

# L3Harris Technologies, Inc. (LHX)

NYSE; business equipment; SIC 3812, Search, Detection, Navigation, Guidance, Aeronautical Sys; CIK 0000202058

| L3Harris Technologies, Inc.<br>LHX; business equipment |                                                                                                                         |           |                                                                                                               |  |  |
|--------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------|-----------|---------------------------------------------------------------------------------------------------------------|--|--|
| Grade                                                  | D                                                                                                                       | A B C D E | <div>fifth fourth of 497 graded peers<br/>percentile 75.4; sampling error 2.2 points; lower is stronger</div> |  |  |
| Rank                                                   | 375 of 497                                                                                                              |           |                                                                                                               |  |  |
| Profitability                                          | D                                                                                                                       |           | <div>percentile 67.1</div>                                                                                    |  |  |
| Solvency                                               | D                                                                                                                       |           | <div>percentile 63.2</div>                                                                                    |  |  |
| Growth and financing                                   | C                                                                                                                       |           | <div>percentile 45.8</div>                                                                                    |  |  |
| Reliability                                            | 0.94 AUC <div>filers with over \$2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025</div>                 |           |                                                                                                               |  |  |
| Peer failure rate                                      | 0.52% a year <div>Item 1.03 bankruptcies, same asset band, 2012 to 2025</div>                                           |           |                                                                                                               |  |  |
| Size band                                              | over \$2.67B assets<br>total assets \$41.2B                                                                             |           |                                                                                                               |  |  |
| Standard universe                                      | inside<br>revenue above \$1M and assets above \$10M                                                                     |           |                                                                                                               |  |  |
| Warnings                                               | none active<br><div>not computable: distress</div>                                                                      |           |                                                                                                               |  |  |
| Inputs computable                                      | 9 of 14                                                                                                                 |           |                                                                                                               |  |  |
| Graded from                                            | filings received through Feb 12, 2026<br>239 days before the rescans; latest periodic filing 10-Q received Jul 30, 2026 |           |                                                                                                               |  |  |
| Last close                                             | \$236.84<br>2026-10-08; market equity \$44.1B                                                                           |           |                                                                                                               |  |  |
| Price used in grade                                    | None                                                                                                                    |           |                                                                                                               |  |  |

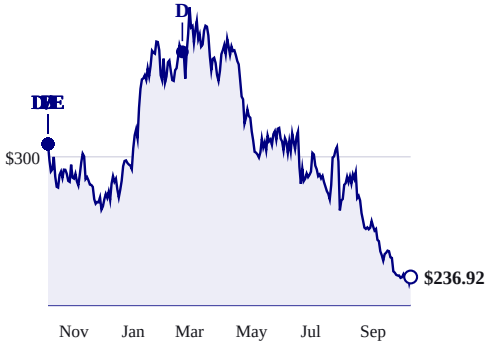


D, the sloth

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

Share price, twelve months to the rescans

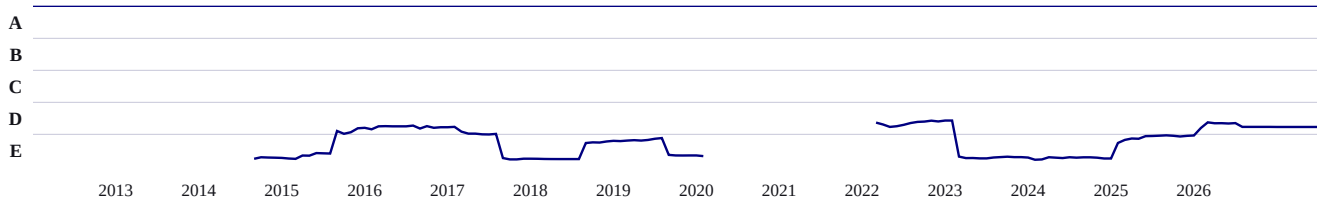
split-adjusted close; the letter is fixed at the rescans that set it



| Date         | Letter |
|--------------|--------|
| Mar 21, 2022 | E      |
| Mar 21, 2023 | D      |
| Jun 21, 2024 | D/E    |

## 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 12, 2026

" of this Report for a description of the sectors in each segment. CS. Our CS segment includes software defined communication products and waveforms for domestic and international customers; broadband communications; integrated vision solutions; and public safety radios, system applications and equipment.

