# Teradyne, Inc.

**TER**

Nasdaq; business equipment; SIC 3825, Instruments For Meas & Testing of Electricity & Elec Signals; CIK 0000097210

**A/B**

**on the A/B boundary of 469 graded peers in business equipm...**

rank 87 of 469; percentile 18.4; sampling error 2.3 points; lower is stronger

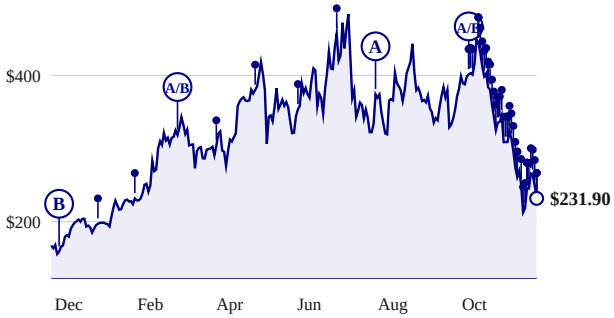
A B C D E

**A/B, the bull**



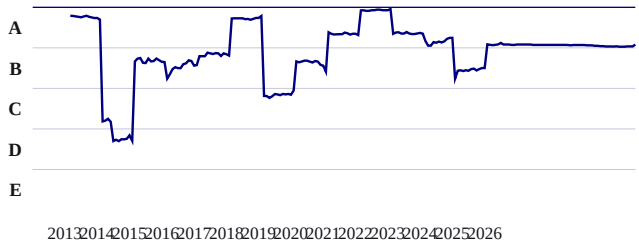
| Scoreboard | |
|---|---|
| **Profitability** | B<br>percentile 35.5 |
| **Solvency** | B<br>percentile 27.9 |
| **Growth and financing** | C<br>percentile 53.3 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $4.2B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered; fortress balance sheet<br>not computable: distress |
| **Inputs computable** | 11 of 13 |
| **Graded from** | filings received through Feb 19, 2026<br>271 days before the rescan; latest periodic filing 10-Q received Oct 30, 2026 |
| **Last close** | $231.88<br>2026-11-16; market equity $36.2B; 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 19, 2026*

Teradyne, Inc. ("Teradyne") was founded in 1960 and is a leading global provider of automated test equipment and robotics solutions. Teradyne's automated test systems are used to test semiconductors, wireless products, data storage, silicon photonics, and complex electronics systems in many industries including consumer electronics, wireless, automotive, industrial, computing, communications, and aerospace and defense industries.

## The thirteen 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 35.5** | | | | | | |
| Gross profitability | 44.4% | 29.1% | | 23.3 | 512 | 2025-12-31 |
| Return on invested capital | not computable | 11.2% | | | | |
| *latest aligned inputs end 2014-12-31; latest annual assets end 2025-12-31* | | | | | | |
| Accruals ratio | (3.1%) | (7.4%) | | 75.0 | 566 | 2025-12-31 |

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| | | | | | |
|---|---|---|---|---|---|
| Gross margin stability, five years | 0.8 pts | 2.3 pts | 8.1 | 406 | 2025-12-31 |
| **Solvency, sleeve percentile 27.9** | | | | | |
| Altman Z double-prime | 5.05 | 2.19 | 22.7 | 516 | 2025-12-31 |
| Net debt to EBITDA | not computable | 1.15x | | | |
| *latest aligned inputs end 2014-12-31; latest annual assets end 2025-12-31* | | | | | |
| Interest coverage | 94.95x | 4.90x | 5.1 | 80 | 2025-12-31 |
| Current ratio | 1.75x | 1.98x | 56.0 | 599 | 2025-12-31 |
| **Growth and financing, sleeve percentile 53.3** | | | | | |
| Revenue growth, three-year compound | 0.4% | 6.4% | 67.7 | 502 | 2025-12-31 |
| Free cash flow growth, three-year compound | 2.8% | 18.2% | 73.2 | 251 | 2025-12-31 |
| Reinvestment rate | (45.8%) | 14.3% | 67.5 | 213 | 2025-12-31 |
| Asset growth, three years | 6.1% | 5.0% | 44.6 | 519 | 2025-12-31 |
| Net share issuance, one year | (3.2%) | 0.5% | 13.4 | 405 | 2026-02-16 |

