

Huntington Ingalls Industries, Inc. (HII)

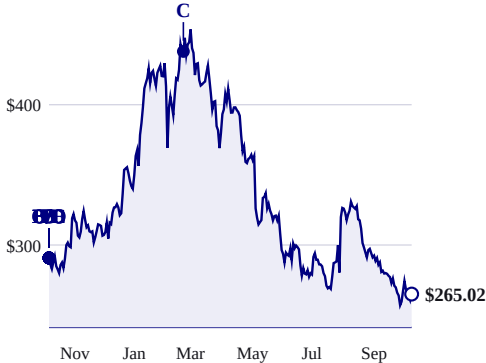
NYSE; manufacturing; SIC 3730, Ship & Boat Building & Repairing; CIK 0001501585

Huntington Ingalls Industries, Inc. HII; manufacturing	
Grade	C A B C D E middle fifth of 255 graded peers percentile 45.3; sampling error 3.0 points; lower is stronger
Rank	116 of 255
Profitability	B/C percentile 42.3
Solvency	C/D percentile 58.0
Growth and financing	C percentile 43.3
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 \$12.7B
Standard universe	inside revenue above \$1M and assets above \$10M
Warnings	none active not computable: short runway, distress
Inputs computable	9 of 14
Graded from	filings received through Feb 5, 2026 246 days before the rescans; latest periodic filing 10-Q received Jul 30, 2026
Last close	\$265.06 2026-10-08; market equity \$10.4B
Price used in grade	None



C, the tortoise
middle fifth of its sector; letters are fifths of the 255 graded peers

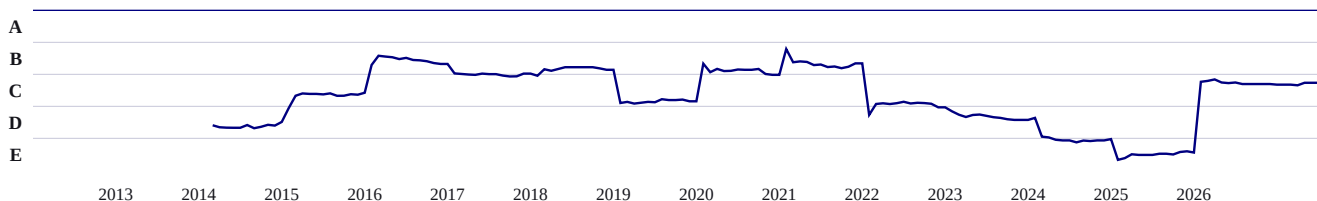
Share price, twelve months to the rescans
split-adjusted close; the letter is fixed at the rescans that set it



Rescans on file: D from Feb 21, 2023, D/E from Mar 21, 2024, E from Feb 21, 2025

Letter at every rescan

Jan 21, 2012 to Oct 9, 2026; sector percentile, 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 5, 2026

Huntington Ingalls Industries, Inc. ("HII", the "Company", "we", "us", or "our") is a global, all-domain defense partner, building and delivering the world's most powerful, survivable naval ships and technologies that safeguard America's seas, sky, land, space, and cyber. For more than a century, our Ingalls Shipbuilding segment ("Ingalls") in Mississippi and Newport News Shipbuilding segment ("Newport News") in Virginia have built more ships in more ship classes than any other U.S. naval shipbuilder, making us America's

largest shipbuilder. Our Mission Technologies segment develops integrated technology solutions and products that enable today's connected, all-domain force.

