FORTINET INC (FTNT-O)
Software & IT Services / Software & IT Services / Software

Last Close	Avg Daily Vol	52-Week High	Trailing PE	Annual Div	ROE	LTG Forecast	1-Mo Return
102.47 (USD)	**6.0M**	**114.82**	**42.2**	**--**	**205.9%**	**16.1%**	**-3.5%**

2025 June 02	Market Cap	52-Week Low	Forward PE	Dividend Yield	Annual Rev	Inst Own	3-Mo Return
NASDAQ Exchange	**77.9B**	**54.57**	**40.7**	**--**	**6.1B**	**71.7%**	**-3.8%**

VERUS OPINION

Hold

The Verus Opinion, provided by Verus Analytics Inc, is an empirically-derived and historically back-tested stock rating system with buy, hold, and sell opinions. To develop a rating, the quantitative system analyzes a company's earnings quality, balance sheet, and income statement, conducts technical and valuation analysis and evaluates the transactions made by the firm's management and directors (i.e. insiders).
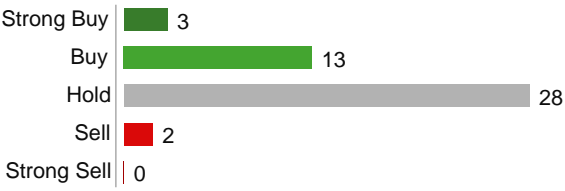
The Verus Opinion covers 4380 companies, with 15.2% rated Buy, 66.8% rated Hold, and 18.0% rated Sell as of 2025-05-30. Verus Analytics Inc is a private independent research firm, unaffiliated with Refinitiv, that specializes in engineering institutional ratings systems.
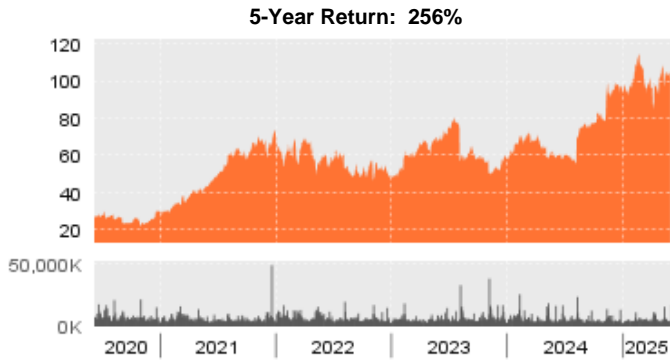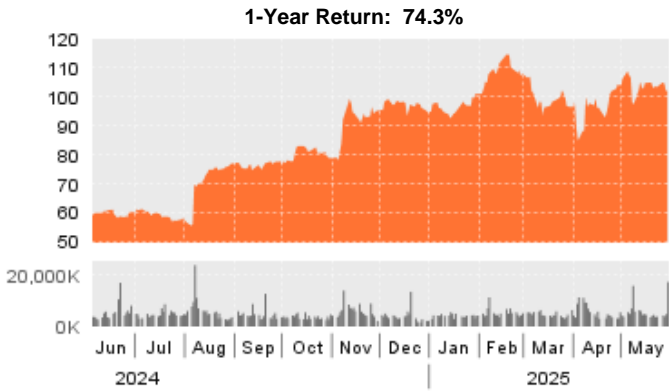
verus analytics™

I/B/E/S MEAN

Hold
46 Analysts

Mean recommendation from all analysts covering the company on a standardized 5-point scale.

Strong Sell	Sell	Hold	Buy	Strong Buy

Strong Buy	3
Buy	13
Hold	28
Sell	2
Strong Sell	0

PRICE AND VOLUME CHARTS

1-Year Return: 74.3%

5-Year Return: 256%

BUSINESS SUMMARY

Fortinet, Inc. is engaged in cybersecurity, driving the convergence of networking and security. The Company's integrated platform, Fortinet Security Fabric, spans secure networking, unified Secure Access Service Edge (SASE) and artificial intelligence (AI)-driven security operations (SecOps). Its products and services include FortiOS, FortiASIC, FortiCloud, FortiAI, FortiEndpoint, and OT Security. The FortiGuard Labs is a cybersecurity threat intelligence and research organization comprised of experienced threat hunters, researchers, analysts, engineers and data scientists who develop and utilize machine learning and AI technologies. FortiGuard and Other Security Services are a suite of AI-powered security capabilities that are integrated as part of the Fortinet Security Fabric to deliver coordinated detection and enforcement across the entire attack surface. FortiCare Technical Support Service is a per-device technical support service. It also operates Fortinet Training Institute.

