us-gaap:LongTermDebtAndCapitalLeaseObligations	$4.3B	2021-12-31	2023-02-09	10-K	23-000013
7	book equity	us-gaap:StockholdersEquity	$6.9B	2021-12-31	2023-02-09	10-K	23-000013
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$1.8B	2021-12-31	2022-02-15	10-K	22-000009
9	total debt	us-gaap:LongTermDebtAndCapitalLeaseObligations	$3.7B	2020-12-31	2022-02-15	10-K	22-000009
10	book equity	us-gaap:StockholdersEquity	$6.4B	2020-12-31	2022-02-15	10-K	22-000009
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$1.6B	2020-12-31	2022-02-15	10-K	22-000009
12	net income	us-gaap:NetIncomeLoss	$277.0M	2025-12-31	2026-02-11	10-K	26-000011
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivitiesC...	$1.6B	2025-12-31	2026-02-11	10-K	26-000011
14	assets	us-gaap:Assets	$14.0B	2024-12-31	2026-02-11	10-K	26-000011
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$14.3B	2025-12-31	2026-02-11	10-K	26-000011
16	gross profit	us-gaap:GrossProfit	$2.6B	2024-12-31	2026-02-11	10-K	26-000011
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$14.1B	2024-12-31	2026-02-11	10-K	26-000011
18	gross profit	us-gaap:GrossProfit	$2.6B	2023-12-31	2026-02-11	10-K	26-000011
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$14.2B	2023-12-31	2026-02-11	10-K	26-000011
20	gross profit	us-gaap:GrossProfit	$2.4B	2022-12-31	2025-02-06	10-K	25-000007
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$12.6B	2022-12-31	2025-02-06	10-K	25-000007
22	gross profit	us-gaap:GrossProfit	$2.2B	2021-12-31	2024-02-08	10-K	24-000007
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$11.8B	2021-12-31	2024-02-08	10-K	24-000007
24	current assets	us-gaap:AssetsCurrent	$6.8B	2025-12-31	2026-02-11	10-K	26-000011
25	current liabilities	us-gaap:LiabilitiesCurrent	$3.3B	2025-12-31	2026-02-11	10-K	26-000011
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	$6.6B	2025-12-31	2026-02-11	10-K	26-000011
27	operating income	us-gaap:OperatingIncomeLoss	$536.0M	2025-12-31	2026-02-11	10-K	26-000011
28	book equity	us-gaap:StockholdersEquity	$5.4B	2025-12-31	2026-02-11	10-K	26-000011
29	liabilities	us-gaap:Liabilities	$8.2B	2025-12-31	2026-02-11	10-K	26-000011

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30	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$574.0M	2021-12-31	2024-02-08	10-K	24-000007
31	operating income	us-gaap:OperatingIncomeLoss	$1.0B	2022-12-31	2025-02-06	10-K	25-000007
32	interest expense	us-gaap:InterestAndDebtExpense	$52.0M	2022-12-31	2023-02-09	10-K	23-000013
33	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$469.0M	2025-12-31	2026-02-11	10-K	26-000011
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivitiesC...	$1.4B	2024-12-31	2026-02-11	10-K	26-000011
35	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$671.0M	2024-12-31	2026-02-11	10-K	26-000011
36	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivitiesC...	$1.4B	2023-12-31	2026-02-11	10-K	26-000011
37	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$832.0M	2023-12-31	2026-02-11	10-K	26-000011
38	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$1.6B	2022-12-31	2023-02-09	10-K	23-000013
39	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	$622.0M	2022-12-31	2025-02-06	10-K	25-000007
40	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$719.0M	2025-12-31	2026-02-11	10-K	26-000011
41	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$524.0M	2025-12-31	2026-02-11	10-K	26-000011
42	income tax	us-gaap:IncomeTaxExpenseBenefit	$189.0M	2025-12-31	2026-02-11	10-K	26-000011
43	current assets	us-gaap:AssetsCurrent	$6.5B	2024-12-31	2026-02-11	10-K	26-000011
44	current liabilities	us-gaap:LiabilitiesCurrent	$3.6B	2024-12-31	2026-02-11	10-K	26-000011
45	assets	us-gaap:Assets	$14.5B	2023-12-31	2026-02-11	10-K	26-000011
46	assets	us-gaap:Assets	$17.0B	2022-12-31	2024-02-08	10-K	24-000007
47	shares outstanding	dei:EntityCommonStockSharesOutstanding	207,048,768	2026-01-30	2026-02-11	10-K	26-000011
48	shares outstanding	dei:EntityCommonStockSharesOutstanding	218,684,028	2025-01-31	2025-02-06	10-K	25-000007

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