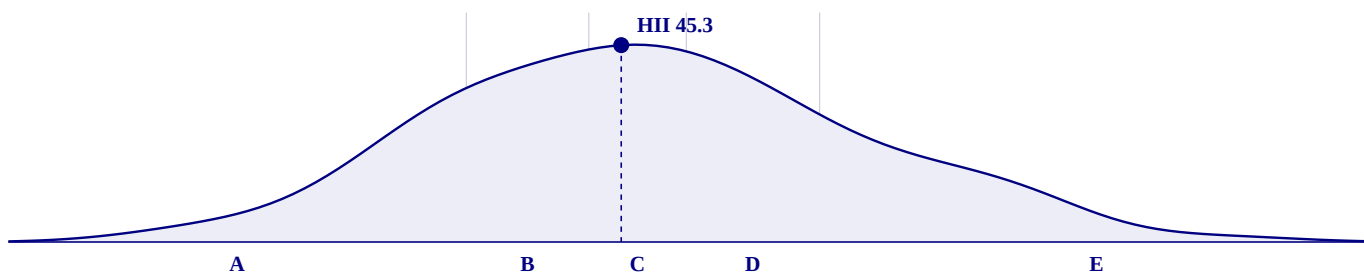
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 42.3						
Gross profitability		not computable	21.9%			one or more required annual facts are missing latest aligned inputs end 2021-12-31; latest annual assets end 2025-12-31
Return on invested capital		not computable	9.7%			inputs end 2021-12-31; latest annual assets end 2025-12-31
Accruals ratio		(4.7%)	(3.6%)	42.3	308	2025-12-31
Gross margin stability, five years		not computable	2.1 pts			five annual gross margins are required; found 0
Solvency, sleeve percentile 58.0						
Twelve-month failure probability		not computable	0.04%			latest liabilities, cash plus short-term investments, book equity, and shares are required
Altman Z double-prime		2.65	3.66	51.9	244	2025-12-31
Net debt to EBITDA		not computable	1.78x			latest aligned inputs end 2021-12-31; latest annual assets end 2025-12-31
Interest coverage		6.26x	5.09x	34.9	64	2025-12-31
Current ratio		1.13x	2.25x	87.3	325	2025-12-31
Growth and financing, sleeve percentile 43.3						
Revenue growth, three-year compound		5.4%	2.1%	33.2	269	2025-12-31
Free cash flow growth, three-year compound		18.1%	13.9%	45.7	139	2025-12-31
Reinvestment rate		47.3%	26.4%	36.2	139	2025-12-31
Asset growth, three years		5.5%	4.4%	42.4	279	2025-12-31
Net share issuance, one year		0.3%	0.01%	59.1	243	2026-01-30

Among 255 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
111	Belden Inc. (BDC)	43.3	C	
112	CPS Technologies (CPSH)	43.7	C	fortress balance sheet
113	Apogee Enterprises, Inc. (APOG)	44.1	C	
114	Terex Corp. (TEX)	44.5	C	dilution
115	Packaging Corp. OF America (PKG)	44.9	C	dilution
116	Huntington Ingalls Industries, Inc. (HII) <	45.3	C	
117	Serve Robotics Inc. (SERV)	45.7	C	dilution
118	Ceco Environmental Corp. (CECO)	46.1	C	
119	Dnow Inc. (DNOW)	46.5	C	dilution
120	Symbotic Inc. (SYM)	46.9	C	late filer
121	Zebra Technologies Corp. (ZBRA)	47.2	C	

What the price implies

at the 2026-10-08 close; none enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	2.3%	13.7%	37
Distance from 52-week high	(41.6%)	(24.3%)	21
EBIT to enterprise value	5.0%	4.1%	58
Free cash flow yield	7.6%	3.4%	83
Book value to price	0.51	0.34	64
Sales to price	1.20	0.54	75
Composite equity issuance, five years	(14.3%)	(9.5%)	34
Relative strength against the sector, log excess return	(0.11)	(0.00)	37

Diagnostics

not in the grade

Measure	Value
Piotroski F-score None of 9, period end 2025-12-31	
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	pass
Current ratio improved	pass
No new shares issued	fail
Gross margin improved	fail
Asset turnover improved	fail
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	71 (10-Q received Jul 30, 2026)
Median daily dollar volume, 63 sessions	\$127.3M

