

### Vertiv Holdings Co (NYSE: VRT)

#### ELECTRONIC COMPONENTS, NEC

#### Technology

MARKET VALUE (\$BIL) \$73.75  
SHARES OUTS (MIL): 382  
AVG DAILY VOL (000): 7,460

YIELD: 0.1%  
P/E: 45.1X  
BETA: 2.01X

October 28, 2025

Price:

**\$192.90**

## OVERALL RATING

Vertiv Holdings has a current Value Trend Rating of B (Positive). This rating combines very contradictory signals from two proprietary PTR measures of a stock's attractiveness. Vertiv Holdings has a slightly negative Appreciation Score of 35 but a very high Power Rating of 89, producing the Positive Value Trend Rating. (See [PTR RatingMap™](#) and comments below).

## POSITIVE RATING



### APPRECIATION SCORE (POTENTIAL PRICE CHANGE TO TARGET)

Vertiv Holdings' stock is selling well above targeted value. The current stock price of \$192.90 compares to targeted value 12 months forward of \$143. Vertiv Holdings' moderately low appreciation potential results in an appreciation score of 35 (65% of the universe has greater appreciation potential.)

### POWER RATING (LIKELIHOOD OF FAVORABLE PERFORMANCE)

Vertiv Holdings has a Power Rating of 89. (VRT's very high Power Rating indicates that it has a higher likelihood of achieving favorable investment performance over the near to intermediate term than all but 11% of companies in the universe.) Factors contributing to this very high Power Rating include: the recent trend in VRT's earnings estimates has been extremely favorable; recent price action has been extremely favorable; and the Electronic Components, NEC comparison group is currently in a modestly favorable position.

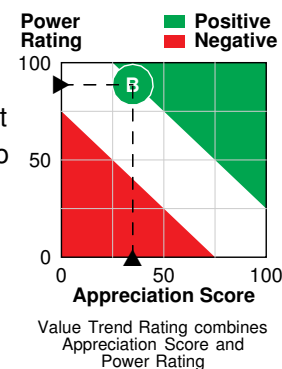
Appreciation Score

**35**

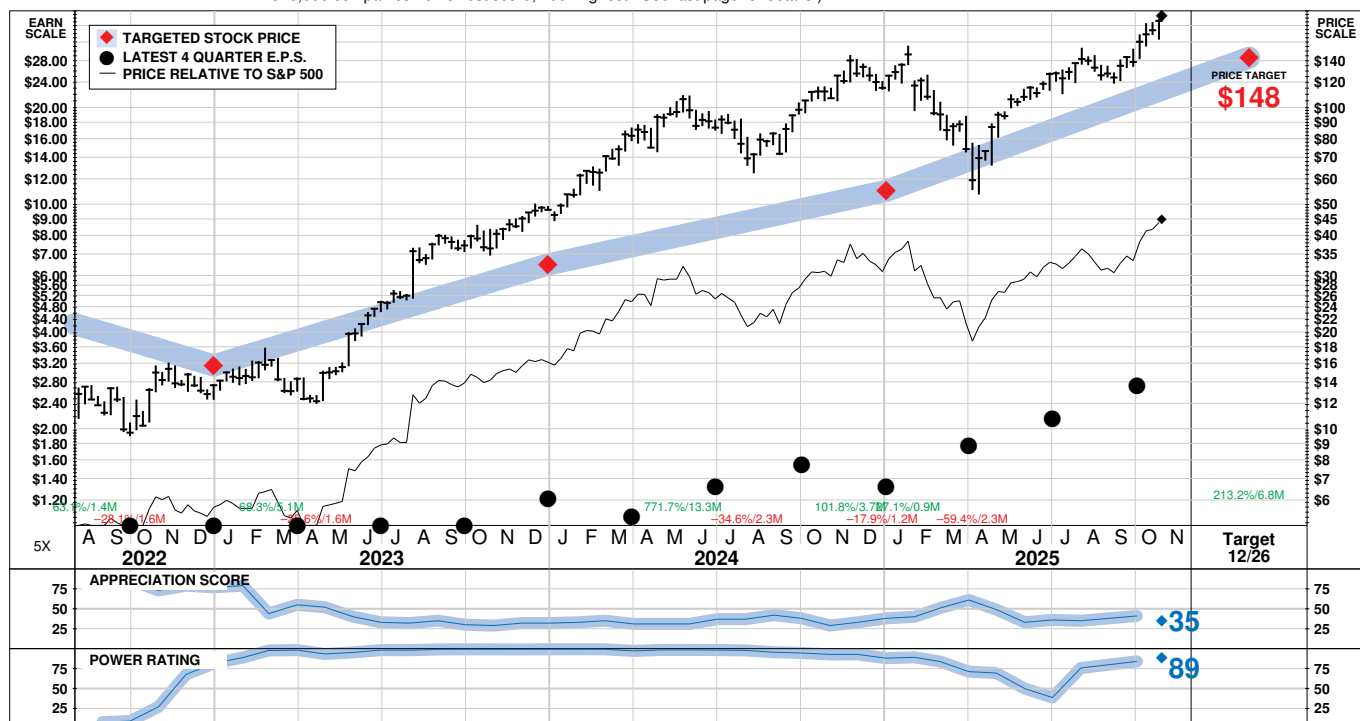
Power Rating

**89**

### PTR RatingMap™



(The Appreciation Score and Power Rating are percentile rankings relative to a universe of 8,000 companies. 0=lowest score; 100=highest. See last page for details.)



# Investment Profile

## BUSINESS DESCRIPTION

Vertiv Holdings Co, together with its subsidiaries, designs, manufactures, and services critical digital infrastructure technologies and life cycle services for data centers, communication networks, and commercial and industrial environments. It offers AC and DC power management products, thermal management products, integrated rack systems, modular solutions, and management systems for monitoring and controlling digital infrastructure that are integral to the technologies used for various services, including e-commerce, online banking, file sharing, video on-demand, energy storage, wireless communications, Internet of Things, and online gaming.

