Synopsys Inc.

SNPS

Nasdaq; business equipment; SIC 7372, Services-Prepackaged Software; CIK 0000883241

E

weakest fifth of 468 graded peers in business equipment

rank 398 of 468; percentile 85.0; sampling error 2.3 points; lower is stronger

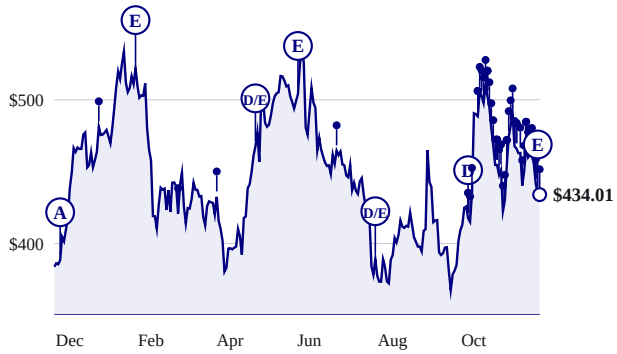
A B C D E

E, the bear



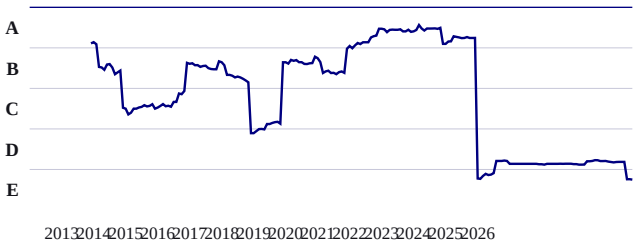
Scoreboard	
Profitability	D percentile 65.1
Solvency	D percentile 64.6
Growth and financing	C percentile 57.0
Reliability	0.94 AUC filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets total assets $48.2B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	none triggered
Inputs computable	11 of 13
Graded from	filings received through Dec 22, 2025 332 days before the rescan; latest periodic filing 10-Q received Aug 26, 2026
Last close	$434.10 2026-11-18; market equity $83.2B; 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 Dec 22, 2025

Synopsys, Inc. (Synopsys, we, our or us) is the leader in engineering solutions from silicon to systems, enabling customers to rapidly innovate AI-powered products. We deliver trusted and comprehensive solutions spanning silicon design, silicon intellectual property (IP), simulation and analysis (S&A) as well as design services. We partner closely with our customers across a wide range of industries to maximize their R&D capability and productivity, powering innovation today that ignites the ingenuity of tomorrow.

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 65.1						
Gross profitability	11.3%	29.2%		83.4	512	2025-10-31
Return on invested capital	not computable	11.0%				
a prior annual debt, equity, and cash observation is required						
Accruals ratio	(0.6%)	(7.4%)		85.1	566	2025-10-31

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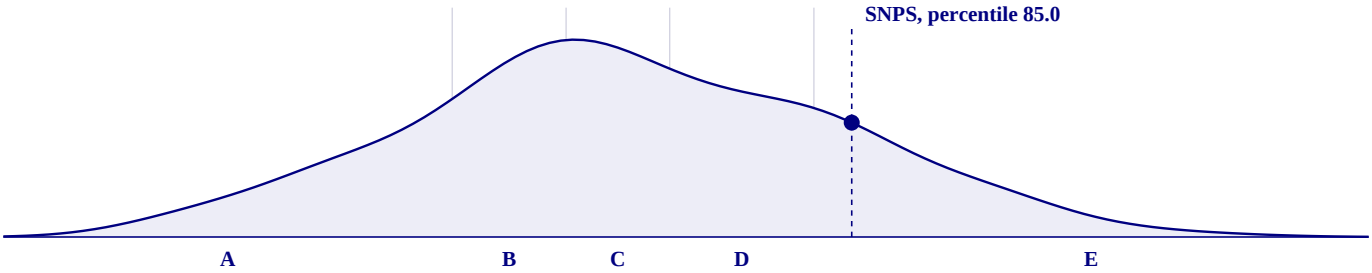
Gross margin stability, five years	1.3 pts	2.3 pts	26.7	405	2025-10-31
Solvency, sleeve percentile 64.6					
Altman Z double-prime	2.63	2.21	41.4	516	2025-10-31
Net debt to EBITDA	6.73x	1.08x	92.0	138	2025-10-31
Interest coverage	not computable	4.90x			
latest aligned inputs end 2023-10-31; latest annual assets end 2025-10-31					
Current ratio	1.62x	1.98x	60.4	600	2025-10-31
Growth and financing, sleeve percentile 57.0					
Revenue growth, three-year compound	15.2%	6.5%	26.5	502	2025-10-31
Free cash flow growth, three-year compound	(5.6%)	17.5%	82.1	253	2025-10-31
Reinvestment rate	(230.1%)	15.6%	85.8	213	2025-10-31
Asset growth, three years	72.4%	5.0%	3.5	519	2025-10-31
Net share issuance, one year	23.8%	0.5%	86.9	405	2025-12-15

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
393	Ribbon Communications Inc. (RBBN)	83.9	E	
394	Rockwell Automation, Inc. (ROK)	84.2	E	
395	SCWorx Corp. (WORX)	84.4	E	dilution, late filer
396	Vontier Corp. (VNT)	84.6	E	
397	Marqeta, Inc. (MQ)	84.8	E	
398	Synopsys Inc. (SNPS)	85.0	E	
399	Neonode Inc. (NEON)	85.2	E	
400	Revvity, Inc. (RVTY)	85.4	E	
401	Methode Electronics Inc. (MEI)	85.7	E	
402	Vistance Networks, Inc. (VISN)	85.9	E	
403	Xperi Inc. (XPER)	86.1	E	fortress balance sheet