LSEG DATA & ANALYTICS

PEER ANALYSIS
Currency in USD

Verus Opinion	Ticker	Price 2025-06-02	PRICE MOMENTUM				VALUATION		FUNDAMENTAL		ANALYSTS		
			1-Mo Return	3-Mo Return	1-Yr Return	Market Cap	Trailing PE	Forward PE	Dividend Yield	Net Margin	LTG Forecast	I/B/E/S Mean	# of Analysts
Hold	PANW	194.86	3.8%	6.1%	32.3%	128.3B	111.4	55.1	--	13.9%	14.0%	Buy	55
Hold	FTNT	102.47	-3.5%	-3.8%	74.3%	77.9B	42.2	40.7	--	30.6%	16.1%	Hold	46
Buy	CHKP	229.89	5.7%	4.0%	52.2%	24.8B	30.3	22.7	--	32.7%	8.7%	Buy	40
Sell	CYBR	393.83	10.2%	11.4%	71.3%	19.3B	--	99.9	--	-8.0%	25.4%	Buy	38
Hold	GEN	28.36	9.4%	2.6%	14.3%	17.7B	27.3	11.3	1.8%	16.3%	12.4%	Buy	10
Hold	RBRK	99.74	36.0%	62.5%	224%	11.8B	--	--	--	-130.3%	--	Buy	22
--	SAIL	17.34	-7.3%	-26.4%	--	9.8B	--	--	--	-36.7%	--	Buy	15
Hold	VRNS	49.29	14.6%	18.5%	16.9%	5.3B	--	273.8	--	-15.9%	33.6%	Buy	22
Sell	RDWR	23.83	1.8%	9.8%	22.6%	995M	24.6	22.8	--	4.1%	11.9%	Buy	4
Hold	CGNT	11.10	12.1%	22.7%	47.8%	785M	--	65.3	--	-3.4%	--	Hold	2
Hold	OSPN	15.74	4.6%	-4.1%	20.4%	609M	10.7	11.5	3.1%	24.0%	--	Buy	4
	Average	106.04	7.9%	9.4%	57.6%	27.0B	41.1	67.0	2.4%	-6.6%	17.4%	Buy	23.5

PEER COMPANIES

CGNT	Cognyte Software	PANW	Palo Alto Networks Inc
CHKP	Check Point Software	RBRK	Rubrik Inc
CYBR	Cyberark Software	RDWR	Radware
GEN	Gen Digital Inc	SAIL	SailPoint Inc
OSPN	OneSpan Inc	VRNS	Varonis Systems Inc

EARNINGS HIGHLIGHTS

- On 2025-05-07, the company announced quarterly earnings of 0.58 per share, a positive surprise of 8.8% above the consensus 0.53. Over the past 4 quarters, the company has reported 4 positive, 0 negative, and 0 in-line surprises. The average surprise for this time period has been 23.1%.

- FTNT's current quarter consensus estimate has remained relatively unchanged over the past 90 days at 0.59. Estimates within its industry have moved an average of 0.0% during the same time period.

- During the past four weeks, analysts covering FTNT have made 25 upward and 5 downward EPS estimate revisions for the current quarter.

