

International Business Machines Corp. (IBM)

NYSE; business equipment; SIC 3570, Computer & office Equipment; CIK 0000051143

International Business Machines Corp.	
IBM; business equipment	
Grade	E A B C D E weakest fifth of 497 graded peers percentile 87.3; sampling error 2.2 points; lower is stronger
Rank	434 of 497
Profitability	C percentile 54.3
Solvency	E percentile 82.9
Growth and financing	C percentile 53.6
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 \$151.9B
Standard universe	inside revenue above \$1M and assets above \$10M
Warnings	none active not computable: distress
Inputs computable	8 of 14
Graded from	filings received through Feb 24, 2026 227 days before the rescans; latest periodic filing 10-Q received Jul 23, 2026
Last close	\$226.58 2026-10-08; market equity \$213.5B
Price used in grade	None



E, the bear

weakest fifth of its sector;
letters are fifths of the 497
graded peers

Share price, twelve months to the rescans

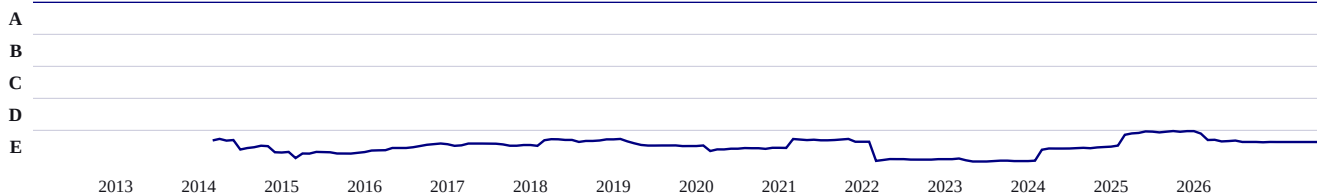
split-adjusted close; the letter is fixed at the rescans that set it



Rescans on file: E from Mar 21, 2014, D/E from Apr 21, 2025, E 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

International Business Machines Corporation (IBM or the company) was incorporated in the State of New York on June 16, 1911, as the Computing-Tabulating-Recording Co. (C-T-R), a consolidation of the Computing Scale Co. of America, the Tabulating Machine Co. and The International Time Recording Co. of New York. Since that time, IBM has focused on the intersection of business insight and technological innovation, and its operations and aims have been international in nature. This was signaled over 100 years ago, in

1924, when C-T-R changed its name to International Business Machines Corporation.

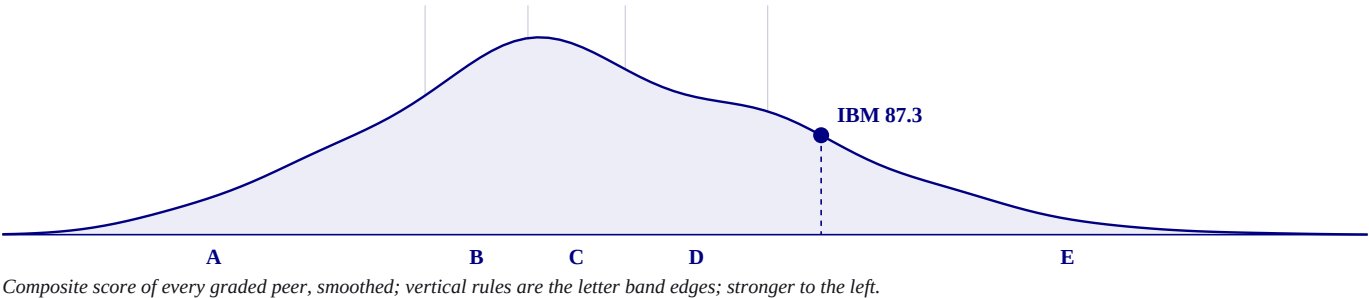
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 54.3						
Gross profitability		25.9%	28.5%	51.5	558	2025-12-31
Return on invested capital		not computable	10.9%			one or more required annual facts are missing
Accruals ratio		(1.8%)	(7.4%)	81.1	621	2025-12-31
Gross margin stability, five years		1.5 pts	2.4 pts	30.4	429	2025-12-31
Solvency, sleeve percentile 82.9						
Twelve-month failure probability		not computable	0.05%			latest liabilities, cash plus short-term investments, book equity, and shares are required one or more required annual facts are missing
Altman Z double-prime		not computable	2.18			one or more required annual facts are missing
Net debt to EBITDA		not computable	1.11x			one or more required annual facts are missing
Interest coverage		not computable	3.77x			one or more required annual facts are missing
Current ratio		0.96x	2.02x	82.9	666	2025-12-31
Growth and financing, sleeve percentile 53.6						
Revenue growth, three-year compound		3.7%	6.4%	56.2	538	2025-12-31
Free cash flow growth, three-year compound		10.0%	17.2%	57.7	268	2025-12-31
Reinvestment rate		not computable	14.3%			one or more required annual facts are missing
Asset growth, three years		6.1%	5.0%	44.1	563	2025-12-31
Net share issuance, one year		1.2%	0.5%	56.4	407	2026-02-10