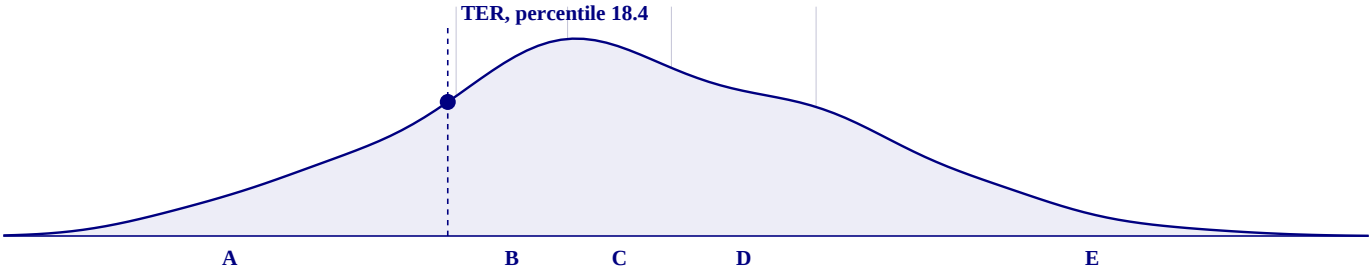
## Warnings

*1 of 7 checks triggered; none of them enters the letter*

| Check | Measured |
|---|---|
| Fortress balance sheet | cash minus debt is 294,256,000 USD; Altman Z is not used |

## Among 469 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 |
|---|---|---|---|---|
| 82 | Fortinet, Inc. (FTNT) | 17.3 | A | |
| 83 | Vertiv Holdings Co. (VRT) | 17.5 | A | |
| 84 | Hubspot Inc. (HUBS) | 17.7 | A/B | |
| 85 | KLA Corp. (KLAC) | 17.9 | A/B | |
| 86 | Pegasystems Inc. (PEGA) | 18.2 | A/B | |
| 87 | Teradyne, Inc. (TER) | 18.4 | A/B | fortress balance sheet |
| 88 | Power Integrations Inc. (POWI) | 18.6 | A/B | |
| 89 | Jack Henry & Associates Inc. (JKHY) | 18.8 | A/B | |
| 90 | Verisk Analytics, Inc. (VRSK) | 19.0 | A/B | |
| 91 | Nextpower Inc. (NXT) | 19.2 | A/B | |
| 92 | Paycom Software, Inc. (PAYC) | 19.4 | A/B | fortress balance sheet |

## What the price implies

*at the 2026-11-16 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | 121.0% | (2.0%) | 92 |
| Distance from 52-week high | (52.1%) | (36.5%) | 32 |
| EBIT to enterprise value | 1.8% | 1.8% | 51 |
| Free cash flow yield | 1.2% | 2.9% | 33 |
| Book value to price | 0.10 | 0.28 | 21 |

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| | | | |
|---|---|---|---|
| Sales to price | 0.09 | 0.32 | 13 |
| Composite equity issuance, five years | (8.7%) | 4.4% | 28 |
| Relative strength against the sector, log excess return | 0.52 | (0.29) | 92 |
| Twelve-month failure probability, CHS model | not computable | 0.05% | |

## 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 | fail |
| No new shares issued | pass |
| Gross margin improved | fail |
| Asset turnover improved | pass |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $460.7M |
| Operating cash flow, four quarters | $1.3B |
| Months of runway | not finite |
| Days since last periodic filing | 18 (10-Q received Oct 30, 2026) |
| Median daily dollar volume, 63 sessions | $911.2M |