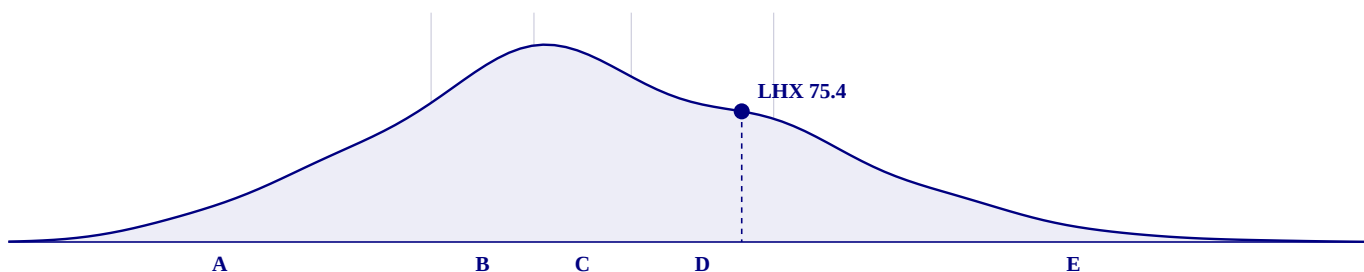
## The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

| Input                                               | Percentile, 0 to 100 | Value          | Peer median | Percentile | Peers | Period end                                                                                 |
|-----------------------------------------------------|----------------------|----------------|-------------|------------|-------|--------------------------------------------------------------------------------------------|
| <b>Profitability, sleeve percentile 67.1</b>        |                      |                |             |            |       |                                                                                            |
| Gross profitability                                 |                      | not computable | 28.5%       |            |       | latest aligned inputs end 2025-01-03; latest annual assets end 2026-01-02                  |
| Return on invested capital                          |                      | 5.9%           | 10.9%       | 62.2       | 136   | 2026-01-02                                                                                 |
| Accruals ratio                                      |                      | (3.6%)         | (7.4%)      | 71.9       | 621   | 2026-01-02                                                                                 |
| Gross margin stability, five years                  |                      | not computable | 2.4 pts     |            |       | latest aligned inputs end 2025-01-03; latest annual assets end 2026-01-02                  |
| <b>Solvency, sleeve percentile 63.2</b>             |                      |                |             |            |       |                                                                                            |
| 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                               |                      | 1.85           | 2.18        | 46.4       | 566   | 2026-01-02                                                                                 |
| Net debt to EBITDA                                  |                      | 2.81x          | 1.11x       | 70.5       | 147   | 2026-01-02                                                                                 |
| Interest coverage                                   |                      | not computable | 3.77x       |            |       | latest aligned inputs end 2018-06-29; latest annual assets end 2026-01-02                  |
| Current ratio                                       |                      | 1.19x          | 2.02x       | 72.6       | 666   | 2026-01-02                                                                                 |
| <b>Growth and financing, sleeve percentile 45.8</b> |                      |                |             |            |       |                                                                                            |
| Revenue growth, three-year compound                 |                      | not computable | 6.4%        |            |       | latest aligned inputs end 2025-01-03; latest annual assets end 2026-01-02                  |
| Free cash flow growth, three-year compound          |                      | 12.1%          | 17.2%       | 55.1       | 268   | 2026-01-02                                                                                 |
| Reinvestment rate                                   |                      | (1.0%)         | 14.3%       | 56.0       | 226   | 2026-01-02                                                                                 |
| Asset growth, three years                           |                      | 7.1%           | 5.0%        | 40.7       | 563   | 2026-01-02                                                                                 |
| Net share issuance, one year                        |                      | (0.8%)         | 0.5%        | 31.5       | 407   | 2026-02-06                                                                                 |