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	(4.2%)	(2.2%)	48
Distance from 52-week high	(18.8%)	(37.2%)	72
EBIT to enterprise value	1.0%	1.8%	43
Free cash flow yield	1.6%	2.9%	35
Book value to price	0.37	0.28	59
Sales to price	0.08	0.33	12
Composite equity issuance, five years	22.5%	4.3%	72
Relative strength against the sector, log excess return	(0.31)	(0.29)	48
Twelve-month failure probability, CHS model	0.03%	0.05%	26

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Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score 3 of 9, period end 2025-10-31	
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	fail
Gross margin improved	fail
Asset turnover improved	fail
Cash, filings, liquidity	
Cash and equivalents	$3.6B
Operating cash flow, four quarters	$2.9B
Months of runway	not finite
Days since last periodic filing	85 (10-Q received Aug 26, 2026)
Median daily dollar volume, 63 sessions	$848.4M

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	$5.4B	2025-10-31	2025-12-22	10-K	25-000028
2	assets	us-gaap:Assets	$48.2B	2025-10-31	2025-12-22	10-K	25-000028
3	operating income	us-gaap:OperatingIncomeLoss	$914.9M	2025-10-31	2025-12-22	10-K	25-000028
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$1.4B	2025-10-31	2025-12-22	10-K	25-000028
5	income tax	us-gaap:IncomeTaxExpenseBenefit	$56.0M	2025-10-31	2025-12-22	10-K	25-000028
6	total debt	us-gaap:LongTermDebt	$13.5B	2025-10-31	2025-12-22	10-K	25-000028
7	book equity	us-gaap:StockholdersEquity	$28.3B	2025-10-31	2025-12-22	10-K	25-000028
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$2.9B	2025-10-31	2025-12-22	10-K	25-000028
9	net income	us-gaap:NetIncomeLoss	$1.3B	2025-10-31	2025-12-22	10-K	25-000028
10	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$1.5B	2025-10-31	2025-12-22	10-K	25-000028
11	assets	us-gaap:Assets	$13.1B	2024-10-31	2025-12-22	10-K	25-000028
12	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$7.1B	2025-10-31	2025-12-22	10-K	25-000028
13	gross profit	us-gaap:GrossProfit	$4.9B	2024-10-31	2025-12-22	10-K	25-000028
14	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$6.1B	2024-10-31	2025-12-22	10-K	25-000028
15	gross profit	us-gaap:GrossProfit	$4.3B	2023-10-31	2025-12-22	10-K	25-000028
16	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$5.3B	2023-10-31	2025-12-22	10-K	25-000028
17	gross profit	us-gaap:GrossProfit	$3.7B	2022-10-31	2024-12-19	10-K	24-000024
18	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$4.6B	2022-10-31	2024-12-19	10-K	24-000024
19	gross profit	us-gaap:GrossProfit	$3.3B	2021-10-31	2023-12-12	10-K	23-000019
20	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$4.2B	2021-10-31	2023-12-12	10-K	23-000019
21	current assets	us-gaap:AssetsCurrent	$6.0B	2025-10-31	2025-12-22	10-K	25-000028
22	current liabilities	us-gaap:LiabilitiesCurrent	$3.7B	2025-10-31	2025-12-22	10-K	25-000028
23	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	$10.3B	2025-10-31	2025-12-22	10-K	25-000028
24	liabilities	us-gaap:Liabilities	$19.9B	2025-10-31	2025-12-22	10-K	25-000028
25	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$660.4M	2025-10-31	2025-12-22	10-K	25-000028
26	operating income	us-gaap:OperatingIncomeLoss	$1.3B	2023-10-31	2025-12-22	10-K	25-000028
27	interest expense	us-gaap:InterestExpense	$1.2M	2023-10-31	2023-12-12	10-K	23-000019
28	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$169.5M	2025-10-31	2025-12-22	10-K	25-000028
29	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$1.4B	2024-10-31	2025-12-22	10-K	25-000028
30	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$139.5M	2024-10-31	2025-12-22	10-K	25-000028
31	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$1.7B	2023-10-31	2025-12-22	10-K	25-000028

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32	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$189.6M	2023-10-31	2025-12-22	10-K	25-000028
33	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$1.7B	2022-10-31	2024-12-19	10-K	24-000024
34	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$136.6M	2022-10-31	2024-12-19	10-K	24-000024
35	current assets	us-gaap:AssetsCurrent	$6.5B	2024-10-31	2025-12-22	10-K	25-000028
36	current liabilities	us-gaap:LiabilitiesCurrent	$2.7B	2024-10-31	2025-12-22	10-K	25-000028
37	assets	us-gaap:Assets	$10.3B	2023-10-31	2024-12-19	10-K	24-000024
38	assets	us-gaap:Assets	$9.4B	2022-10-31	2023-12-12	10-K	23-000019
39	shares outstanding	dei:EntityCommonStockSharesOutstanding	191,318,206	2025-12-15	2025-12-22	10-K	25-000028
40	shares outstanding	dei:EntityCommonStockSharesOutstanding	154,578,449	2024-12-16	2024-12-19	10-K	24-000024

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