

## Qualys, Inc. (QLYS)

Nasdaq; business equipment; SIC 7372, Services-Prepackaged Software; CIK 0001107843

|                                                 |                                                                                                                                                                                                                            |
|-------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>Qualys, Inc.</b><br>QLYS; business equipment |                                                                                                                                                                                                                            |
| <b>Grade</b>                                    | <div><div><div>A/B</div><div><div></div><div></div><div></div><div></div><div></div></div></div><div>on the A/B boundary of 497 graded peers<br/>percentile 19.4; sampling error 2.2 points; lower is stronger</div></div> |
| <b>Rank</b>                                     | 97 of 497                                                                                                                                                                                                                  |
| <b>Profitability</b>                            | B <div><div></div><div></div><div></div><div></div><div></div></div> percentile 30.9                                                                                                                                       |
| <b>Solvency</b>                                 | C <div><div></div><div></div><div></div><div></div><div></div></div> percentile 50.9                                                                                                                                       |
| <b>Growth and financing</b>                     | B <div><div></div><div></div><div></div><div></div><div></div></div> percentile 35.9                                                                                                                                       |
| <b>Reliability</b>                              | 0.91 AUC<br>filers with \$591M to \$2.67B assets; 95% interval 0.88 to 0.94; 160 events, 2020 to 2025                                                                                                                      |
| <b>Peer failure rate</b>                        | 1.01% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025                                                                                                                                                      |
| <b>Size band</b>                                | \$591M to \$2.67B assets<br>total assets \$1.1B                                                                                                                                                                            |
| <b>Standard universe</b>                        | inside<br>revenue above \$1M and assets above \$10M                                                                                                                                                                        |
| <b>Warnings</b>                                 | none active<br>not computable: distress, fortress balance sheet                                                                                                                                                            |
| <b>Inputs computable</b>                        | 10 of 14                                                                                                                                                                                                                   |
| <b>Graded from</b>                              | filings received through Feb 20, 2026<br>231 days before the rescans; latest periodic filing 10-Q received Aug 4, 2026                                                                                                     |
| <b>Last close</b>                               | \$193.71<br>2026-10-08; market equity \$6.7B                                                                                                                                                                               |
| <b>Price used in grade</b>                      | None                                                                                                                                                                                                                       |



**A/B, the bull**  
on the A/B boundary of its sector; letters are fifths of the 497 graded peers

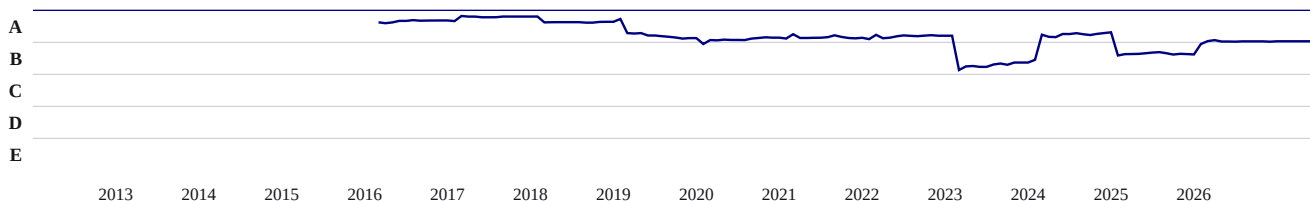
**Share price, twelve months to the rescans**  
*split-adjusted close; the letter is fixed at the rescans that set it*



Rescans on file: B from Mar 21, 2023, A from Mar 21, 2024, B from Feb 21, 2025

### 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 20, 2026

We are a leading provider of a cloud-based platform delivering information technology (IT), security and compliance solutions. Our integrated suite of IT, security and compliance solutions delivered on Qualys' Enterprise TruRisk Platform enables our customers to: 1) identify and manage their internal and external IT and operational technology (OT) assets across on-premises, endpoints, cloud, containers, and mobile environments; 2) collect and analyze large amounts of IT security data; 3) discover and prioritize

vulnerabilities; 4) quantify cyber risk exposure; 5) recommend and implement remediation actions; and 6) verify the implementation of such actions.