## 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 | $1.9B | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 2 | assets | us-gaap:Assets | $4.2B | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 3 | operating income | us-gaap:OperatingIncomeLoss | $96.4M | 2014-12-31 | 2017-03-01 | 10-K | 17-064638 |
| 4 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $95.4M | 2014-12-31 | 2015-02-27 | 10-K | 15-067671 |
| 5 | income tax | us-gaap:IncomeTaxExpenseBenefit | $14.1M | 2014-12-31 | 2017-03-01 | 10-K | 17-064638 |
| 6 | total debt | us-gaap:LongTermDebt | $0 | 2014-12-31 | 2015-02-27 | 10-K | 15-067671 |
| 7 | book equity | us-gaap:StockholdersEquity | $2.1B | 2014-12-31 | 2018-03-01 | 10-K | 18-066579 |
| 8 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $294.3M | 2014-12-31 | 2018-03-01 | 10-K | 18-066579 |
| 9 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $186.7M | 2013-12-31 | 2015-02-27 | 10-K | 15-067671 |
| 10 | book equity | us-gaap:StockholdersEquity | $2.0B | 2013-12-31 | 2017-03-01 | 10-K | 17-064638 |
| 11 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $341.6M | 2013-12-31 | 2017-03-01 | 10-K | 17-064638 |
| 12 | net income | us-gaap:NetIncomeLoss | $554.0M | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 13 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $674.4M | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 14 | assets | us-gaap:Assets | $3.7B | 2024-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 15 | revenue | us-gaap:Revenues | $3.2B | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 16 | gross profit | us-gaap:GrossProfit | $1.6B | 2024-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 17 | revenue | us-gaap:Revenues | $2.8B | 2024-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 18 | gross profit | us-gaap:GrossProfit | $1.5B | 2023-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 19 | revenue | us-gaap:Revenues | $2.7B | 2023-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 20 | gross profit | us-gaap:GrossProfit | $1.9B | 2022-12-31 | 2025-02-20 | 10-K | 25-023784 |
| 21 | revenue | us-gaap:Revenues | $3.2B | 2022-12-31 | 2025-02-20 | 10-K | 25-023784 |
| 22 | gross profit | us-gaap:GrossProfit | $2.2B | 2021-12-31 | 2024-02-22 | 10-K | 24-018701 |
| 23 | revenue | us-gaap:Revenues | $3.7B | 2021-12-31 | 2024-02-22 | 10-K | 24-018701 |
| 24 | current assets | us-gaap:AssetsCurrent | $1.9B | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 25 | current liabilities | us-gaap:LiabilitiesCurrent | $1.1B | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 26 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | $744.4M | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |

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| | | | | | | | |
|---|---|---|---|---|---|---|---|
| 27 | operating income | us-gaap:OperatingIncomeLoss | $650.1M | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 28 | book equity | us-gaap:StockholdersEquity | $2.8B | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 29 | liabilities | us-gaap:Liabilities | $1.4B | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 30 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $152.5M | 2014-12-31 | 2017-03-01 | 10-K | 17-064638 |
| 31 | interest expense | us-gaap:InterestExpense | $6.8M | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 32 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $224.0M | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 33 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $672.2M | 2024-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 34 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $198.1M | 2024-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 35 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $585.2M | 2023-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 36 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $159.6M | 2023-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 37 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $577.9M | 2022-12-31 | 2025-02-20 | 10-K | 25-023784 |
| 38 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $163.2M | 2022-12-31 | 2025-02-20 | 10-K | 25-023784 |
| 39 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $128.0M | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 40 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $653.3M | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 41 | income tax | us-gaap:IncomeTaxExpenseBenefit | $79.3M | 2025-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 42 | current assets | us-gaap:AssetsCurrent | $1.8B | 2024-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 43 | current liabilities | us-gaap:LiabilitiesCurrent | $624.6M | 2024-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 44 | assets | us-gaap:Assets | $3.5B | 2023-12-31 | 2026-02-19 | 10-K | 26-059002 |
| 45 | assets | us-gaap:Assets | $3.5B | 2022-12-31 | 2025-02-20 | 10-K | 25-023784 |
| 46 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 156,555,950 | 2026-02-16 | 2026-02-19 | 10-K | 26-059002 |
| 47 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 161,718,766 | 2025-02-14 | 2025-02-20 | 10-K | 25-023784 |

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