# Parsons Corp.

**PSN**

NYSE; business equipment; SIC 7373, Services-Computer Integrated Systems Design; CIK 0000275880

**B**

**second fifth of 469 graded peers in business equipment**

rank 116 of 469; percentile 24.6; sampling error 2.3 points; lower is stronger

A B C D E

**B, the elk**



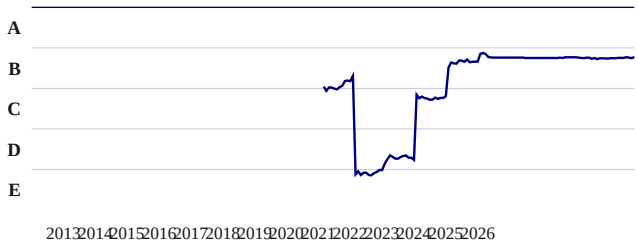
| Scoreboard | |
|---|---|
| **Profitability** | C<br>percentile 46.3 |
| **Solvency** | C<br>percentile 47.5 |
| **Growth and financing** | B<br>percentile 27.9 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $5.8B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered<br>not computable: distress |
| **Inputs computable** | 13 of 13 |
| **Graded from** | filings received through Feb 11, 2026<br>282 days before the rescan; latest periodic filing 10-Q received Oct 28, 2026 |
| **Last close** | $51.95<br>2026-11-19; market equity $5.5B; 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 11, 2026*

Parsons is a leading provider of the solutions and services required to support the complex security environment, unprecedented global infrastructure demand, and a world of digital transformation impacting our customers. For more than 81 years, we have solved our customers' most challenging problems and enabled a safer, smarter, more secure, and more connected world thanks to a culture of creativity, a focus on delivery, and a mission-focused workforce. We are established as a leading provider of integrated solutions and services that solve emerging customer challenges by leveraging our depth of experience and expertise in the markets where we operate.

## 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 46.3** | | | | | | |
| Gross profitability | 24.8% | 29.3% | | 58.2 | 513 | 2025-12-31 |
| Return on invested capital | 11.0% | 11.0% | | 48.8 | 124 | 2025-12-31 |

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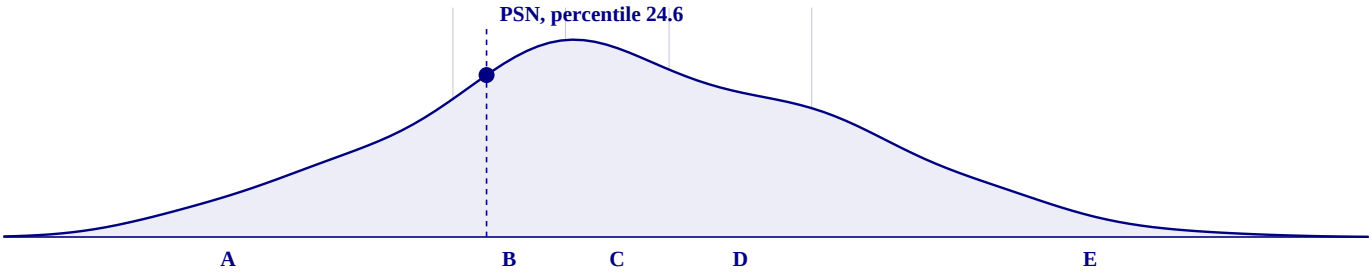
| | | | | | |
|---|---|---|---|---|---|
| Accruals ratio | (4.2%) | (7.3%) | 68.2 | 567 | 2025-12-31 |
| Gross margin stability, five years | 0.8 pts | 2.3 pts | 9.9 | 406 | 2025-12-31 |
| **Solvency, sleeve percentile 47.5** | | | | | |
| Altman Z double-prime | 3.09 | 2.19 | 36.2 | 517 | 2025-12-31 |
| Net debt to EBITDA | 1.68x | 1.08x | 60.6 | 138 | 2025-12-31 |
| Interest coverage | 8.15x | 4.90x | 38.0 | 80 | 2025-12-31 |
| Current ratio | 1.75x | 1.98x | 55.3 | 601 | 2025-12-31 |
| **Growth and financing, sleeve percentile 27.9** | | | | | |
| Revenue growth, three-year compound | 14.9% | 6.6% | 27.9 | 503 | 2025-12-31 |
| Free cash flow growth, three-year compound | 25.6% | 17.5% | 39.3 | 253 | 2025-12-31 |
| Reinvestment rate | 186.9% | 16.2% | 10.8 | 214 | 2025-12-31 |
| Asset growth, three years | 11.2% | 5.1% | 32.2 | 520 | 2025-12-31 |
| Net share issuance, one year | (0.9%) | 0.5% | 29.2 | 405 | 2026-02-03 |