PRICE TARGET

The chart indicates where analysts predict the stock price will be within the next 12 months, as compared to the current price.
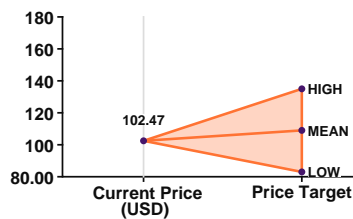

| 12-Month Price Target	
Mean (USD)	109.00
High	135.00
Low	83.00
Target vs. Current	6.4%
# of Analysts	37

EARNINGS PER SHARE
Currency in USD

Earnings per share (EPS) is calculated by dividing a company's earnings by the number of shares outstanding. Analysts tend to interpret a pattern of increasing earnings as a sign of strength and flat or falling earnings as a sign of weakness.

The charts provide a comparison between a company's actual and estimated EPS, including the high and low forecasts.
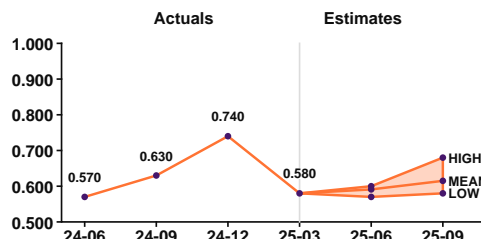
Quarterly	25-06	25-09
Mean	0.591	0.615
High	0.600	0.680
Low	0.570	0.580
# of Analysts	35	36
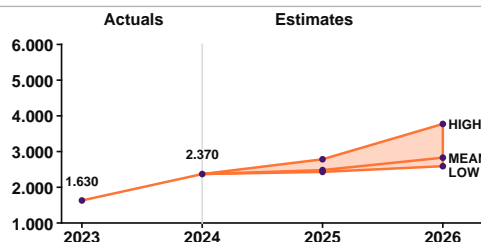
Annual	2025	2026
Mean	2.481	2.829
High	2.784	3.773
Low	2.430	2.590
# of Analysts	37	40

LSEG DATA & ANALYTICS

ANALYST REVISIONS

Last 120 Days	
# Broker Upgrades	1
# Broker Downgrades	3

Last 30 Days	
# Up Revisions	25
# Down Revisions	5
Avg Up Revisions	54.3%
Avg Down Revisions	-10.9%

MEAN ESTIMATE TREND

	Q 25-06	Q 25-09	Y 2025	Y 2026	Price Target
Current	0.591	0.615	2.481	2.829	109.00
30 Days Ago	0.583	0.628	2.468	2.813	113.00
90 Days Ago	0.583	0.630	2.473	2.816	115.00
% Change (90 Days)	1.4%	-2.4%	0.30%	0.50%	-5.2%

Next Expected Report Date: 2025-08-04

EARNINGS SURPRISES

Comparing a company's actual earnings to the mean expectation of analysts results in a difference referred to as a 'positive' or 'negative' surprise. Research has shown that when a company reports a surprise, it is often followed by more of the same surprise type.

Surprise Summary (Last 12 Quarters)

Surprise Type	Amount	Percent
Positive Quarters (> 2%)	12	100.0%
Negative Quarters (< -2%)	0	--
In-Line Quarters (within 2%)	0	--

Surprise Detail (Last 6 Periods)

Surprise Type	Announce Date	Period End Date	Actual EPS	Mean EPS	Surprise (%)
Positive	2025-05-07	2025-03-31	0.580	0.533	8.8%
Positive	2025-02-06	2024-12-31	0.740	0.607	21.9%
Positive	2024-11-07	2024-09-30	0.630	0.516	22.1%
Positive	2024-08-06	2024-06-30	0.570	0.409	39.4%
Positive	2024-05-02	2024-03-31	0.430	0.385	11.7%
Positive	2024-02-06	2023-12-31	0.510	0.432	18.1%

ANNUAL REVENUE

A pattern of increasing sales in conjunction with a rising EPS may influence a buy recommendation, while flat or falling sales and faltering earnings may explain a sell recommendation. A rising EPS with flat or falling sales may result from increased cost efficiency and margins, rather than market expansion. This chart shows the sales forecast trend of all analysts and the highest and lowest projections for the current and next fiscal year.
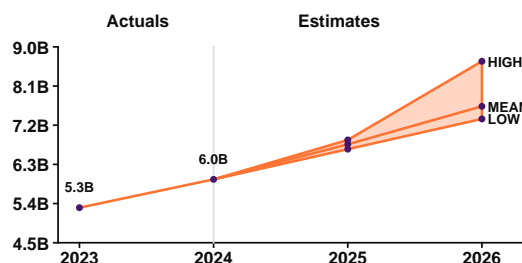
	2025	2026
Mean	6.8B	7.6B
High	6.9B	8.7B
Low	6.7B	7.3B
Forecasted Growth	13.5%	28.2%
# of Analysts	40	40

FUNDAMENTAL HIGHLIGHTS

- The company's gross margin has been higher than its industry average for each of the past five years.

