Microchip Technology Inc.

MCHP

Nasdaq; business equipment; SIC 3674, Semiconductors & Related Devices; CIK 0000827054

E

weakest fifth of 468 graded peers in business equipment

rank 455 of 468; percentile 97.2; sampling error 2.3 points; lower is stronger

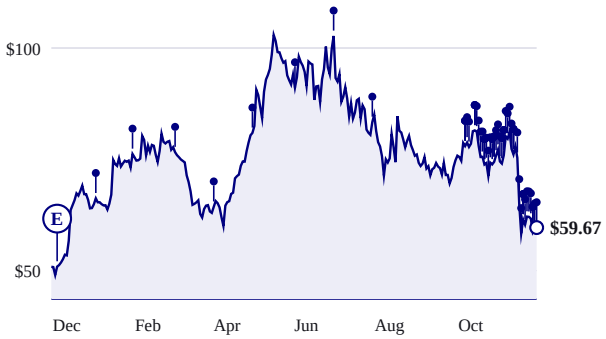
A B C D E

E, the bear



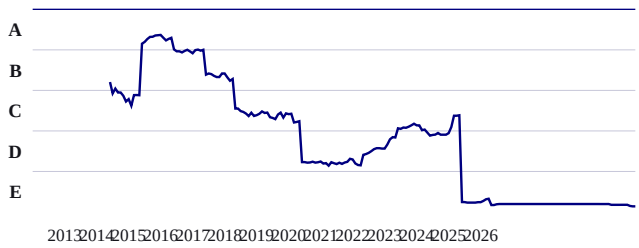
Scoreboard	
Profitability	D percentile 68.1
Solvency	D percentile 64.5
Growth and financing	E percentile 87.3
Reliability	0.94 AUC filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets total assets $14.4B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	none triggered not computable: dilution, distress
Inputs computable	10 of 13
Graded from	filings received through May 21, 2026 182 days before the rescan; latest periodic filing 10-Q received Nov 5, 2026
Last close	$59.66 2026-11-18; market equity $0; 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 May 21, 2026

We develop, manufacture and sell smart, connected and secure embedded control solutions used by our customers for a wide variety of applications. With over 35 years of technology leadership, our broad product portfolio offers a Total System Solution for our customers that can provide a large portion of the silicon requirements in their applications. TSS is a combination of hardware, software and services which help our customers increase their revenue, reduce their costs and manage their risks compared to other solutions. Our strategic focus includes general purpose and specialized mixed-signal microcontrollers, microprocessors, analog, FPGA, data center, networking, and memory products.

The thirteen inputs

lower percentile is stronger; sleeves and inputs within a sleeve carry equal weight

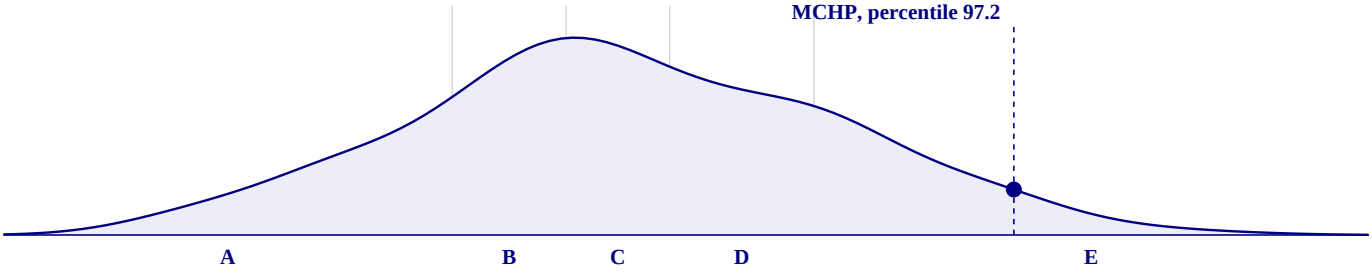
Input	Value	Peer median	Percentile, 0 to 100	Pct	Peers	Period end
Profitability, sleeve percentile 68.1						
Gross profitability	18.9%	29.2%		66.3	512	2026-03-31
Return on invested capital	3.5%	11.0%		69.1	124	2026-03-31

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Accruals ratio	(4.9%)	(7.4%)	64.8	566	2026-03-31
Gross margin stability, five years	4.6 pts	2.3 pts	72.0	405	2026-03-31
Solvency, sleeve percentile 64.5					
Altman Z double-prime	not computable	2.21			
one or more required annual facts are missing					
Net debt to EBITDA	4.46x	1.08x	82.5	138	2026-03-31
Interest coverage	not computable	4.90x			
latest aligned inputs end 2024-03-31; latest annual assets end 2026-03-31					
Current ratio	2.09x	1.98x	46.6	600	2026-03-31
Growth and financing, sleeve percentile 87.3					
Revenue growth, three-year compound	(17.6%)	6.5%	92.4	502	2026-03-31
Free cash flow growth, three-year compound	(34.7%)	17.5%	96.0	253	2026-03-31
Reinvestment rate	(289.5%)	15.6%	88.7	213	2026-03-31
Asset growth, three years	(4.3%)	5.0%	72.2	519	2026-03-31
Net share issuance, one year	not computable	0.5%			
firm-wide XBRL shares cannot be assigned to one ticker class					