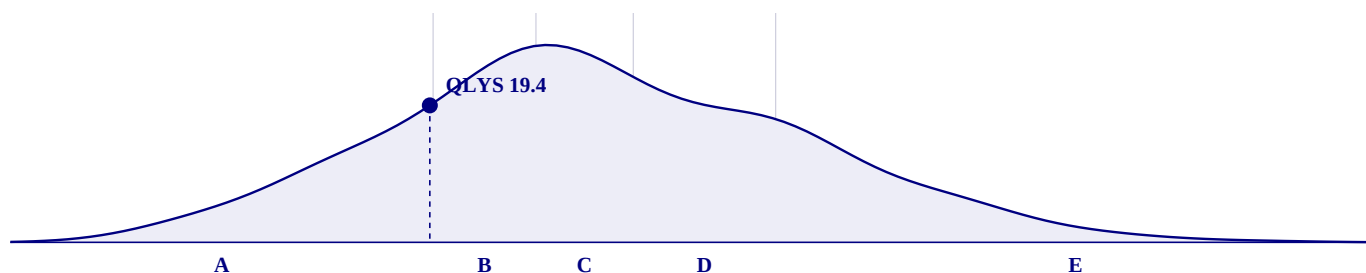
## The fourteen inputs

*lower percentile is stronger; equal-weighted sleeves*

| Input                                               | Percentile, 0 to 100 | Value          | Peer median | Percentile | Peers | Period end                                                                                 |
|-----------------------------------------------------|----------------------|----------------|-------------|------------|-------|--------------------------------------------------------------------------------------------|
| <b>Profitability, sleeve percentile 30.9</b>        |                      |                |             |            |       |                                                                                            |
| Gross profitability                                 |                      | 50.6%          | 28.5%       | 16.0       | 558   | 2025-12-31                                                                                 |
| Return on invested capital                          |                      | not computable | 10.9%       |            |       | one or more required annual facts are missing                                              |
| Accruals ratio                                      |                      | (10.7%)        | (7.4%)      | 39.0       | 621   | 2025-12-31                                                                                 |
| Gross margin stability, five years                  |                      | 1.7 pts        | 2.4 pts     | 37.6       | 429   | 2025-12-31                                                                                 |
| <b>Solvency, sleeve percentile 50.9</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                               |                      | 3.11           | 2.18        | 35.0       | 566   | 2025-12-31                                                                                 |
| Net debt to EBITDA                                  |                      | not computable | 1.11x       |            |       | one or more required annual facts are missing                                              |
| Interest coverage                                   |                      | not computable | 3.77x       |            |       | interest expense must exceed \$100,000                                                     |
| Current ratio                                       |                      | 1.41x          | 2.02x       | 66.8       | 666   | 2025-12-31                                                                                 |
| <b>Growth and financing, sleeve percentile 35.9</b> |                      |                |             |            |       |                                                                                            |
| Revenue growth, three-year compound                 |                      | 11.0%          | 6.4%        | 36.3       | 538   | 2025-12-31                                                                                 |
| Free cash flow growth, three-year compound          |                      | 18.4%          | 17.2%       | 48.3       | 268   | 2025-12-31                                                                                 |
| Reinvestment rate                                   |                      | 13.2%          | 14.3%       | 50.7       | 226   | 2025-12-31                                                                                 |
| Asset growth, three years                           |                      | 16.0%          | 5.0%        | 23.3       | 563   | 2025-12-31                                                                                 |
| Net share issuance, one year                        |                      | (2.2%)         | 0.5%        | 20.7       | 407   | 2026-02-11                                                                                 |

## 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 |
|------|----------------------|------------|--------|----------|
| 92   | Nextpower Inc. (NXT) | 18.3       | A/B    |          |
| 93   | KLA Corp. (KLAC)     | 18.5       | A/B    |          |

|     |                                     |      |                               |
|-----|-------------------------------------|------|-------------------------------|
| 94  | Paycom Software, Inc. (PAYC)        | 18.8 | A/B fortress<br>balance sheet |
| 95  | Verisk Analytics, Inc. (VRSK)       | 19.0 | A/B                           |
| 96  | Cadence Design Systems Inc. (CDNS)  | 19.2 | A/B                           |
| 97  | Qualys, Inc. (QLYS) <               | 19.4 | A/B                           |
| 98  | Grid Dynamics Holdings, Inc. (GDYN) | 19.6 | A/B                           |
| 99  | BlackSky Technology Inc. (BKSJ)     | 19.8 | A/B                           |
| 100 | Pegasystems Inc. (PEGA)             | 20.0 | A/B                           |
| 101 | Advanced Micro Devices Inc. (AMD)   | 20.2 | A/B fortress<br>balance sheet |
| 102 | UiPath, Inc. (PATH)                 | 20.4 | A/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    | 40.7%          | 2.2%        | 76         |
| Distance from 52-week high                              | (3.0%)         | (30.0%)     | 93         |
| EBIT to enterprise value                                | not computable | 1.5%        |            |
| Free cash flow yield                                    | 4.5%           | 2.7%        | 64         |
| Book value to price                                     | 0.08           | 0.23        | 22         |
| Sales to price                                          | 0.10           | 0.30        | 20         |
| Composite equity issuance, five years                   | (12.5%)        | 3.9%        | 23         |
| Relative strength against the sector, log excess return | 0.06           | (0.26)      | 76         |