- The company's days sales in inventory has been higher than its industry average for each of the past five years.

- The company's current ratio has been lower than its industry average for each of the past five years.

- Fortinet Inc does not currently pay a dividend. Of 277 firms within the Software industry, it is among the 253 companies without a dividend.

FUNDAMENTAL METRICS

Profitability	FTNT	Industry Avg
Revenue Growth For year over year ending 2025-03	13.8%	10.9%
Gross Margin For latest 12 months ending 2025-03	81.7%	69.8%
Return on Equity For interim period ending 2025-03	205.9%	-0.40%
Net Margin For latest 12 months ending 2025-03	30.6%	-0.10%

Debt	FTNT	Industry Avg
Current Ratio For interim period ending 2025-03	1.4	1.6
Debt-to-Capital For annual period ending 2024-12	40.0%	3.6%
Interest Funding For interim period ending 2025-03	0.9%	1.7%
Interest Coverage For interim period ending 2025-03	107.0	1.9

Dividend	FTNT	Industry Avg
Div. Growth Rate For year over year ending --	--	10.5%
Dividend Payout For latest 12 months ending --	--	25.5%
Dividend Coverage For annual period ending --	--	5.0
Current Div. Yield For latest 12 months ending --	--	0.00%

LSEG DATA & ANALYTICS

RELATIVE VALUATION HIGHLIGHTS

- FTNT is currently valued at a premium to the S&P 500 index based on both Trailing P/E and Forward P/E.

- FTNT's Trailing P/E of 42.2 represents a 30% Discount to its 5-year average of 60.1. If the Trailing P/E returned to historical form, the stock would trade at 146.22.

- FTNT's Forward PEG of 2.5 represents a 7% Discount to its 5-year average of 2.7.

- FTNT's Forward P/E of 40.7 represents a 14% Discount to its 5-year average of 47.1.

TRAILING PE

The most recent week's close price divided by the sum of the four most recently reported quarterly earnings.
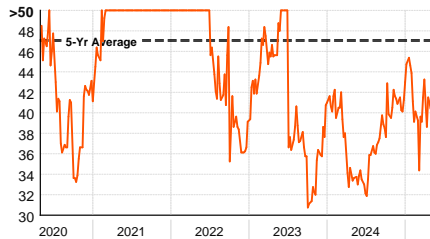
Trailing PE 42.2
5-Year Average: 60.1
S&P 500 Index Average: 8.5
Industry Average: 68.8

FORWARD PE

The most recent week's close price divided by the sum of the four upcoming quarterly consensus estimates.
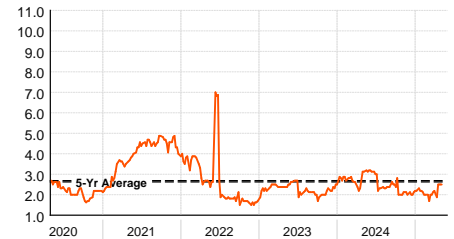
Forward PE 40.7
5-Year Average: 47.1
S&P 500 Index Average: 22.5
Industry Average: 35.2

FORWARD PEG

The Forward P/E divided by the five-year forecasted growth rate.

Forward PEG 2.5
5-Year Average: 2.7
S&P 500 Index Average: 1.9
Industry Average: 1.7

RISK HIGHLIGHTS

- On days when the market is up, FTNT shares tends to outperform the S&P 500 index. However, on days when the market is down, the shares generally decrease by more than the index.

