Borgwarner Inc.

BWA

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

A

strongest fifth of 428 graded peers in the pooled consumer gr...

rank 38 of 428; percentile 8.9; sampling error 2.4 points; lower is stronger

A B C D E

A, the bull



Scoreboard

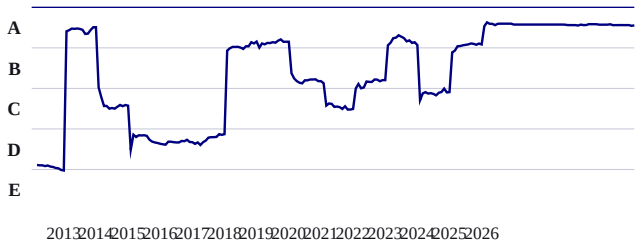
Profitability	B	percentile 33.5
Solvency	B	percentile 30.4
Growth and financing	B/C	percentile 37.7
Reliability	0.94 AUC	filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year	Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $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 13	
Graded from	filings received through Feb 11, 2026	280 days before the rescan; latest periodic filing 10-Q received Oct 29, 2026
Last close	$48.79	2026-11-17; market equity $9.8B; 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 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 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 33.5						
Gross profitability	19.4%	35.0%		73.1	439	2025-12-31
Return on invested capital	not computable	9.2%				

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

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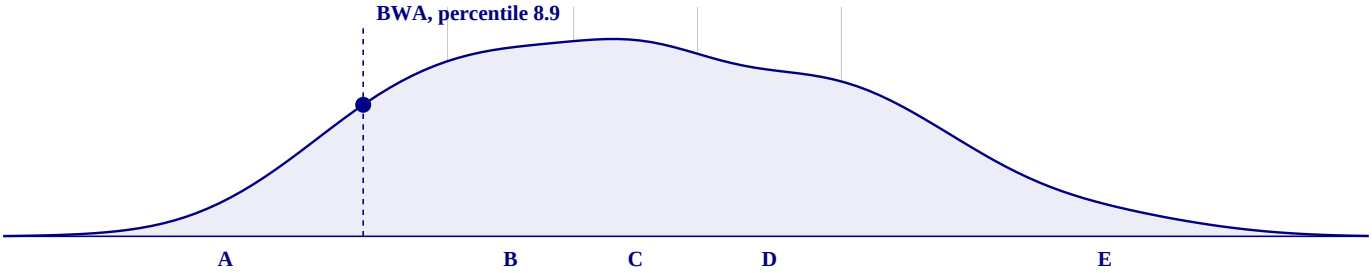
Accruals ratio	(9.9%)	(5.1%)	25.2	486	2025-12-31
Gross margin stability, five years	0.3 pts	1.7 pts	2.4	378	2025-12-31
Solvency, sleeve percentile 30.4					
Altman Z double-prime	4.19	2.13	27.6	374	2025-12-31
Net debt to EBITDA	not computable	2.09x			
latest aligned inputs end 2021-12-31; latest annual assets end 2025-12-31					
Interest coverage	not computable	2.97x			
latest aligned inputs end 2022-12-31; latest annual assets end 2025-12-31					
Current ratio	2.07x	1.56x	33.3	500	2025-12-31
Growth and financing, sleeve percentile 37.7					
Revenue growth, three-year compound	4.3%	1.5%	35.4	447	2025-12-31
Free cash flow growth, three-year compound	7.6%	7.1%	49.6	233	2025-12-31
Reinvestment rate	113.2%	18.0%	13.8	248	2025-12-31
Asset growth, three years	(6.8%)	2.0%	77.7	449	2025-12-31
Net share issuance, one year	(5.3%)	(0.3%)	11.9	378	2026-01-30

Among 428 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
33	Ulta Beauty, Inc. (ULTA)	7.9	A	
34	Best BUY Co. Inc. (BBY)	8.4	A	fortress balance sheet
35	Lifeway Foods, Inc. (LWAY)	8.5	A	fortress balance sheet
36	Allison Transmission Holdings Inc. (ALSN)	8.7	A	
37	Urban Outfitters Inc. (URBN)	8.8	A	
38	Borgwarner Inc. (BWA)	8.9	A	
39	Applied Industrial Technologies Inc. (AIT)	9.2	A	
40	Sanfilippo John B & SON Inc. (JBSS)	9.4	A	
41	QXO, Inc. (QXO)	9.6	A	
42	FirstCash Holdings, Inc. (FCFS)	10.0	A	
43	Vita Coco Company, Inc. (COCO)	10.3	A	

What the price implies

at the 2026-11-17 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	41.6%	(1.6%)	84
Distance from 52-week high	(36.7%)	(23.8%)	33
EBIT to enterprise value	5.3%	4.9%	55
Free cash flow yield	12.0%	4.4%	81
Book value to price	0.58	0.46	57
Sales to price	1.46	1.46	50
Composite equity issuance, five years	(38.3%)	(16.9%)	12
Relative strength against the sector, log excess return	0.44	0.03	86

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Twelve-month failure probability, CHS model	not computable	0.04%

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	20 (10-Q received Oct 29, 2026)
Median daily dollar volume, 63 sessions	$134.5M

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
30	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$574.0M	2021-12-31	2024-02-08	10-K	24-000007

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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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