### VERTIV HOLDINGS CO PEER LIST

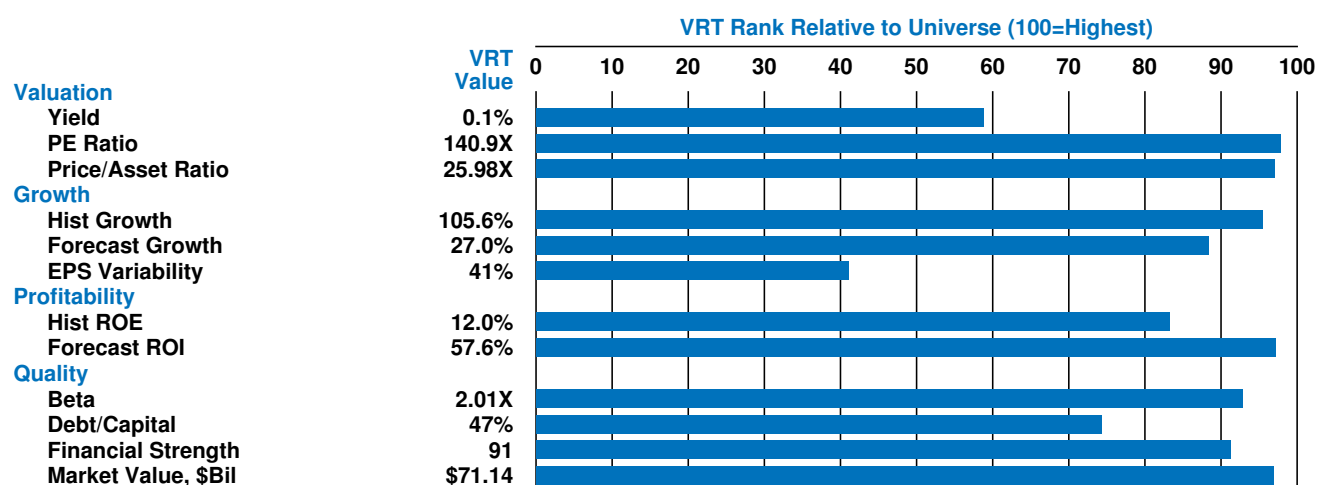
|                                                      |                                            |
|------------------------------------------------------|--------------------------------------------|
| Chipmos Technologies Inc (NASDAQ: IMOS)              | LG Display Co Ltd (NYSE: LPL)              |
| Clearfield Inc (NASDAQ: CLFD)                        | LGL Group Inc (The) (NYSEAMERICAN: LGL)    |
| Corning Inc (NYSE: GLW)                              | M-tron Industries Inc (NYSEAMERICAN: MPTI) |
| Digimarc Corp (NASDAQ: DMRC)                         | Microvision Inc WA (NASDAQ: MVIS)          |
| Digimarc Corp (NYSEARCA: FAS)                        | Stoneridge Inc. (NYSE: SRI)                |
| Espey Manufacturing & Electronic (NYSEAMERICAN: ESP) | Vertiv Holdings Co (NYSE: VRT)             |
| Gauzy Ltd (NASDAQ: GAUZ)                             | Vicor Corp. (NASDAQ: VICR)                 |
| Interlink Electronics (NASDAQ: LINK)                 |                                            |

## SUITABILITY

Vertiv Holdings' "suitability" for an investor's specific investment objectives is reflected in twelve investment variables that together define its investment profile relative to an 6,000 company universe. These variables measure how well Vertiv Holdings aligns with an investor's income orientation, risk tolerance, and need for marketability/liquidity.

VRT's financial strength is exceptional. Financial strength rating is 91.

Relative to the S&P 500 Composite, Vertiv Holdings Co has significant Growth characteristics; its appeal is likely to be to investors heavily oriented toward Capital Gains; the perception is that VRT is normal risk. High stock price volatility is a relative weakness for VRT. VRT's valuation is high: low dividend yield, high P/E ratio, and high price/book ratio. VRT has high market capitalization.