## Diagnostics

not in the grade

| Measure                                                   | Value                          |
|-----------------------------------------------------------|--------------------------------|
| <b>Piotroski F-score None of 9, period end 2025-12-31</b> |                                |
| 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                           |
| <b>Cash, filings, liquidity</b>                           |                                |
| Cash and equivalents                                      | \$250.3M                       |
| Operating cash flow, four quarters                        | \$320.9M                       |
| Months of runway                                          | not finite                     |
| Days since last periodic filing                           | 66 (10-Q received Aug 4, 2026) |
| Median daily dollar volume, 63 sessions                   | \$109.3M                       |

## 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                                         | \$554.4M | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 2  | assets              | us-gaap:Assets                                              | \$1.1B   | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 3  | net income          | us-gaap:NetIncomeLoss                                       | \$198.3M | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 4  | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities          | \$309.4M | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 5  | assets              | us-gaap:Assets                                              | \$973.5M | 2024-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 6  | revenue             | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax | \$669.1M | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 7  | gross profit        | us-gaap:GrossProfit                                         | \$496.1M | 2024-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 8  | revenue             | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax | \$607.6M | 2024-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 9  | gross profit        | us-gaap:GrossProfit                                         | \$447.0M | 2023-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 10 | revenue             | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax | \$554.5M | 2023-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |

|    |                           |                                                                                             |            |            |            |      |                      |
|----|---------------------------|---------------------------------------------------------------------------------------------|------------|------------|------------|------|----------------------|
| 11 | gross profit              | us-gaap:GrossProfit                                                                         | \$386.9M   | 2022-12-31 | 2025-02-21 | 10-K | 0001107843-25-000009 |
| 12 | revenue                   | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax                                 | \$489.7M   | 2022-12-31 | 2025-02-21 | 10-K | 0001107843-25-000009 |
| 13 | gross profit              | us-gaap:GrossProfit                                                                         | \$321.7M   | 2021-12-31 | 2024-02-22 | 10-K | 0001107843-24-000008 |
| 14 | revenue                   | us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax                                 | \$411.2M   | 2021-12-31 | 2024-02-22 | 10-K | 0001107843-24-000008 |
| 15 | current assets            | us-gaap:AssetsCurrent                                                                       | \$657.6M   | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 16 | current liabilities       | us-gaap:LiabilitiesCurrent                                                                  | \$467.3M   | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 17 | retained earnings         | us-gaap:RetainedEarningsAccumulatedDeficit                                                  | -\$166.7M  | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 18 | operating income          | us-gaap:OperatingIncomeLoss                                                                 | \$222.0M   | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 19 | book equity               | us-gaap:StockholdersEquity                                                                  | \$561.2M   | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 20 | liabilities               | us-gaap:Liabilities                                                                         | \$533.9M   | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 21 | operating income          | us-gaap:OperatingIncomeLoss                                                                 | \$130.5M   | 2022-12-31 | 2025-02-21 | 10-K | 0001107843-25-000009 |
| 22 | interest expense          | us-gaap:InterestExpense                                                                     | \$0        | 2022-12-31 | 2023-02-23 | 10-K | 0001437749-23-004384 |
| 23 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                                          | \$5.0M     | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 24 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                                          | \$244.1M   | 2024-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 25 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                                          | \$12.3M    | 2024-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 26 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                                          | \$244.6M   | 2023-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 27 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                                          | \$8.8M     | 2023-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 28 | operating cash flow       | us-gaap:NetCashProvidedByUsedInOperatingActivities                                          | \$198.9M   | 2022-12-31 | 2025-02-21 | 10-K | 0001107843-25-000009 |
| 29 | capital expenditure       | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment                                          | \$15.4M    | 2022-12-31 | 2025-02-21 | 10-K | 0001107843-25-000009 |
| 30 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization                                                | \$14.5M    | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 31 | pretax income             | us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraordnaryItemsDiscontinuedOps | \$246.8M   | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 32 | income tax                | us-gaap:IncomeTaxExpenseBenefit                                                             | \$48.5M    | 2025-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 33 | current assets            | us-gaap:AssetsCurrent                                                                       | \$585.7M   | 2024-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 34 | current liabilities       | us-gaap:LiabilitiesCurrent                                                                  | \$428.4M   | 2024-12-31 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 35 | assets                    | us-gaap:Assets                                                                              | \$812.6M   | 2023-12-31 | 2025-02-21 | 10-K | 0001107843-25-000009 |
| 36 | assets                    | us-gaap:Assets                                                                              | \$700.9M   | 2022-12-31 | 2024-02-22 | 10-K | 0001107843-24-000008 |
| 37 | shares outstanding        | dei:EntityCommonStockSharesOutstanding                                                      | 35,675,926 | 2026-02-11 | 2026-02-20 | 10-K | 0001107843-26-000008 |
| 38 | shares outstanding        | dei:EntityCommonStockSharesOutstanding                                                      | 36,477,672 | 2025-02-11 | 2025-02-21 | 10-K | 0001107843-25-000009 |