

Parsons Corp. (PSN)

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

Parsons Corp. PSN; business equipment	
Grade	B A B C D E second fifth of 497 graded peers percentile 24.6; sampling error 2.2 points; lower is stronger
Rank	123 of 497
Profitability	C percentile 45.7
Solvency	C percentile 46.3
Growth and financing	B percentile 27.8
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 \$5.8B
Standard universe	inside revenue above \$1M and assets above \$10M
Warnings	none active not computable: distress
Inputs computable	13 of 14
Graded from	filings received through Feb 11, 2026 240 days before the rescans; latest periodic filing 10-Q received Jul 29, 2026
Last close	\$43.00 2026-10-08; market equity \$4.6B
Price used in grade	None



B, the elk
second 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: D/E from Oct 21, 2022, D from Feb 21, 2023, C from Feb 21, 2024

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 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.

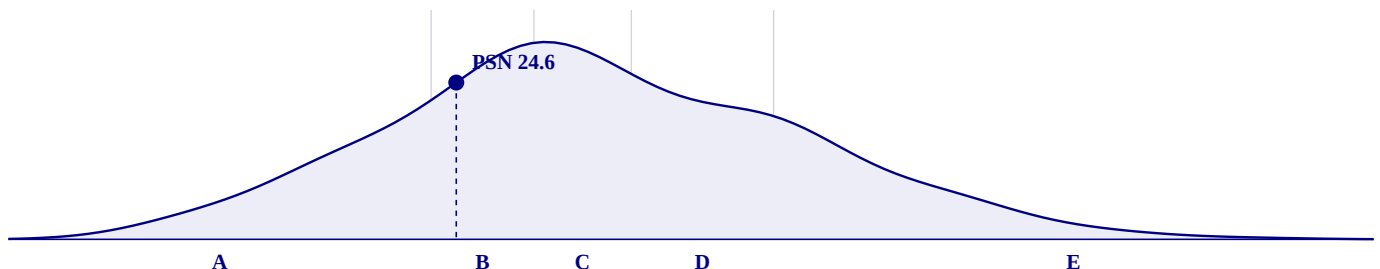
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 45.7						
Gross profitability		24.8%	28.5%	55.8	558	2025-12-31
Return on invested capital		11.0%	10.9%	48.9	136	2025-12-31
Accruals ratio		(4.2%)	(7.4%)	68.7	621	2025-12-31
Gross margin stability, five years		0.8 pts	2.4 pts	9.3	429	2025-12-31
Solvency, sleeve percentile 46.3						
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		3.09	2.18	35.4	566	2025-12-31
Net debt to EBITDA		1.68x	1.11x	59.6	147	2025-12-31
Interest coverage		8.15x	3.77x	34.8	90	2025-12-31
Current ratio		1.75x	2.02x	55.3	666	2025-12-31
Growth and financing, sleeve percentile 27.8						
Revenue growth, three-year compound		14.9%	6.4%	26.8	538	2025-12-31
Free cash flow growth, three-year compound		25.6%	17.2%	39.7	268	2025-12-31
Reinvestment rate		186.9%	14.3%	10.2	226	2025-12-31
Asset growth, three years		11.2%	5.0%	31.9	563	2025-12-31
Net share issuance, one year		(0.9%)	0.5%	30.5	407	2026-02-03

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
118	Allient Inc. (ALNT)	23.6	B	
119	Ambarella Inc. (AMBA)	23.8	B	
120	Innovative Solutions & Support Inc. (IA)	24.0	B	
121	Atlassian Corp. (TEAM)	24.2	B	
122	Elastic N.V. (ESTC)	24.4	B	fortress balance sheet
123	Parsons Corp. (PSN) <	24.6	B	
124	Docusign, Inc. (DOCU)	24.8	B	
125	Turtle Beach Corp. (TBCH)	25.0	B	
126	NVE Corp. (NVEC)	25.2	B	
127	Trade Desk, Inc. (TTD)	25.4	B	

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	(41.3%)	2.2%	17
Distance from 52-week high	(51.8%)	(30.0%)	24
EBIT to enterprise value	7.2%	1.5%	89
Free cash flow yield	8.9%	2.7%	82
Book value to price	0.58	0.23	77
Sales to price	1.38	0.30	82
Composite equity issuance, five years	4.4%	3.9%	51
Relative strength against the sector, log excess return	(0.82)	(0.26)	17

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	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	\$283.9M
Operating cash flow, four quarters	\$486.5M
Months of runway	not finite
Days since last periodic filing	72 (10-Q received Jul 29, 2026)
Median daily dollar volume, 63 sessions	\$51.9M