## 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      |
|------|-------------------------------------------|------------|--------|---------------|
| 370  | Bumble Inc. (BMBL)                        | 74.4       | D      |               |
| 371  | Take TWO Interactive Software Inc. (TTWO) | 74.6       | D      |               |
| 372  | Vishay Intertechnology Inc. (VSH)         | 74.8       | D      |               |
| 373  | Bio-Rad Laboratories, Inc. (BIO)          | 75.1       | D      |               |
| 374  | Bio-Rad Laboratories, Inc. (BIO-B)        | 75.1       | D      |               |
| 375  | L3Harris Technologies, Inc. (LHX) <       | 75.4       | D      |               |
| 376  | EverCommerce Inc. (EVCN)                  | 75.6       | D      |               |
| 377  | AmpliTech Group, Inc. (AMPG)              | 75.9       | D      | fortress      |
|      |                                           |            |        | balance sheet |
| 378  | AmpliTech Group, Inc. (AMPGZ)             | 75.9       | D      | fortress      |
|      |                                           |            |        | balance sheet |
| 379  | Coherent Corp. (COHR)                     | 76.2       | D      | dilution      |
| 380  | C3.ai, Inc. (AI)                          | 76.4       | 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    | (12.2%) | 2.2%        | 38         |
| Distance from 52-week high                              | (37.4%) | (30.0%)     | 38         |
| EBIT to enterprise value                                | 4.1%    | 1.5%        | 74         |
| Free cash flow yield                                    | 6.1%    | 2.7%        | 73         |
| Book value to price                                     | 0.45    | 0.23        | 71         |
| Sales to price                                          | 0.48    | 0.30        | 62         |
| Composite equity issuance, five years                   | (20.8%) | 3.9%        | 12         |
| Relative strength against the sector, log excess return | (0.41)  | (0.26)      | 38         |

## Diagnostics

not in the grade

| Measure                                                   | Value                           |
|-----------------------------------------------------------|---------------------------------|
| <b>Piotroski F-score None of 9, period end 2026-01-02</b> |                                 |
| 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                                      | pass                            |
| Gross margin improved                                     | fail                            |
| Asset turnover improved                                   | fail                            |
| <b>Cash, filings, liquidity</b>                           |                                 |
| Cash and equivalents                                      | \$1.5B                          |
| Operating cash flow, four quarters                        | \$3.3B                          |
| Months of runway                                          | not finite                      |
| Days since last periodic filing                           | 71 (10-Q received Jul 30, 2026) |