Among 497 peers

business equipment; letters are fifths of this list



Rank	Company	Percentile	Letter	Warnings
429	My Size, Inc. (MYSZ)	86.3	E	dilution, short runway, late filer
430	Beam Global (BEEM)	86.5	E	dilution, short runway, late filer
431	XTI Aerospace, Inc. (XTIA)	86.7	E	dilution, short runway, late filer, fortress balance sheet
432	Energy Vault Holdings, Inc. (NRGV)	86.9	E	late filer
433	Microvast Holdings, Inc. (MVST)	87.1	E	late filer, fortress balance sheet
434	International Business Machines Corp. (IBM) <	87.3	E	
435	Sabre Corp. (SABR)	87.5	E	
436	AXT Inc. (AXTI)	87.7	E	
437	Birchtech Corp. (BCHT)	87.9	E	
438	SemiLEDs Corp. (LEDS)	88.1	E	fortress balance sheet
439	Fortive Corp. (FTV)	88.3	E	

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	(15.0%)	2.2%	35
Distance from 52-week high	(31.2%)	(30.0%)	48
EBIT to enterprise value	not computable	1.5%	
Free cash flow yield	5.7%	2.7%	71
Book value to price	0.16	0.23	37
Sales to price	0.32	0.30	51
Composite equity issuance, five years	(16.1%)	3.9%	18
Relative strength against the sector, log excess return	(0.44)	(0.26)	35

Diagnostics

not in 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	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	\$7.2B
Operating cash flow, four quarters	\$14.9B
Months of runway	not finite
Days since last periodic filing	78 (10-Q received Jul 23, 2026)
Median daily dollar volume, 63 sessions	\$1.4B

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	\$39.3B	2025-12-31	2026-02-24	10-K	0000051143-26-000010
2	assets	us-gaap:Assets	\$151.9B	2025-12-31	2026-02-24	10-K	0000051143-26-000010
3	net income	us-gaap:NetIncomeLoss	\$10.6B	2025-12-31	2026-02-24	10-K	0000051143-26-000010
4	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$13.2B	2025-12-31	2026-02-24	10-K	0000051143-26-000010
5	assets	us-gaap:Assets	\$137.2B	2024-12-31	2026-02-24	10-K	0000051143-26-000010
6	revenue	us-gaap:Revenues	\$67.5B	2025-12-31	2026-02-24	10-K	0000051143-26-000010
7	gross profit	us-gaap:GrossProfit	\$35.6B	2024-12-31	2026-02-24	10-K	0000051143-26-000010
8	revenue	us-gaap:Revenues	\$62.8B	2024-12-31	2026-02-24	10-K	0000051143-26-000010
9	gross profit	us-gaap:GrossProfit	\$34.3B	2023-12-31	2026-02-24	10-K	0000051143-26-000010
10	revenue	us-gaap:Revenues	\$61.9B	2023-12-31	2026-02-24	10-K	0000051143-26-000010
11	gross profit	us-gaap:GrossProfit	\$32.7B	2022-12-31	2025-02-25	10-K	0000051143-25-000015
12	revenue	us-gaap:Revenues	\$60.5B	2022-12-31	2025-02-25	10-K	0000051143-25-000015
13	gross profit	us-gaap:GrossProfit	\$31.5B	2021-12-31	2024-02-26	10-K	0000051143-24-000012
14	revenue	us-gaap:Revenues	\$57.4B	2021-12-31	2024-02-26	10-K	0000051143-24-000012
15	current assets	us-gaap:AssetsCurrent	\$36.9B	2025-12-31	2026-02-24	10-K	0000051143-26-000010
16	current liabilities	us-gaap:LiabilitiesCurrent	\$38.7B	2025-12-31	2026-02-24	10-K	0000051143-26-000010
17	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$1.1B	2025-12-31	2026-02-24	10-K	0000051143-26-000010
18	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$13.4B	2024-12-31	2026-02-24	10-K	0000051143-26-000010
19	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$1.0B	2024-12-31	2026-02-24	10-K	0000051143-26-000010
20	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$13.9B	2023-12-31	2026-02-24	10-K	0000051143-26-000010
21	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$1.2B	2023-12-31	2026-02-24	10-K	0000051143-26-000010
22	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$10.4B	2022-12-31	2025-02-25	10-K	0000051143-25-000015
23	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$1.3B	2022-12-31	2025-02-25	10-K	0000051143-25-000015
24	assets	us-gaap:Assets	\$135.2B	2023-12-31	2025-02-25	10-K	0000051143-25-000015
25	assets	us-gaap:Assets	\$127.2B	2022-12-31	2024-02-26	10-K	0000051143-24-000012
26	shares outstanding	dei:EntityCommonStockSharesOutstanding	938,034,404	2026-02-10	2026-02-24	10-K	0000051143-26-000010
27	shares outstanding	dei:EntityCommonStockSharesOutstanding	927,264,332	2025-02-10	2025-02-25	10-K	0000051143-25-000015