- In both short-term and long-term periods, FTNT has shown high correlation (>= 0.4) with the S&P 500 index. Thus, this stock would provide only low levels of diversification to a portfolio similar to the broader market.

- Over the last 90 days, FTNT shares have been more volatile than the overall market, as the stock's daily price fluctuations have exceeded that of 77% of S&P 500 index firms.

RISK ANALYSIS

Peers	Last 90 Days					Last 60 Months	
	Best Daily Return	Worst Daily Return	# Days Up	# Days Down	Largest Intra-Day Swing	Best Monthly Return	Worst Monthly Return
FTNT	13.4%	-8.8%	35	29	12.7%	33.4%	-22.5%
CHKP	5.4%	-4.2%	37	27	9.0%	19.7%	-15.7%
CYBR	11.1%	-6.8%	31	33	13.1%	40.7%	-20.9%
GEN	8.2%	-8.5%	33	31	9.4%	32.5%	-15.2%
PANW	13.4%	-7.0%	39	25	13.0%	32.9%	-17.9%
S&P 500	**9.5%**	**-6.0%**	**36**	**27**	**9.8%**	**10.8%**	**-9.3%**

RISK METRICS

Magnitude of Returns		Volatility		Beta (1-Year)		Correlation	
Daily Returns (Last 90 Days)		**Standard Deviation**		**Beta vs. S&P 500**	1.06	**Correlation vs. S&P 500**	
Best	13.4%	Last 90 Days	3.13	Positive Days Only	1.21	Last 90 Days	81%
Worst	-8.8%	Last 60 Months	10.59	Negative Days Only	1.33	Last 60 Months	48%
Monthly Returns (Last 60 Months)		**Intra-Day Swing** (Last 90 Days)		**Beta vs. Group**	0.57	**Correlation vs. Group**	
Best	33.4%	Average	3.4%	Positive Days Only	0.41	Last 90 Days	60%
Worst	-22.5%	Largest	12.7%	Negative Days Only	1.05	Last 60 Months	35%

PRICE ANALYSIS

Relative Strength Indicator (scale 1-100, 100 is best)

	FTNT	Industry Avg
Last 10 Days	48	52
Last 50 Days	52	50
Last 200 Days	54	49

SEASONALITY

Average Monthly Return (Last 10 Years)

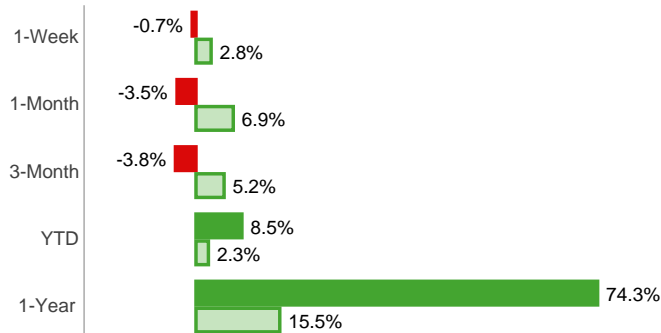|	Jun	Jul	Aug
Company Avg	1.0%	4.9%	2.9%
Industry Avg	2.1%	2.4%	0.62%
Industry Rank	25 of 128	69 of 127	18 of 127

LSEG DATA & ANALYTICS

PRICE PERFORMANCE
Currency in USD

Daily close prices are used to calculate the performance of the stock as compared to a relevant index over five time periods.
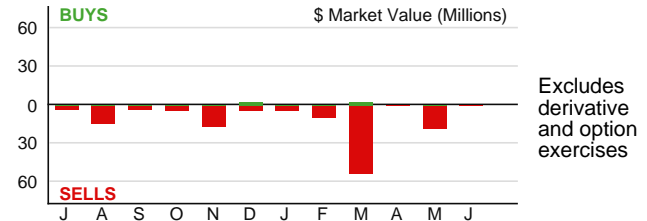
Legend: FTNT, NASDAQ 100

Price performance bar chart:

Period	FTNT	NASDAQ 100
1-Week	-0.7%	2.8%
1-Month	-3.5%	6.9%
3-Month	-3.8%	5.2%
YTD	8.5%	2.3%
1-Year	74.3%	15.5%

	FTNT	**NASDAQ 100**
Close Price (2025-06-02)	102.47	21,490
52-Week High	114.82	22,176
52-Week Low	54.57	17,090

- The Price Momentum Rating for Fortinet Inc is at its 3-year high of 10.
- On 2025-06-02, FTNT closed at 102.47, 10.8% below its 52-week high and 87.8% above its 52-week low.
- FTNT shares are currently trading 2.5% above their 50-day moving average of 99.99, and 9.2% above their 200-day moving average of 93.87.

INSIDER TRADING HIGHLIGHTS

- Since the beginning of the current quarter, sales by Fortinet Inc executives have totaled $17,191,074. This figure exceeds the five-year average Q2 sell total of $11,831,753.

MONTHLY BUYS AND SELLS

BUYS / SELLS — $ Market Value (Millions)

Excludes derivative and option exercises

Months: J A S O N D J F M A M J

MOST RECENT BUYS AND SELLS

Insider buys and sells with the most recent transaction dates during the last 90 days.

Name	Role	Tran Date	Tran Type	Shares	Market Value
Xie, Ken	CEO	2025-05-02	Sale	158,488	16,814,800
Xie, Michael	CT	2025-05-02	Sale	3,546	376,274
Goldman, Kenneth Allen	D	2025-03-12	Sale	2,000	200,000
Xie, Michael	CT	2025-03-11	Sale	326,784	32,079,516
Goldman, Kenneth Allen	D	2025-03-10	Sale	1,000	99,320

TOP INSTITUTIONAL HOLDERS

The top five institutional holders based on the total number of shares held.

Institution	Inst. Type	% O/S	Shares Held	Reported Date
The Vanguard Group Inc	Inv Mgmt	9.3%	71.4M	2025-03-31
Xie (Michael)	Strategic	9.0%	68.8M	2025-05-02
Xie (Kenneth Qing)	Strategic	7.9%	60.2M	2025-03-31
BlackRock Institutional	Inv Mgmt	4.8%	36.6M	2025-03-31
State Street Global	Inv Mgmt	3.7%	28.3M	2025-03-31

Updated daily as of 2025-06-03

TOP EXECUTIVE HOLDERS

The top five insider holders based on the total number of direct holdings. Indirect holdings are excluded.

Insider Name	Role	# Direct Shares	Value	Reported Date
Xie, Ken	CEO	51.4M	5.38B	2025-05-05
Xie, Michael	CT	11.0M	1.15B	2025-05-05
Neukom, William H.	D	0.30M	31.5M	2025-03-31
Sim, Judith	D	0.13M	13.2M	2025-03-31
Whittle, John	CO	71,629	7.49M	2025-05-01

Updated monthly as of 2025-05-18

LSEG DATA & ANALYTICS

REPORT TIPS

The Company in Context Report provides a comprehensive company analysis based on industry-leading market data from LSEG and a proprietary rating from Verus Analytics. The report is updated daily, although some of the data elements and the ratings are updated weekly.

Peer Analysis

- The Refinitiv Business Classification (TRBC) schema is used for industry comparisons. The system includes 10 Economic Sectors, 28 Business Sectors, 54 Industry Groups, and 136 Industries.
- The Peer Analysis section of the report compares the company to its ten closest peers, selected based on similar market capitalization. The peer listing may have fewer than ten companies if there are fewer classified within that industry.

Highlights

The automated text-generation system from LSEG creates highlights summarizing the most noteworthy data. The bullets will vary by company and will change from week to week as different criteria are met.

Earnings
Earnings Per Share

The quarterly and annual earnings per share are presented when available, along with the mean, high and low. Quarterly data is displayed for the past 4 quarters (actual) and the next 2 quarters (estimated). Annual data is displayed for the past 2 years (actual) and the next 2 years (estimated).