## Sources

each row links to the filing index on sec.gov

| #  | Concept                   | XBRL tag                                                            | Value       | Period end | Received   | Form | Accession            |
|----|---------------------------|---------------------------------------------------------------------|-------------|------------|------------|------|----------------------|
| 1  | revenue                   | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax         | \$21.3B     | 2025-01-03 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 2  | cost of revenue           | us-gaap:CostOfGoodsAndServicesSold                                  | \$15.8B     | 2025-01-03 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 3  | assets                    | us-gaap:Assets                                                      | \$42.0B     | 2025-01-03 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 4  | operating income          | us-gaap:OperatingIncomeLoss                                         | \$2.1B      | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 5  | pretax income             | us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraord | \$11.9B     | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 6  | income tax                | us-gaap:IncomeTaxExpenseBenefit                                     | \$326.0M    | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 7  | total debt                | us-gaap:LongTermDebtAndCapitalLeaseObligations                      | \$10.4B     | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 8  | book equity               | us-gaap:StockholdersEquity                                          | \$19.6B     | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 9  | cash                      | us-gaap:CashAndCashEquivalentsAtCarryingValue                       | \$1.1B      | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 10 | total debt                | us-gaap:LongTermDebtAndCapitalLeaseObligations                      | \$11.1B     | 2025-01-03 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 11 | book equity               | us-gaap:StockholdersEquity                                          | \$19.5B     | 2025-01-03 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 12 | cash                      | us-gaap:CashAndCashEquivalentsAtCarryingValue                       | \$615.0M    | 2025-01-03 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 13 | net income                | us-gaap:NetIncomeLoss                                               | \$1.6B      | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 14 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                  | \$3.1B      | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 15 | assets                    | us-gaap:Assets                                                      | \$41.2B     | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 16 | revenue                   | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax         | \$19.4B     | 2023-12-29 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 17 | cost of revenue           | us-gaap:CostOfGoodsAndServicesSold                                  | \$14.3B     | 2023-12-29 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 18 | revenue                   | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax         | \$17.1B     | 2022-12-30 | 2025-02-14 | 10-K | 0000202058-25-000023 |
| 19 | cost of revenue           | us-gaap:CostOfGoodsAndServicesSold                                  | \$12.1B     | 2022-12-30 | 2025-02-14 | 10-K | 0000202058-25-000023 |
| 20 | revenue                   | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax         | \$17.8B     | 2021-12-31 | 2024-02-20 | 10-K | 0000202058-24-000029 |
| 21 | cost of revenue           | us-gaap:CostOfGoodsAndServicesSold                                  | \$12.4B     | 2021-12-31 | 2024-02-20 | 10-K | 0000202058-24-000029 |
| 22 | revenue                   | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax         | \$18.2B     | 2021-01-01 | 2023-02-24 | 10-K | 0000202058-23-000014 |
| 23 | cost of revenue           | us-gaap:CostOfGoodsAndServicesSold                                  | \$14.3B     | 2021-01-01 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 24 | current assets            | us-gaap:AssetsCurrent                                               | \$8.6B      | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 25 | current liabilities       | us-gaap:LiabilitiesCurrent                                          | \$7.2B      | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 26 | retained earnings         | us-gaap:RetainedEarningsAccumulatedDeficit                          | \$4.2B      | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 27 | liabilities               | us-gaap:Liabilities                                                 | \$21.6B     | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 28 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization                        | \$1.2B      | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 29 | operating income          | us-gaap:OperatingIncomeLoss                                         | \$1.1B      | 2018-06-29 | 2018-08-27 | 10-K | 0000202058-18-000063 |
| 30 | interest expense          | us-gaap:InterestExpense                                             | \$170.0M    | 2018-06-29 | 2021-03-01 | 10-K | 0000202058-21-000008 |
| 31 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                  | \$424.0M    | 2026-01-02 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 32 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                  | \$2.6B      | 2025-01-03 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 33 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                  | \$408.0M    | 2025-01-03 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 34 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                  | \$2.1B      | 2023-12-29 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 35 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                  | \$449.0M    | 2023-12-29 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 36 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                  | \$2.2B      | 2022-12-30 | 2025-02-14 | 10-K | 0000202058-25-000023 |
| 37 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                  | \$252.0M    | 2022-12-30 | 2025-02-14 | 10-K | 0000202058-25-000023 |
| 38 | current assets            | us-gaap:AssetsCurrent                                               | \$8.2B      | 2025-01-03 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 39 | current liabilities       | us-gaap:LiabilitiesCurrent                                          | \$7.6B      | 2025-01-03 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 40 | assets                    | us-gaap:Assets                                                      | \$41.7B     | 2023-12-29 | 2025-02-14 | 10-K | 0000202058-25-000023 |
| 41 | assets                    | us-gaap:Assets                                                      | \$33.5B     | 2022-12-30 | 2024-02-20 | 10-K | 0000202058-24-000029 |
| 42 | shares outstanding        | dei:EntityCommonStockSharesOutstanding                              | 186,776,263 | 2026-02-06 | 2026-02-12 | 10-K | 0000202058-26-000015 |
| 43 | shares outstanding        | dei:EntityCommonStockSharesOutstanding                              | 188,313,839 | 2025-02-07 | 2025-02-14 | 10-K | 0000202058-25-000023 |