

Harmonic Inc. (HLIT)

Nasdaq; business equipment; SIC 3663, Radio & Tv Broadcasting & Communications Equipment; CIK 0000851310

Harmonic Inc. HLIT; business equipment	
Grade	C/D A B C D E on the C/D boundary of 497 graded peers percentile 62.1; sampling error 2.2 points; lower is stronger
Rank	309 of 497
Profitability	C percentile 50.6
Solvency	B/C percentile 42.0
Growth and financing	D percentile 64.3
Reliability	0.91 AUC filers with \$591M to \$2.67B assets; 95% interval 0.88 to 0.94; 160 events, 2020 to 2025
Peer failure rate	1.01% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	\$591M to \$2.67B assets total assets \$718.5M
Standard universe	inside revenue above \$1M and assets above \$10M
Warnings	late filer; fortress balance sheet not computable: distress
Inputs computable	11 of 14
Graded from	filings received through Feb 24, 2026 227 days before the rescans; latest periodic filing 10-Q received Aug 17, 2026
Last close	\$11.08 2026-10-08; market equity \$1.2B
Price used in grade	None



C/D, the tortoise

on the C/D boundary of its sector; letters are fifths of the 497 graded peers

Share price, twelve months to the rescans

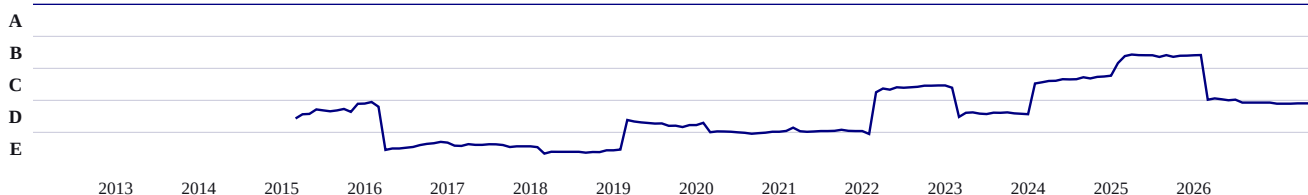
split-adjusted close; the letter is fixed at the rescans that set it



Rescans on file: D from Mar 21, 2023, C from Feb 21, 2024, B from Feb 21, 2025, C/D from Mar 21, 2026

Letter at every rescans

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 24, 2026

We are a leading global provider of broadband access solutions that enable broadband operators to more efficiently and effectively deploy high-speed internet for data, voice and video services for their customers. Our Broadband business provides broadband access solutions and related services, including our cOS software-based broadband access solution, to broadband operators globally. We derived approximately 89% of our revenue from the Americas in 2025. The Europe, Middle East and Africa ("EMEA") and Asia

Pacific ("APAC") regions accounted for 9% and 2% of our 2025 revenue, respectively.

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 50.6						
Gross profitability		24.3%	28.5%	56.9	558	2025-12-31
Return on invested capital		0.5%	10.9%	84.4	136	2025-12-31
Accruals ratio		(20.0%)	(7.4%)	19.8	621	2025-12-31
Gross margin stability, five years		1.9 pts	2.4 pts	41.1	429	2025-12-31
Solvency, sleeve percentile 42.0						
Twelve-month failure probability		not computable	0.05%			latest liabilities, cash plus short-term investments, book equity, and shares are required
Altman Z double-prime		(5.38)	2.18	75.2	566	2025-12-31
Net debt to EBITDA		(0.48x)	1.11x	12.3	147	2025-12-31
Interest coverage		not computable	3.77x			latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-31
Current ratio		2.50x	2.02x	38.5	666	2025-12-31
Growth and financing, sleeve percentile 64.3						
Revenue growth, three-year compound		(16.8%)	6.4%	91.1	538	2025-12-31
Free cash flow growth, three-year compound		not computable	17.2%			current FCF must be positive and base FCF must exceed \$100,000
Reinvestment rate		(3,955.9%)	14.3%	99.1	226	2025-12-31
Asset growth, three years		0.4%	5.0%	61.2	563	2025-12-31
Net share issuance, one year		(5.8%)	0.5%	5.9	407	2026-02-19