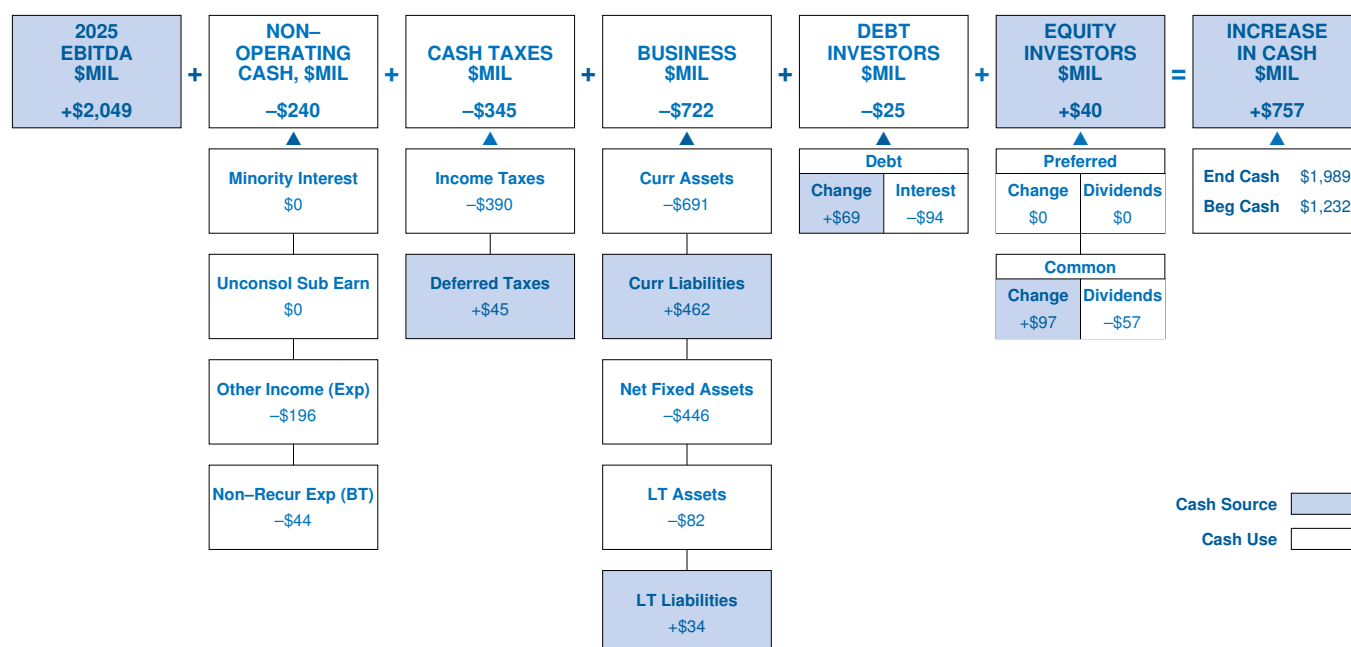


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# Cash Flow Components

## CASH FLOW COMPONENTS

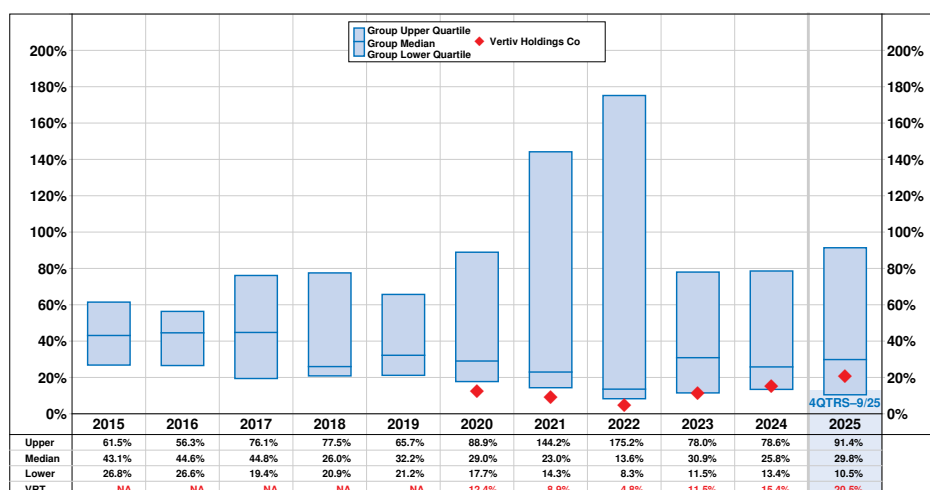
In 2025, Vertiv Holdings generated a very significant increase in cash of +\$757 million (+61%). Sources of cash were much larger than uses. Cash generated from 2025 EBITDA totaled +\$2,049 million. Non-operating uses consumed -\$240 million (-12% of EBITDA). Cash taxes consumed -\$345 million (-17% of EBITDA). Re-investment in the business amounted to -\$722 million (-35% of EBITDA). On a net basis, debt investors withdrew -\$25 million (-1% of EBITDA) while equity investors supplied +\$40 million (+2% of EBITDA).



Cash Flow Distribution traces the impact of operating cash flow (EBITDA) and five key components on Vertiv Holdings' cash balance. Non-Operating Cash includes minority interests, unconsolidated subsidiary earnings, other income and non-recurring income before tax. Cash Taxes are actual cash tax payments. Business includes all investments in net assets. Debt and Equity Investors include all cash distributions to lenders, preferred and common stock holders. Increase In Cash is net change in the cash balance between periods. Cash Sources in blue; Uses in white.

## BENCHMARKS

Vertiv Holdings' Cash, %Revenue has exhibited a minor overall uptrend over the period. This improvement was accompanied by an opposite trend for the Vertiv Holdings Peer Group. (Since 2022 Cash, %Revenue has accelerated.) In most years, Vertiv Holdings was in the lower quartile. Currently, Vertiv Holdings is below median at +21%.



Cash as a percent of revenue is the ratio of cash and equivalents to net revenue. On an annual basis, historical and forecasted cash as a percent of revenue for Vertiv Holdings Peer Group is percented. High end of bar represents group upper quartile value. Lower end represents lower quart value. Middle line represents group median. Vertiv Holdings forecasts are represented by red diamonds.

# Growth Rates

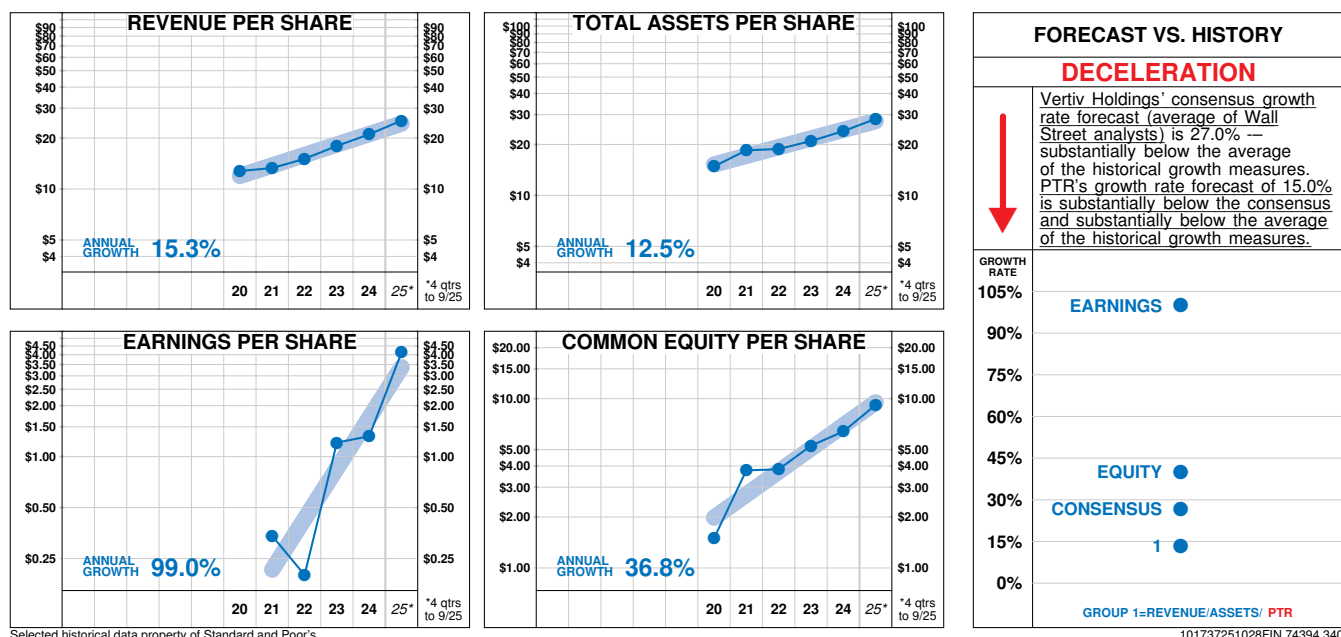
## HISTORICAL GROWTH AND CONSENSUS FORECAST

There are no significant differences between Vertiv Holdings' longer term growth and growth in recent years.