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	\$6.4B	2025-12-31	2026-02-11	10-K	0001193125-26-045495
2	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	\$4.9B	2025-12-31	2026-02-11	10-K	0001193125-26-045495
3	assets	us-gaap:Assets	\$5.8B	2025-12-31	2026-02-11	10-K	0001193125-26-045495
4	operating income	us-gaap:OperatingIncomeLoss	\$418.1M	2025-12-31	2026-02-11	10-K	0001193125-26-045495
5	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraordinaryItemsNondeductible	\$382.5M	2025-12-31	2026-02-11	10-K	0001193125-26-045495
6	income tax	us-gaap:IncomeTaxExpenseBenefit	\$73.6M	2025-12-31	2026-02-11	10-K	0001193125-26-045495
7	total debt	us-gaap:LongTermDebt	\$1.2B	2025-12-31	2026-02-11	10-K	0001193125-26-045495
8	book equity	us-gaap:StockholdersEquity	\$2.6B	2025-12-31	2026-02-11	10-K	0001193125-26-045495
9	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$466.4M	2025-12-31	2026-02-11	10-K	0001193125-26-045495
10	total debt	us-gaap:LongTermDebt	\$784.1M	2024-12-31	2026-02-11	10-K	0001193125-26-045495
11	book equity	us-gaap:StockholdersEquity	\$2.4B	2024-12-31	2026-02-11	10-K	0001193125-26-045495
12	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$453.5M	2024-12-31	2026-02-11	10-K	0001193125-26-045495
13	net income	us-gaap:NetIncomeLoss	\$241.1M	2025-12-31	2026-02-11	10-K	0001193125-26-045495
14	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$478.4M	2025-12-31	2026-02-11	10-K	0001193125-26-045495
15	assets	us-gaap:Assets	\$5.5B	2024-12-31	2026-02-11	10-K	0001193125-26-045495
16	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$6.8B	2024-12-31	2026-02-11	10-K	0001193125-26-045495
17	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	\$5.3B	2024-12-31	2026-02-11	10-K	0001193125-26-045495
18	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$5.4B	2023-12-31	2026-02-11	10-K	0001193125-26-045495
19	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	\$4.2B	2023-12-31	2026-02-11	10-K	0001193125-26-045495
20	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$4.2B	2022-12-31	2025-02-19	10-K	0000950170-25-022754

21	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	\$3.2B	2022-12-31	2025-02-19	10-K	0000950170-25-022754
22	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$3.7B	2021-12-31	2024-02-14	10-K	0000950170-24-014927
23	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	\$2.8B	2021-12-31	2024-02-14	10-K	0000950170-24-014927
24	current assets	us-gaap:AssetsCurrent	\$2.7B	2025-12-31	2026-02-11	10-K	0001193125-26-045495
25	current liabilities	us-gaap:LiabilitiesCurrent	\$1.5B	2025-12-31	2026-02-11	10-K	0001193125-26-045495
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	\$661.2M	2025-12-31	2026-02-11	10-K	0001193125-26-045495
27	liabilities	us-gaap:Liabilities	\$3.0B	2025-12-31	2026-02-11	10-K	0001193125-26-045495
28	depreciation amortization	us-gaap:Depreciation	\$42.0M	2025-12-31	2026-02-11	10-K	0001193125-26-045495
29	interest expense	us-gaap:InterestExpense	\$51.3M	2025-12-31	2026-02-11	10-K	0001193125-26-045495
30	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	\$68.0M	2025-12-31	2026-02-11	10-K	0001193125-26-045495
31	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$523.6M	2024-12-31	2026-02-11	10-K	0001193125-26-045495
32	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	\$49.2M	2024-12-31	2026-02-11	10-K	0001193125-26-045495
33	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$407.7M	2023-12-31	2026-02-11	10-K	0001193125-26-045495
34	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	\$40.4M	2023-12-31	2026-02-11	10-K	0001193125-26-045495
35	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$237.5M	2022-12-31	2025-02-19	10-K	0000950170-25-022754
36	capital expenditure	us-gaap:PaymentsToAcquireProductiveAssets	\$30.6M	2022-12-31	2025-02-19	10-K	0000950170-25-022754
37	current assets	us-gaap:AssetsCurrent	\$2.5B	2024-12-31	2026-02-11	10-K	0001193125-26-045495
38	current liabilities	us-gaap:LiabilitiesCurrent	\$1.9B	2024-12-31	2026-02-11	10-K	0001193125-26-045495
39	assets	us-gaap:Assets	\$4.8B	2023-12-31	2025-02-19	10-K	0000950170-25-022754
40	assets	us-gaap:Assets	\$4.2B	2022-12-31	2024-02-14	10-K	0000950170-24-014927
41	shares outstanding	dei:EntityCommonStockSharesOutstanding	105,831,019	2026-02-03	2026-02-11	10-K	0001193125-26-045495
42	shares outstanding	dei:EntityCommonStockSharesOutstanding	106,777,126	2025-02-11	2025-02-19	10-K	0000950170-25-022754