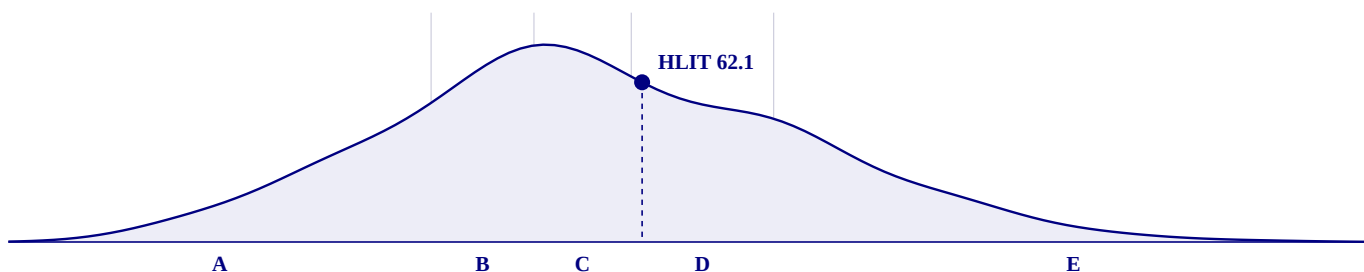
Warnings

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

Check	Measured
Late filer	found 1 NT 10-K/Q filings in the last eight quarters
Fortress balance sheet	cash minus debt is 12,021,000 USD; Altman Z is not used

Among 497 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
304	NXP Semiconductors N.V. (NXPI)	61.1	C/D	
305	Commerce.com, Inc. (CMRC)	61.3	C/D	
306	Weave Communications, Inc. (WEAV)	61.5	C/D	fortress balance sheet
307	Digi International Inc. (DGII)	61.7	C/D	
308	IPG Photonics Corp. (IPGP)	61.9	C/D	fortress balance sheet
309	Harmonic Inc. (HLIT) <	62.1	C/D	late filer, fortress balance sheet
310	Fastly, Inc. (FSLY)	62.3	D	
311	Teradata Corp. (TDC)	62.5	D	
312	RingCentral, Inc. (RNG)	62.7	D	
313	Alpha & Omega Semiconductor Ltd. (AOSL)	62.9	D	fortress balance sheet
314	Netgear, Inc. (NTGR)	63.1	D	

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	17.7%	2.2%	64
Distance from 52-week high	(35.3%)	(30.0%)	41
EBIT to enterprise value	1.3%	1.5%	49
Free cash flow yield	8.0%	2.7%	81
Book value to price	0.30	0.23	57
Sales to price	0.30	0.30	49
Composite equity issuance, five years	7.8%	3.9%	57
Relative strength against the sector, log excess return	(0.12)	(0.26)	64

Diagnostics

not in the grade

Measure	Value
Piotroski F-score 3 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	fail
No new shares issued	pass
Gross margin improved	fail
Asset turnover improved	fail
Cash, filings, liquidity	
Cash and equivalents	\$231.9M

Operating cash flow, four quarters	\$9.8M
Months of runway	not finite
Days since last periodic filing	53 (10-Q received Aug 17, 2026)
Median daily dollar volume, 63 sessions	\$15.5M