Among 468 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
450	Intel Corp. (INTC)	96.1	E	
451	ChargePoint Holdings, Inc. (CHPT)	96.4	E	
452	Waystar Holding Corp. (WAY)	96.6	E	
453	Smith Micro Software, Inc. (SMSI)	96.8	E	dilution, short runway
454	Comtech Telecommunications Corp. (CMTL)	97.0	E	late filer
455	Microchip Technology Inc. (MCHP)	97.2	E	
456	Ideal Power Inc. (IPWR)	97.4	E	dilution, degenerate inputs, fortress balance sheet
457	FTC Solar, Inc. (FTCI)	97.6	E	fortress balance sheet
458	Bionano Genomics, Inc. (BNGO)	97.9	E	dilution, short runway, fortress balance sheet
459	Healthcare Triangle, Inc. (HCTI)	98.1	E	dilution, short runway, late filer
460	System1, Inc. (SST)	98.3	E	short runway

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	27.8%	(2.2%)	71
Distance from 52-week high	(42.0%)	(37.2%)	44
EBIT to enterprise value	not computable	1.8%	
Free cash flow yield	not computable	2.9%	
Book value to price	not computable	0.28	

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Sales to price	not computable	0.33	
Composite equity issuance, five years	not computable	4.3%	
Relative strength against the sector, log excess return	(0.02)	(0.29)	71
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 2026-03-31	
Return on assets above zero	pass
Operating cash flow above zero	pass
Return on assets improved	pass
Operating cash flow exceeds net income	pass
Long-term leverage fell	fail
Current ratio improved	fail
No new shares issued	fail
Gross margin improved	pass
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	$457.0M
Operating cash flow, four quarters	$1.5B
Months of runway	not finite
Days since last periodic filing	14 (10-Q received Nov 5, 2026)
Median daily dollar volume, 63 sessions	$651.7M

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	2026-03-31	2026-05-21	10-K	26-000016
2	assets	us-gaap:Assets	$14.4B	2026-03-31	2026-05-21	10-K	26-000016
3	operating income	us-gaap:OperatingIncomeLoss	$490.1M	2026-03-31	2026-05-21	10-K	26-000016
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$273.5M	2026-03-31	2026-05-21	10-K	26-000016
5	income tax	us-gaap:IncomeTaxExpenseBenefit	$43.5M	2026-03-31	2026-05-21	10-K	26-000016
6	total debt	us-gaap:LongTermDebt	$5.5B	2026-03-31	2026-05-21	10-K	26-000016
7	book equity	us-gaap:StockholdersEquity	$6.4B	2026-03-31	2026-05-21	10-K	26-000016
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$240.3M	2026-03-31	2026-05-21	10-K	26-000016
9	total debt	us-gaap:LongTermDebt	$5.6B	2025-03-31	2026-05-21	10-K	26-000016
10	book equity	us-gaap:StockholdersEquity	$7.1B	2025-03-31	2026-05-21	10-K	26-000016
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$771.7M	2025-03-31	2026-05-21	10-K	26-000016
12	net income	us-gaap:NetIncomeLoss	$230.0M	2026-03-31	2026-05-21	10-K	26-000016
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$962.1M	2026-03-31	2026-05-21	10-K	26-000016
14	assets	us-gaap:Assets	$15.4B	2025-03-31	2026-05-21	10-K	26-000016
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$4.7B	2026-03-31	2026-05-21	10-K	26-000016
16	gross profit	us-gaap:GrossProfit	$2.5B	2025-03-31	2026-05-21	10-K	26-000016
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$4.4B	2025-03-31	2026-05-21	10-K	26-000016
18	gross profit	us-gaap:GrossProfit	$5.0B	2024-03-31	2026-05-21	10-K	26-000016
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$7.6B	2024-03-31	2026-05-21	10-K	26-000016
20	gross profit	us-gaap:GrossProfit	$5.7B	2023-03-31	2025-05-23	10-K	25-000077
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$8.4B	2023-03-31	2025-05-23	10-K	25-000077
22	gross profit	us-gaap:GrossProfit	$4.4B	2022-03-31	2024-05-23	10-K	24-000098
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$6.8B	2022-03-31	2024-05-23	10-K	24-000098
24	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$689.3M	2026-03-31	2026-05-21	10-K	26-000016
25	operating income	us-gaap:OperatingIncomeLoss	$2.6B	2024-03-31	2026-05-21	10-K	26-000016
26	interest expense	us-gaap:InterestExpense	$198.3M	2024-03-31	2024-05-23	10-K	24-000098

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27	current assets	us-gaap:AssetsCurrent	$2.4B	2026-03-31	2026-05-21	10-K	26-000016
28	current liabilities	us-gaap:LiabilitiesCurrent	$1.1B	2026-03-31	2026-05-21	10-K	26-000016
29	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$91.1M	2026-03-31	2026-05-21	10-K	26-000016
30	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$898.1M	2025-03-31	2026-05-21	10-K	26-000016
31	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$126.0M	2025-03-31	2026-05-21	10-K	26-000016
32	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$2.9B	2024-03-31	2026-05-21	10-K	26-000016
33	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$285.1M	2024-03-31	2026-05-21	10-K	26-000016
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$3.6B	2023-03-31	2025-05-23	10-K	25-000077
35	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$486.2M	2023-03-31	2025-05-23	10-K	25-000077
36	current assets	us-gaap:AssetsCurrent	$3.0B	2025-03-31	2026-05-21	10-K	26-000016
37	current liabilities	us-gaap:LiabilitiesCurrent	$1.2B	2025-03-31	2026-05-21	10-K	26-000016
38	assets	us-gaap:Assets	$15.9B	2024-03-31	2025-05-23	10-K	25-000077
39	assets	us-gaap:Assets	$16.4B	2023-03-31	2024-05-23	10-K	24-000098

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