Dnow Inc.

DNOW

NYSE; manufacturing; SIC 3533, Oil & Gas Field Machinery & Equipment; CIK 0001599617

C

middle fifth of 245 graded peers in manufacturing

rank 111 of 245; percentile 45.1; sampling error 3.0 points; lower is stronger

A B C D E

C, the tortoise



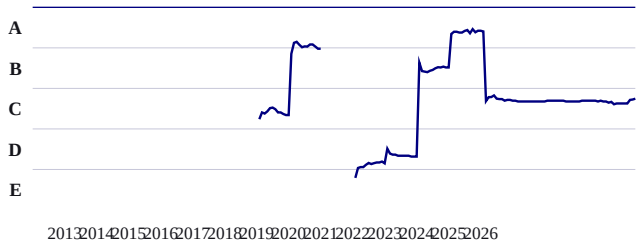
Scoreboard	
Profitability	C percentile 52.7
Solvency	C percentile 49.8
Growth and financing	B/C percentile 41.8
Reliability	0.94 AUC filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets total assets $3.9B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	dilution not computable: distress
Inputs computable	8 of 13
Graded from	filings received through Feb 26, 2026 266 days before the rescan; latest periodic filing 10-Q received Nov 5, 2026
Last close	$13.61 2026-11-18; market equity $2.5B; 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 26, 2026

DNOW Inc., ("DNOW" or the "Company"), headquartered in Houston, Texas, was incorporated in Delaware on November 22, 2013. On June 2, 2014, DNOW stock began regular trading on the New York Stock Exchange under the ticker symbol "DNOW". We are a premier provider of energy and industrial solutions, serving as a global leader in the distribution of pipe, valves and fittings ("PVF"), and pumps, as well as in the fabrication, assembly and testing of process and production equipment.

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 52.7						
Gross profitability	12.2%	22.2%		82.0	267	2025-12-31
Return on invested capital	not computable	9.9%				
a prior annual debt, equity, and cash observation is required						
Accruals ratio	(8.8%)	(3.7%)		21.8	286	2025-12-31

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Gross margin stability, five years	2.4 pts	2.1 pts	54.3	222	2025-12-31
Solvency, sleeve percentile 49.8					
Altman Z double-prime	2.72	3.73	54.1	223	2025-12-31
Net debt to EBITDA	not computable	1.75x			
EBITDA must exceed $100,000					
Interest coverage	not computable	5.13x			
one or more required annual facts are missing					
Current ratio	2.34x	2.26x	45.5	302	2025-12-31
Growth and financing, sleeve percentile 41.8					
Revenue growth, three-year compound	9.7%	2.2%	23.5	261	2025-12-31
Free cash flow growth, three-year compound	not computable	13.7%			
current FCF must be positive and base FCF must exceed $100,000					
Reinvestment rate	not computable	25.7%			
NOPAT must exceed $100,000					
Asset growth, three years	43.8%	4.2%	4.9	265	2025-12-31
Net share issuance, one year	76.3%	0.0%	97.1	241	2026-02-18

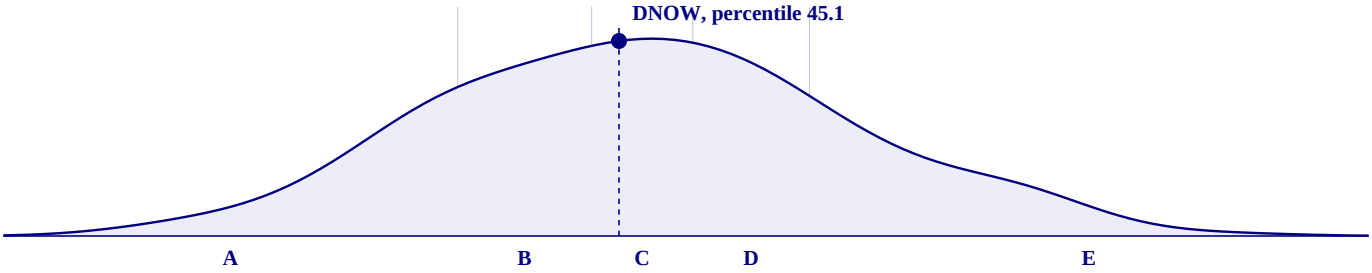
Warnings

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

Check	Measured
Dilution	split-adjusted year-over-year share growth is 76.3%

Among 245 peers

manufacturing; 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
106	Generac Holdings Inc. (GNRC)	43.0	C	
107	Packaging Corp. OF America (PKG)	43.4	C	dilution
108	Fuel Tech, Inc. (FTEK)	43.9	C	
109	Honeywell International Inc. (HON)	44.3	C	
110	Apogee Enterprises, Inc. (APOG)	44.7	C	
111	Dnow Inc. (DNOW)	45.1	C	dilution
112	Terex Corp. (TEX)	45.5	C	dilution
113	Symbotic Inc. (SYM)	45.9	C	late filer
114	Ouster, Inc. (OUST)	46.3	C	fortress balance sheet
115	Commercial Metals Co. (CMC)	46.7	C	
116	Huntington Ingalls Industries, Inc. (HII)	47.1	C	