Sources

each row links to the filing index on sec.gov

#	Concept	XBRL tag	Value	Period end	Received	Form	Accession
1	gross profit	us-gaap:GrossProfit	\$174.7M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
2	assets	us-gaap:Assets	\$718.5M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
3	operating income	us-gaap:OperatingIncomeLoss	\$14.1M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraord	\$8.9M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
5	income tax	us-gaap:IncomeTaxExpenseBenefit	\$7.6M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
6	total debt	us-gaap:LongTermDebt	\$112.1M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
7	book equity	us-gaap:StockholdersEquity	\$383.2M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$124.1M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
9	total debt	us-gaap:LongTermDebt	\$114.3M	2024-12-31	2026-02-24	10-K	0001193125-26-067506
10	book equity	us-gaap:StockholdersEquity	\$465.3M	2024-12-31	2026-02-24	10-K	0001193125-26-067506
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$101.5M	2024-12-31	2026-02-24	10-K	0001193125-26-067506
12	net income	us-gaap:NetIncomeLoss	-\$43.3M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$108.0M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
14	assets	us-gaap:Assets	\$796.5M	2024-12-31	2026-02-24	10-K	0001193125-26-067506
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$360.5M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
16	gross profit	us-gaap:GrossProfit	\$240.1M	2024-12-31	2026-02-24	10-K	0001193125-26-067506
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$488.2M	2024-12-31	2026-02-24	10-K	0001193125-26-067506
18	gross profit	us-gaap:GrossProfit	\$178.1M	2023-12-31	2026-02-24	10-K	0001193125-26-067506
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$388.5M	2023-12-31	2026-02-24	10-K	0001193125-26-067506
20	gross profit	us-gaap:GrossProfit	\$315.9M	2022-12-31	2025-02-14	10-K	0000851310-25-000021
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$625.0M	2022-12-31	2025-02-14	10-K	0000851310-25-000021
22	gross profit	us-gaap:GrossProfit	\$259.7M	2021-12-31	2024-02-16	10-K	0000851310-24-000024
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$507.1M	2021-12-31	2024-02-16	10-K	0000851310-24-000024
24	current assets	us-gaap:AssetsCurrent	\$494.4M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
25	current liabilities	us-gaap:LiabilitiesCurrent	\$197.9M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-\$2.1B	2025-12-31	2026-02-24	10-K	0001193125-26-067506
27	liabilities	us-gaap:Liabilities	\$335.2M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
28	depreciation amortization	us-gaap:Depreciation	\$11.1M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
29	operating income	us-gaap:OperatingIncomeLoss	\$30.0M	2023-12-31	2026-02-24	10-K	0001193125-26-067506
30	interest expense	us-gaap:InterestExpense	\$2.7M	2023-12-31	2024-02-16	10-K	0000851310-24-000024
31	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$11.1M	2025-12-31	2026-02-24	10-K	0001193125-26-067506
32	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$61.9M	2024-12-31	2026-02-24	10-K	0001193125-26-067506
33	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$9.2M	2024-12-31	2026-02-24	10-K	0001193125-26-067506
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$7.1M	2023-12-31	2026-02-24	10-K	0001193125-26-067506
35	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$8.5M	2023-12-31	2026-02-24	10-K	0001193125-26-067506
36	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$5.5M	2022-12-31	2025-02-14	10-K	0000851310-25-000021
37	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$9.2M	2022-12-31	2025-02-14	10-K	0000851310-25-000021
38	current assets	us-gaap:AssetsCurrent	\$565.1M	2024-12-31	2026-02-24	10-K	0001193125-26-067506
39	current liabilities	us-gaap:LiabilitiesCurrent	\$192.3M	2024-12-31	2026-02-24	10-K	0001193125-26-067506
40	assets	us-gaap:Assets	\$768.2M	2023-12-31	2025-02-14	10-K	0000851310-25-000021
41	assets	us-gaap:Assets	\$710.0M	2022-12-31	2024-02-16	10-K	0000851310-24-000024
42	shares outstanding	dei:EntityCommonStockSharesOutstanding	110,242,356	2026-02-19	2026-02-24	10-K	0001193125-26-067506
43	shares outstanding	dei:EntityCommonStockSharesOutstanding	117,052,884	2025-02-10	2025-02-14	10-K	0000851310-25-000021