Vertiv Holdings' historical income statement growth has been higher than growth in the balance sheet. Revenue growth has exceeded asset growth; earnings growth has exceeded equity growth.

Annual revenue growth has been 15.3% per year. Total asset growth has been 12.5% per year. Annual E.P.S. growth has been 99.0% per year. Equity growth has been 36.8% per year.

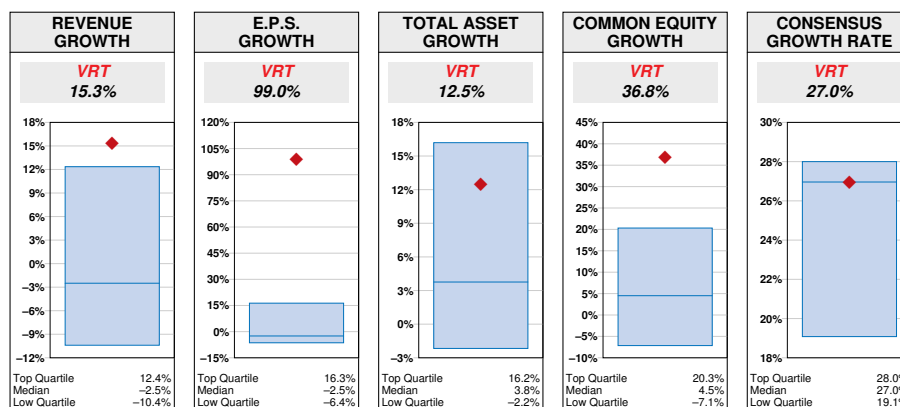
Vertiv Holdings' consensus growth rate forecast (average of Wall Street analysts) is 27.0% — substantially below the average of the historical growth measures.



Longer term growth rates in revenue, net income, total assets, and common equity are derived from a least-squares statistical analysis of Vertiv Holdings' historical performance and are on a per share basis. (Where indicated, a significantly different shorter term trend is also presented.) Note that the consensus growth rate forecast is the average of available Street forecasts.

## BENCHMARKS

Relative to the Vertiv Holdings Peer Group, Vertiv Holdings' historical growth measures are generally top quartile. Revenue growth (15.3%) has been upper quartile. E.P.S. growth (99.0%) has been upper quartile. Equity growth (36.8%) has been upper quartile. Total asset growth (12.5%) has been above median. Consistent with this pattern, consensus growth forecast (27.0%) is also at median.



Growth rates for companies in Vertiv Holdings Peer Group are percentiled and compared to VRT values. High end of bar represents Vertiv Holdings Peer Group upper quartile value. Lower end represents lower quartile value. Middle line represents group median. VRT value is represented by diamond.

# Profitability Measures

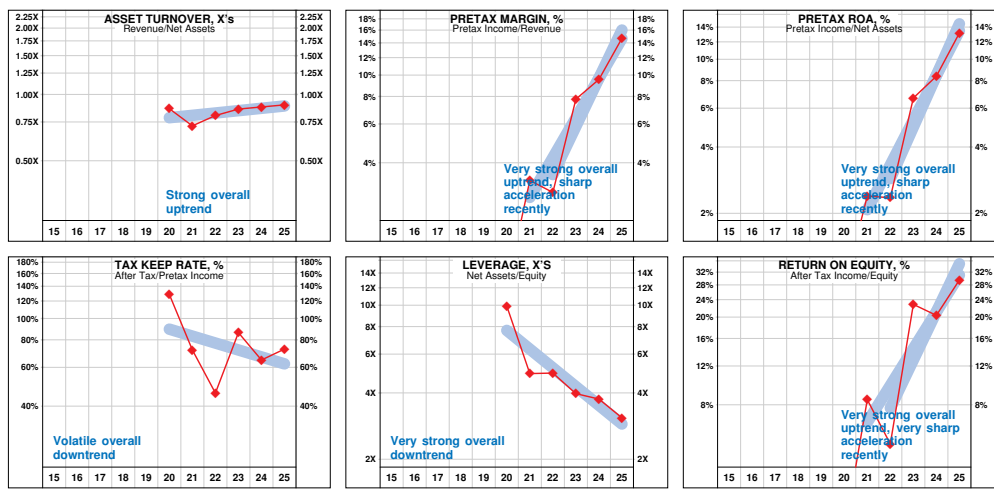
## HISTORICAL PROFITABILITY

Vertiv Holdings' return on equity has improved very significantly since 2021. The current level of 29.5% is 3.49X the low for the period and is at the high. Vertiv Holdings' very strong positive trend in pretax operating return significantly offset by a very strong negative trend in non-operating factors is a significant analytical factor.

The productivity of Vertiv Holdings' assets rose over the full period 2015–2025: asset turnover has enjoyed a strong overall uptrend.

Reinforcing this trend, pretax margin enjoyed a very strong overall uptrend sharply accelerated from the 2022 level.

Non-operating factors (income taxes and financial leverage) had a significant negative influence on return on equity.



Selected historical data property of Standard and Poor's

Asset turnover: the revenue "productivity" of a firm's assets. Pretax profit margin: the profitability of each \$ of sales. Pretax return on assets: profitability before differences in tax liability. Tax "keep" rate: the percentage of pretax income retained after taxes. Leverage (asset/equity ratio): in asset terms rather than the traditional financing focus. Return on equity: ratio of net income to common equity.