## 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 |
|---|---|---|---|---|
| 111 | ServiceNow, Inc. (NOW) | 23.5 | B | |
| 112 | Yext, Inc. (YEXT) | 23.7 | B | fortress balance sheet |
| 113 | Turtle Beach Corp. (TBCH) | 23.9 | B | |
| 114 | Ambarella Inc. (AMBA) | 24.1 | B | |
| 115 | Innovative Solutions & Support Inc. (IA) | 24.4 | B | |
| 116 | Parsons Corp. (PSN) | 24.6 | B | |
| 117 | Atlassian Corp. (TEAM) | 24.8 | B | |
| 118 | Fabrinet (FN) | 25.0 | B | fortress balance sheet |
| 119 | Elastic N.V. (ESTC) | 25.2 | B | fortress balance sheet |
| 120 | Docusign, Inc. (DOCU) | 25.4 | B | |
| 121 | NVE Corp. (NVEC) | 25.6 | B | |

## What the price implies

*at the 2026-11-19 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | (50.7%) | (2.2%) | 15 |
| Distance from 52-week high | (38.7%) | (38.6%) | 50 |
| EBIT to enterprise value | 6.4% | 1.8% | 84 |
| Free cash flow yield | 7.5% | 3.0% | 77 |
| Book value to price | 0.48 | 0.29 | 66 |
| Sales to price | 1.16 | 0.33 | 77 |
| Composite equity issuance, five years | 3.1% | 4.3% | 47 |
| Relative strength against the sector, log excess return | (0.98) | (0.29) | 15 |
| Twelve-month failure probability, CHS model | not computable | 0.05% | |

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## 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 | pass |
| Asset turnover improved | fail |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $297.0M |
| Operating cash flow, four quarters | $490.1M |
| Months of runway | not finite |
| Days since last periodic filing | 23 (10-Q received Oct 28, 2026) |
| Median daily dollar volume, 63 sessions | $51.9M |

## 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 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $6.4B | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 2 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $4.9B | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 3 | assets | us-gaap:Assets | $5.8B | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 4 | operating income | us-gaap:OperatingIncomeLoss | $418.1M | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 5 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $382.5M | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 6 | income tax | us-gaap:IncomeTaxExpenseBenefit | $73.6M | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 7 | total debt | us-gaap:LongTermDebt | $1.2B | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 8 | book equity | us-gaap:StockholdersEquity | $2.6B | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 9 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $466.4M | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 10 | total debt | us-gaap:LongTermDebt | $784.1M | 2024-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 11 | book equity | us-gaap:StockholdersEquity | $2.4B | 2024-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 12 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $453.5M | 2024-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 13 | net income | us-gaap:NetIncomeLoss | $241.1M | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 14 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $478.4M | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 15 | assets | us-gaap:Assets | $5.5B | 2024-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 16 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $6.8B | 2024-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 17 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $5.3B | 2024-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 18 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $5.4B | 2023-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 19 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $4.2B | 2023-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 20 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $4.2B | 2022-12-31 | 2025-02-19 | 10-K | 25-022754 |
| 21 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $3.2B | 2022-12-31 | 2025-02-19 | 10-K | 25-022754 |
| 22 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $3.7B | 2021-12-31 | 2024-02-14 | 10-K | 24-014927 |
| 23 | cost of revenue | us-gaap:CostOfGoodsAndServicesSold | $2.8B | 2021-12-31 | 2024-02-14 | 10-K | 24-014927 |
| 24 | current assets | us-gaap:AssetsCurrent | $2.7B | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 25 | current liabilities | us-gaap:LiabilitiesCurrent | $1.5B | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 26 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | $661.2M | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 27 | liabilities | us-gaap:Liabilities | $3.0B | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 28 | depreciation amortization | us-gaap:Depreciation | $42.0M | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 29 | interest expense | us-gaap:InterestExpense | $51.3M | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 30 | capital expenditure | us-gaap:PaymentsToAcquireProductiveAssets | $68.0M | 2025-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 31 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $523.6M | 2024-12-31 | 2026-02-11 | 10-K | 26-045495 |

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| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 32 | capital expenditure | us-gaap:PaymentsToAcquireProductiveAssets | $49.2M | 2024-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 33 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $407.7M | 2023-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 34 | capital expenditure | us-gaap:PaymentsToAcquireProductiveAssets | $40.4M | 2023-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 35 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $237.5M | 2022-12-31 | 2025-02-19 | 10-K | 25-022754 |
| 36 | capital expenditure | us-gaap:PaymentsToAcquireProductiveAssets | $30.6M | 2022-12-31 | 2025-02-19 | 10-K | 25-022754 |
| 37 | current assets | us-gaap:AssetsCurrent | $2.5B | 2024-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 38 | current liabilities | us-gaap:LiabilitiesCurrent | $1.9B | 2024-12-31 | 2026-02-11 | 10-K | 26-045495 |
| 39 | assets | us-gaap:Assets | $4.8B | 2023-12-31 | 2025-02-19 | 10-K | 25-022754 |
| 40 | assets | us-gaap:Assets | $4.2B | 2022-12-31 | 2024-02-14 | 10-K | 24-014927 |
| 41 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 105,831,019 | 2026-02-03 | 2026-02-11 | 10-K | 26-045495 |
| 42 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 106,777,126 | 2025-02-11 | 2025-02-19 | 10-K | 25-022754 |

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