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What the price implies

at the 2026-11-18 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	5.4%	9.9%	44
Distance from 52-week high	(19.3%)	(27.8%)	68
EBIT to enterprise value	(3.4%)	4.2%	13
Free cash flow yield	5.5%	3.6%	70
Book value to price	0.86	0.37	82
Sales to price	1.15	0.57	71
Composite equity issuance, five years	49.4%	(9.4%)	92
Relative strength against the sector, log excess return	(0.03)	0.01	44
Twelve-month failure probability, CHS model	not computable	0.04%	

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	fail
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	fail
Gross margin improved	fail
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	$112.0M
Operating cash flow, four quarters	$241.0M
Months of runway	not finite
Days since last periodic filing	14 (10-Q received Nov 5, 2026)
Median daily dollar volume, 63 sessions	$33.1M

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	$478.0M	2025-12-31	2026-02-26	10-K	26-072828
2	assets	us-gaap:Assets	$3.9B	2025-12-31	2026-02-26	10-K	26-072828
3	operating income	us-gaap:OperatingIncomeLoss	-$93.0M	2025-12-31	2026-02-26	10-K	26-072828
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	-$100.0M	2025-12-31	2026-02-26	10-K	26-072828
5	income tax	us-gaap:IncomeTaxExpenseBenefit	-$12.0M	2025-12-31	2026-02-26	10-K	26-072828
6	total debt	us-gaap:LongTermDebt	$411.0M	2025-12-31	2026-02-26	10-K	26-072828
7	book equity	us-gaap:StockholdersEquity	$2.2B	2025-12-31	2026-02-26	10-K	26-072828
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$164.0M	2025-12-31	2026-02-26	10-K	26-072828
9	net income	us-gaap:NetIncomeLoss	-$89.0M	2025-12-31	2026-02-26	10-K	26-072828
10	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$155.0M	2025-12-31	2026-02-26	10-K	26-072828
11	assets	us-gaap:Assets	$1.6B	2024-12-31	2026-02-26	10-K	26-072828
12	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$2.8B	2025-12-31	2026-02-26	10-K	26-072828
13	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$2.4B	2024-12-31	2026-02-26	10-K	26-072828
14	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	$1.8B	2024-12-31	2026-02-26	10-K	26-072828
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$2.3B	2023-12-31	2026-02-26	10-K	26-072828
16	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	$1.8B	2023-12-31	2026-02-26	10-K	26-072828
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$2.1B	2022-12-31	2025-02-18	10-K	25-021784

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18	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	$1.6B	2022-12-31	2025-02-18	10-K	25-021784
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$1.6B	2021-12-31	2024-02-15	10-K	24-015744
20	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	$1.3B	2021-12-31	2024-02-15	10-K	24-015744
21	current assets	us-gaap:AssetsCurrent	$2.3B	2025-12-31	2026-02-26	10-K	26-072828
22	current liabilities	us-gaap:LiabilitiesCurrent	$974.0M	2025-12-31	2026-02-26	10-K	26-072828
23	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-$836.0M	2025-12-31	2026-02-26	10-K	26-072828
24	liabilities	us-gaap:Liabilities	$1.7B	2025-12-31	2026-02-26	10-K	26-072828
25	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$52.0M	2025-12-31	2026-02-26	10-K	26-072828
26	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$21.0M	2025-12-31	2026-02-26	10-K	26-072828
27	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$298.0M	2024-12-31	2026-02-26	10-K	26-072828
28	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$9.0M	2024-12-31	2026-02-26	10-K	26-072828
29	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$188.0M	2023-12-31	2026-02-26	10-K	26-072828
30	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$17.0M	2023-12-31	2026-02-26	10-K	26-072828
31	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$0	2022-12-31	2025-02-18	10-K	25-021784
32	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$9.0M	2022-12-31	2025-02-18	10-K	25-021784
33	current assets	us-gaap:AssetsCurrent	$1.0B	2024-12-31	2026-02-26	10-K	26-072828
34	current liabilities	us-gaap:LiabilitiesCurrent	$442.0M	2024-12-31	2026-02-26	10-K	26-072828
35	assets	us-gaap:Assets	$1.5B	2023-12-31	2026-02-26	10-K	26-072828
36	assets	us-gaap:Assets	$1.3B	2022-12-31	2025-02-18	10-K	25-021784
37	shares outstanding	dei:EntityCommonStockSharesOutstanding	186,346,145	2026-02-18	2026-02-26	10-K	26-072828
38	shares outstanding	dei:EntityCommonStockSharesOutstanding	105,687,410	2025-02-07	2025-02-18	10-K/A	25-022340

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