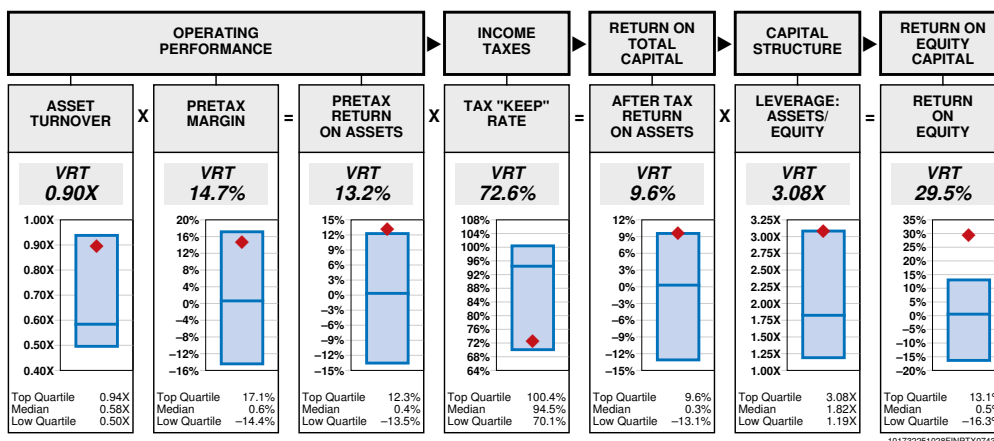
## BENCHMARKS

Vertiv Holdings' return on equity is upper quartile (29.5%) for the four quarters ended September, 2025.

Operating performance (pretax return on assets) is upper quartile (13.2%) reflecting asset turnover that is substantially above median (0.90X) and substantially above median pretax margin (14.7%).

Tax "keep" rate (income tax management) is substantially below median (72.6%) resulting in after tax return on assets that is at the upper quartile.

Financial leverage

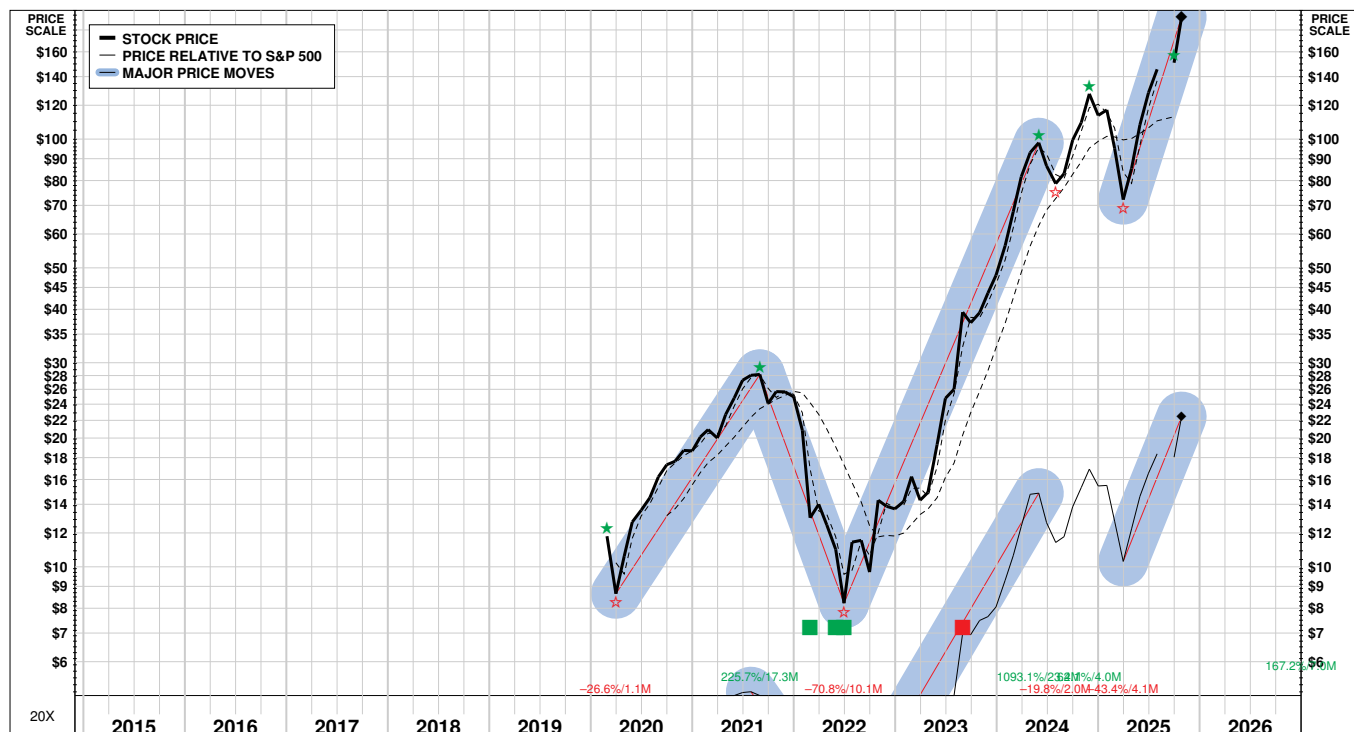


Individual operations variables for Vertiv Holdings Peer Group are percentiled and compared to VRT values. High end of bar represents Vertiv Holdings Peer Group upper quartile value. Lower end represents lower quartile value. Middle line represents group median. VRT value is represented by diamond.

# Price History and Investment Returns

## PRICE HISTORY

Over the full time period, Vertiv Holdings' stock price performance has been exceptional. Between February, 2020 and October, 2025, Vertiv Holdings' stock price rose +1536%; relative to the market, this was a +603% gain. Significant price moves during the period: 1) March, 2025 – October, 2025: +167%; 2) June, 2022 – May, 2024: +1093%; 3) August, 2021 – June, 2022: -71%; and 4) March, 2020 – August, 2021: +226%.