Sources

each row links to the filing index on sec.gov

#	Concept	XBRL tag	Value	Period end	Received	Form	Accession
1	operating income	us-gaap:OperatingIncomeLoss	\$513.0M	2021-12-31	2024-02-01	10-K	0001501585-24-000007
2	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraordinaryItemsDeductibleItems	\$612.0M	2021-12-31	2024-02-01	10-K	0001501585-24-000007
3	income tax	us-gaap:IncomeTaxExpenseBenefit	\$78.0M	2021-12-31	2024-02-01	10-K	0001501585-24-000007
4	total debt	us-gaap:LongTermDebt	\$3.3B	2021-12-31	2023-02-09	10-K	0001501585-23-000010
5	book equity	us-gaap:StockholdersEquity	\$2.8B	2021-12-31	2025-02-06	10-K	0001501585-25-000006
6	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$627.0M	2021-12-31	2022-02-10	10-K	0001501585-22-000007
7	total debt	us-gaap:LongTermDebt	\$1.7B	2020-12-31	2022-02-10	10-K	0001501585-22-000007
8	book equity	us-gaap:StockholdersEquity	\$1.9B	2020-12-31	2024-02-01	10-K	0001501585-24-000007
9	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$512.0M	2020-12-31	2022-02-10	10-K	0001501585-22-000007
10	net income	us-gaap:NetIncomeLoss	\$605.0M	2025-12-31	2026-02-05	10-K	0001501585-26-000006
11	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$1.2B	2025-12-31	2026-02-05	10-K	0001501585-26-000006
12	assets	us-gaap:Assets	\$12.7B	2025-12-31	2026-02-05	10-K	0001501585-26-000006
13	assets	us-gaap:Assets	\$12.1B	2024-12-31	2026-02-05	10-K	0001501585-26-000006
14	current assets	us-gaap:AssetsCurrent	\$3.5B	2025-12-31	2026-02-05	10-K	0001501585-26-000006
15	current liabilities	us-gaap:LiabilitiesCurrent	\$3.0B	2025-12-31	2026-02-05	10-K	0001501585-26-000006
16	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	\$5.5B	2025-12-31	2026-02-05	10-K	0001501585-26-000006
17	operating income	us-gaap:OperatingIncomeLoss	\$657.0M	2025-12-31	2026-02-05	10-K	0001501585-26-000006
18	book equity	us-gaap:StockholdersEquity	\$5.1B	2025-12-31	2026-02-05	10-K	0001501585-26-000006
19	liabilities	us-gaap:Liabilities	\$7.7B	2025-12-31	2026-02-05	10-K	0001501585-26-000006
20	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	\$293.0M	2021-12-31	2024-02-01	10-K	0001501585-24-000007
21	interest expense	us-gaap:InterestExpense	\$105.0M	2025-12-31	2026-02-05	10-K	0001501585-26-000006
22	revenue	us-gaap:Revenues	\$12.5B	2025-12-31	2026-02-05	10-K	0001501585-26-000006
23	revenue	us-gaap:Revenues	\$11.5B	2024-12-31	2026-02-05	10-K	0001501585-26-000006
24	revenue	us-gaap:Revenues	\$11.5B	2023-12-31	2026-02-05	10-K	0001501585-26-000006
25	revenue	us-gaap:Revenues	\$10.7B	2022-12-31	2025-02-06	10-K	0001501585-25-000006
26	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$402.0M	2025-12-31	2026-02-05	10-K	0001501585-26-000006
27	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$393.0M	2024-12-31	2026-02-05	10-K	0001501585-26-000006
28	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$367.0M	2024-12-31	2026-02-05	10-K	0001501585-26-000006
29	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$970.0M	2023-12-31	2026-02-05	10-K	0001501585-26-000006
30	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$292.0M	2023-12-31	2026-02-05	10-K	0001501585-26-000006
31	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$766.0M	2022-12-31	2025-02-06	10-K	0001501585-25-000006
32	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$284.0M	2022-12-31	2025-02-06	10-K	0001501585-25-000006
33	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	\$329.0M	2025-12-31	2026-02-05	10-K	0001501585-26-000006
34	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraordinaryItemsDeductibleItems	\$717.0M	2025-12-31	2026-02-05	10-K	0001501585-26-000006
35	income tax	us-gaap:IncomeTaxExpenseBenefit	\$172.0M	2025-12-31	2026-02-05	10-K	0001501585-26-000006
36	current assets	us-gaap:AssetsCurrent	\$3.2B	2024-12-31	2026-02-05	10-K	0001501585-26-000006
37	current liabilities	us-gaap:LiabilitiesCurrent	\$3.0B	2024-12-31	2026-02-05	10-K	0001501585-26-000006
38	assets	us-gaap:Assets	\$11.2B	2023-12-31	2025-02-06	10-K	0001501585-25-000006
39	assets	us-gaap:Assets	\$10.9B	2022-12-31	2024-02-01	10-K	0001501585-24-000007
40	shares outstanding	dei:EntityCommonStockSharesOutstanding	39,242,688	2026-01-30	2026-02-05	10-K	0001501585-26-000006
41	shares outstanding	dei:EntityCommonStockSharesOutstanding	39,130,163	2025-01-31	2025-02-06	10-K	0001501585-25-000006