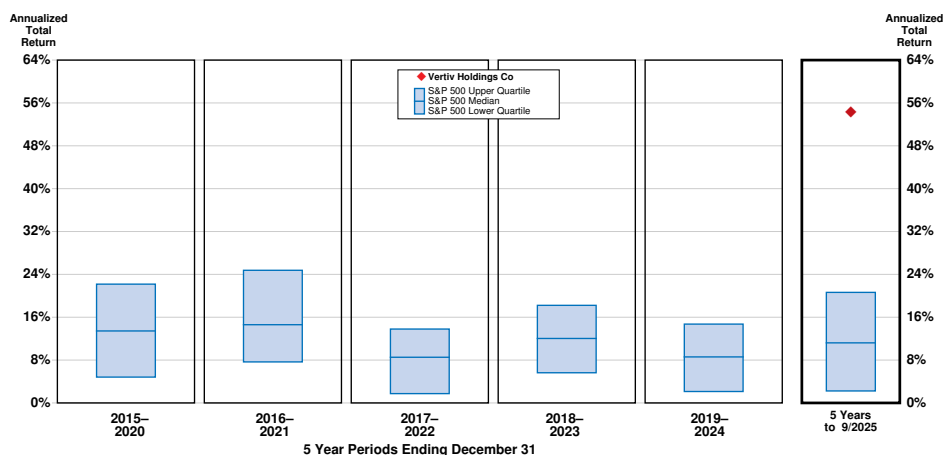


## TOTAL RETURNS

Current annual total return performance of 51.8% is upper quartile relative to the S&P 500 Composite. In addition to being upper quartile relative to S&P 500 Composite, current annual total return performance through September, 2025 of 51.8% is upper quartile relative to Vertiv Holdings Peer Group.

Current 5-year total return performance of 54.3% is upper quartile relative to the S&P 500 Composite.

Through September, 2025, with upper quartile current 5-year total return of 54.3% relative to S&P 500 Composite, Vertiv Holdings' total return performance is upper quartile relative to Vertiv Holdings Peer Group.

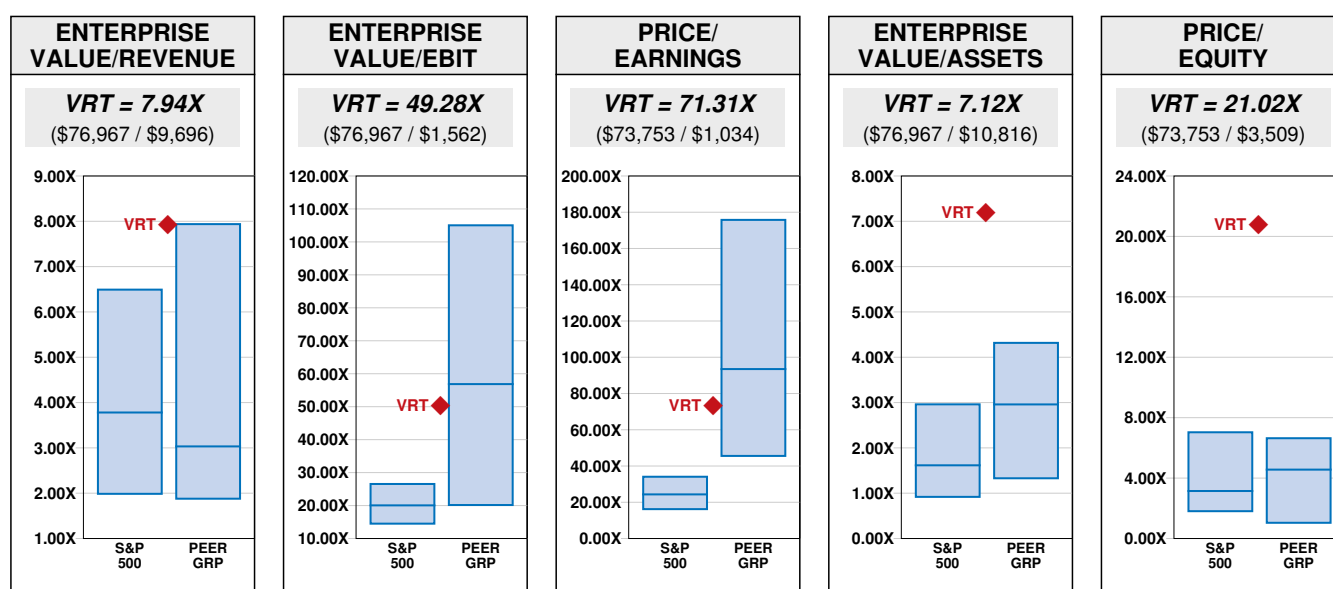


Total returns are annualized and include price appreciation and common dividends accumulated during each period. Vertiv Holdings returns represented by diamond; S&P 500 Composite upper quartile by upper end of bar; lower quartile by lower end; median returns by the line.

# Valuation Benchmarks

Relative to S&P 500 Composite, VRT's overall valuation is exceptionally high. All five factors are upper quartile. The highest factor is the price/equity ratio, followed by the ratio of enterprise value/assets, then by the price/earnings ratio, then by the ratio of enterprise value/earnings before interest and taxes. The lowest factor is the ratio of enterprise value/revenue.

Relative to Vertiv Holdings Peer Group, VRT's overall valuation is high. The highest factor, the price/equity ratio, is upper quartile. Ratio of enterprise value/revenue is at the upper quartile. Ratio of enterprise value/assets is upper quartile. Ratio of enterprise value/earnings before interest and taxes is slightly below median. The lowest factor, the price/earnings ratio, is below median.



Individual valuation measures for each group are percentiled and compared to Vertiv Holdings values. High end of bar represents group upper quartile value. Lower end represents lower quartile value. Middle line represents group median. Vertiv Holdings value is represented by diamond.

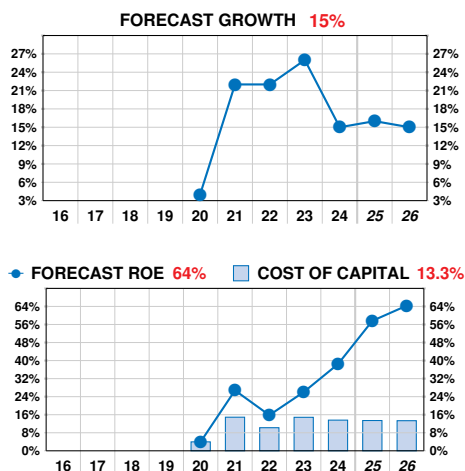
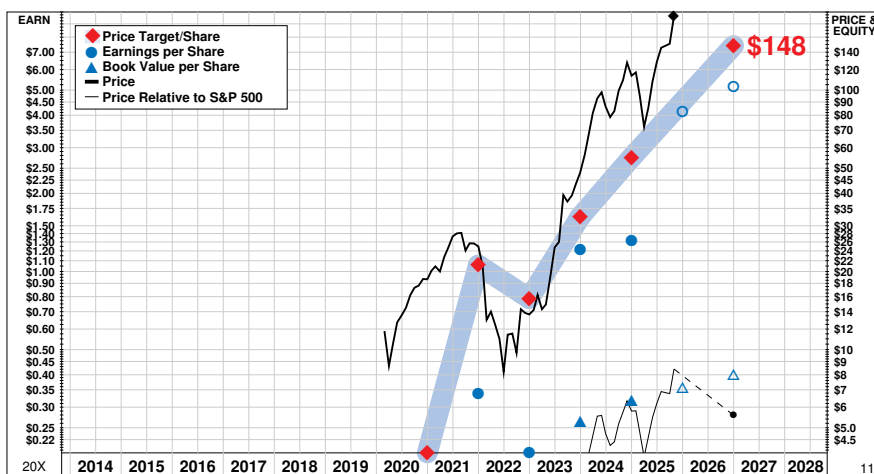
Vertiv Holdings has a major value gap compared to the median valuation. For VRT to achieve median valuation, its current ratio of enterprise value/revenue would have to fall from the current level of 7.94X to 3.03X. If VRT's ratio of enterprise value/revenue were to fall to 3.03X, its stock price would be lower by \$-124 to \$68.

For VRT to fall to lower quartile valuation relative to the Vertiv Holdings Peer Group, its current ratio of enterprise value/revenue would have to fall from the current level of 7.94X to 1.88X. If VRT's ratio of enterprise value/revenue were to fall to 1.88X, its stock price would decline by \$-154 from the current level of \$193.

# Value Targets

VRT's future returns on capital are forecasted to be above the cost of capital. Accordingly, the company is expected to continue to be a major Value Builder. Vertiv Holdings' current Price Target of \$148 represents a –23% change from the current price of \$192.90. Vertiv Holdings' moderately low appreciation potential results in an appreciation score of 35 (65% of the universe has greater appreciation potential.) Notwithstanding this moderately low Appreciation Score of 35, the high Power Rating of 89 results in an Value Trend Rating of B.

Vertiv Holdings' current Price Target is \$148 (+170% from the 2024 Target of \$55 but –23% from the 10/27/25 price of \$192.90). This dramatic rise in the Target is the result of a +39% increase in the equity base and a +94% increase in the price/equity multiple. The forecasted increase in return on equity has a very large positive impact on the price/equity multiple and the forecasted decline in cost of equity has a very slight positive impact as well. The forecasted flat growth has no impact.



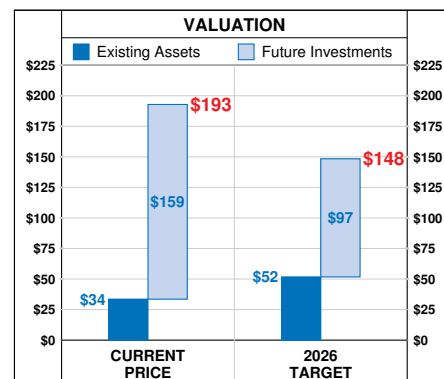
PTR's return on equity forecast is 64.3% — substantially above our recent forecasts. Forecasted return on equity enjoyed a dramatic, variable increase between 2020 and 2024. The current forecast is significantly above the 2020 low of 4%.

PTR's growth forecast is 15.0% — in line with our recent forecasts. Forecasted growth enjoyed a dramatic, erratic increase between 2020 and 2024. The current forecast is significantly below the 2023 peak of 26%.

PTR's cost of equity forecast is 13.3% — in line with recent levels. Forecasted cost of equity suffered a dramatic, erratic increase between 2020 and 2024. The current forecast is well above the 2020 low of 4.0%.

At Vertiv Holdings' current price of \$192.90, investors are placing a positive value of \$159 on its future investments. This view is consistent with the company's most recent performance that reflected a growth rate of 15.0% per year, and a return on equity of 38.4% versus a cost of equity of 13.6%.

PTR's 2026 Price Target of \$148 is based on these forecasts and reflects an estimated value of existing assets of \$52 and a value of future investments of \$97.



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# Rating Methodology

PriceTarget Research's **Value Trend Ratings** — quantitative ratings of relative attraction — for 6,000 stocks are updated weekly. These Value Trend Ratings combine a stock's current appreciation potential as reflected in its **Appreciation Score** and current market dynamics as measured by its **Power Rating**.

Our rating methodology recognizes two realities. First, as fundamentally based and meaningful as the Price Target and resulting Appreciation Score are, the underlying forecasts can be "off the mark" in some cases. Second, as important as technical measures and the Power Rating can be for a company, they can sometimes carry too far, "overshooting" warranted value, and resulting in an unusually speculative investment.

By combining deep fundamentals and market factors, the Appreciation Score acts as a "governor" on the Power Rating during periods of high investor enthusiasm and the Power Rating can signal caution when market attitudes are out of line with forecasts and the Appreciation Score.

In cases where the Power Rating and Appreciation Score don't agree (Cells 2 and 4), the forecasts that support the Price Target and Appreciation Score need to be reviewed for reasonableness:

- Cell 2 stocks may well have forecasts that are too optimistic.
- Forecasts for Cell 4 stocks may be too pessimistic.

| Appreciation Score | Power Rating                     |                                |
|--------------------|----------------------------------|--------------------------------|
|                    | Low                              | High                           |
| High               | <b>2</b><br>Forecasts too High?  | <b>1</b><br>Confirm Attractive |
| Low                | <b>3</b><br>Confirm Unattractive | <b>4</b><br>Forecasts too Low? |

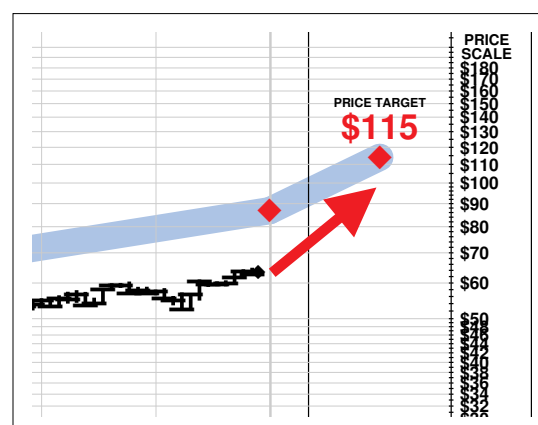
The Value Trend Rating separates stocks selling below warranted value into those with the potential to get "less cheap" sooner (Cell 1) versus those with little likelihood of a significant price move over the near to intermediate term (Cell 2). PTR's proprietary research clearly demonstrates that when a stock's high Appreciation Score is corroborated by a high Power Rating (a Cell 1 company), investment results are superior to results from companies where only the Appreciation Score or Power Rating is high (Cells 2 and 4). Integration of a disciplined stock valuation framework and consideration of current market dynamics yields important performance benefits.

**Value Trend Rating.** PTR's Value Trend Rating is a letter grade derived from the combination of the Appreciation Score and Power Rating. Stocks rated as A (Highest Rating) and B (Positive Rating) — 15% of the universe in each case — generally have high Appreciation Scores and high Power Ratings and are expected to outperform the general market over the following 12–24 months. Those rated F (Lowest Rating) and D (Negative Rating) (15% each) are expected to under perform the general market and generally have lower Appreciation Scores and Power Ratings. Stocks rated C (Neutral Rating and 40% of the universe) are anticipated to perform in line with the general market.

| Rating                    | % of Univ | Anticipated Future Performance |
|---------------------------|-----------|--------------------------------|
| <b>A</b> (Highest Rating) | 15%       | Strongly Outperform            |
| <b>B</b> (Positive)       | 15%       | Outperform                     |
| <b>C</b> (Neutral)        | 40%       | Neutral                        |
| <b>D</b> (Negative)       | 15%       | Underperform                   |
| <b>F</b> (Lowest Rating)  | 15%       | Strongly Underperform          |

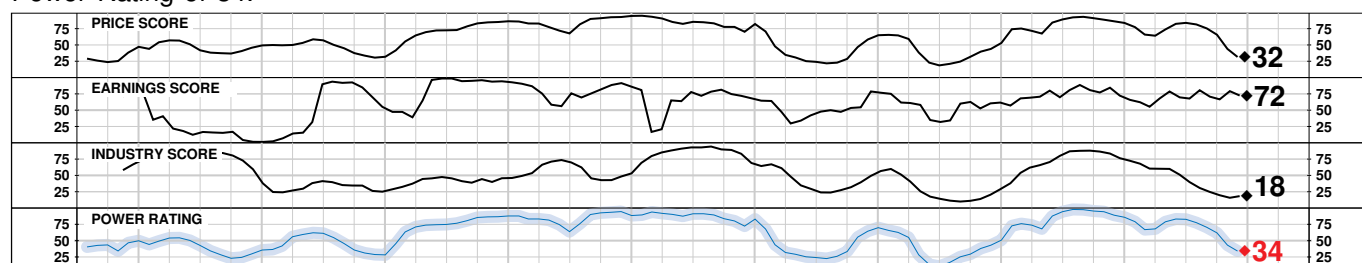
**Appreciation Score.** The Appreciation Score represents the degree to which a stock is attractively priced relative to the universe. Each company's warranted market value — or Price Target — is derived from PTR forecasts of return on equity, long term growth, and cost of capital. The percentage change from the stock's current price to the Price Target is calculated and percentiled relative to the universe (0=the lowest appreciation potential; 100=highest). In the example:

- Price Target is \$115
- Current Price is \$63.50
- Appreciation Potential =  $\$115 / \$63.50 = +81.1\%$
- Resulting Appreciation Score = 84 (%ile rank when compared to the universe)



# Rating Methodology (Continued)

**Power Rating.** The Power Rating measures the "timeliness" of a stock for purchase. Because the Price Target, appreciation potential, and Appreciation Score are forecasts, other information is used to serve either as confirmation of the Price Target or to highlight cases in which the forecasts are not credible. (It includes the stock's price performance, behavior of other companies in the same industry group, and the trend in earnings' expectations. Percentiled relative to a universe of 6,000 companies. 0=the lowest power rating; 100=highest.) In the case below the weak Price and Industry Scores offset the higher Earnings' Score resulting in a mediocre Power Rating of 34.



**Rating Results.** In addition to the regular publication of its stock ratings, PriceTarget Research constantly assesses how well the Value Trend Ratings perform over prior periods. Performance for each rating category and the overall universe is measured over longer historical periods as well as for shorter intermediate periods with the focus on three key aspects of performance. The first is how well the ratings **discriminate** between outperforming and underperforming stocks — i.e., whether high rated stocks outperform the universe and low rated stocks underperform. The second consideration is how **well-ordered** this performance data is. Well-ordered performance occurs when A-rated stocks outperform B-rated stocks that, in turn, outperform C-rated stocks, and so on. Clearly, the most desirable outcome is for performance data to be well-ordered over the full period as well as for each individual year. Finally, **persistence** of ratings is measured. At each month end over the full historical periods, each stock's rating is recorded and the number of subsequent months in which this initial rating was maintained calculated. From this information, the likelihood that a specific rating (A, B, C, D, or F) is sustained over future periods is derived.

While past performance is no guarantee of future results, the evidence continues to indicate that PTR's Overall Rating discriminates well between stocks that outperformed and stocks that underperformed over historical time periods. Moreover, this performance was well-ordered and consistently superior from period to period: in most years, A-rated stocks outperformed Cs and C-rated stocks outperformed Fs. Finally, the Value Trend Rating provided an exploitable, persistent appraisal of relative attractiveness: the average duration of individual ratings exceeded 12 months. (For a PDF report on the Investment Performance of PriceTarget Research's Stock Ratings, please see: <http://pricetargetresearch.com/backtest.jsp> .)

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