Mean Estimate Trend

The mean estimates show how the consensus has changed over the past 30 days and 90 days for the upcoming two quarters and two years. The percentage change is calculated for the company as a means for comparison by measuring the difference between the current consensus estimate and that of 90 days ago.

Earnings Surprises

The surprise summary includes the total number of quarters (and percentage) in the past 12 quarters in which earnings surprises were positive, negative, or in-line. In order to be recognized as a positive or negative surprise, the percent must be greater than 2% above or 2% below the consensus, respectively.

Fundamental
Profitability

- Revenue Growth: (Net Sales - Previous Net Sales) / Previous Net Sales
- Gross Margin: Gross Profit / Net Sales
- Return on Equity: Net Income / Total Equity
- Net Margin: Net Profit / Net Sales

Debt

- Current Ratio: Current Assets / Current Liabilities
- Debt-to-Capital: Total Debt / Total Capital
- Interest Funding: Interest Expense / Operating Cash Flow
- Interest Coverage: (Pre-Tax Income + Interest Expense) / Interest Expense

Dividend

- Dividend Growth Rate: (Dividends per Share - Previous Dividends per Share) / Previous Dividends per Share
- Dividend Funding: Dividends / Operating Cash Flow
- Dividend Coverage: (Pre-Tax Income + Interest Expense) / (Interest Expense + Dividends)
- Dividend Yield: Annual Dividends per Share / Current Market Price per Share

Relative Valuation

A discount occurs when the company's ratio is valued more favorably (lower) than that to which it is compared.

Valuation Averages

Negative values are excluded when calculating the averages. A maximum value of 100 is placed on Trailing P/E and Forward P/E, and a maximum value of 5 is placed on Forward PEG when calculating the averages.

Risk
Magnitude of Returns

The best / worst daily returns in the past 90 days and the best / worst monthly returns in the past 60 months.

Volatility

The standard deviation of the stock price over the last 90 days and last 60 months, along with the average and largest intra-day stock swing.

Beta

Measures the tendency of a security's returns to respond to swings in the market, based on the beta of the company versus the relevant index.

Correlation

Determines how closely the returns of the stock and the relevant index move together, measured over the last 90 days and last 60 months.

Price Momentum
Relative Strength

Measures the speed and change of price movements. A value above 70 may be overbought while a value below 30 may be oversold.

Seasonality

The average monthly return for the current month and next 2 months for the company and industry, over the past 10 years. A lower industry rank indicates a higher return.

Insider Trading
Monthly Buys and Sells

The total market value of open-market buying and selling is displayed by month for easy comparison. Transactions by trusts and corporations are excluded, along with buys greater than $10 million and sales greater than $50 million.

Institutional Holders

The top five institutional holders of the company are listed in descending order, based on their total share holdings. Possible values for the institution type include Brokerage, Funds, Inv Mgmt, or Strategic.

Executive Holders

The top five executive insiders of the company are listed in descending order, based on their total direct common share holdings (options are not considered). Indirect holdings are excluded, as the owner may not actually have investment discretion over these shares. Insiders who have not filed any transactions or holdings over the past two years are excluded, as the individual may no longer be associated with the company. Direct shares held must be greater than 1,000 to be considered.

Insider Roles

AF - Affiliate	IA - Investment Advisor
AI - Affiliate of Advisor	MC - Member of Committee
B - Beneficial Owner	O - Officer
C - Controller	OB - Officer / Beneficial Owner
CB - Chairman	OD - Officer / Director
CEO - Chief Executive Officer	OE - Other Executive
CFO - Chief Financial Officer	OS - Officer of Subsidiary
CI - Chief Investment Officer	OT - Officer / Treasurer
CO - Chief Operating Officer	OX - Divisional Officer
CT - Chief Technology Officer	P - President
D - Director	R - Retired
DO - Director / Beneficial Owner	SH - Shareholder
EVP - Exec Vice President	SVP - Senior Vice President
FO - Former	T - Trustee
GC - General Counsel	UT - Unknown
H - Officer / Director / Owner	VP - Vice President

VERUS ANALYTICS

Verus Analytics, Inc is a private firm specializing in engineering rating systems for institutional clients, wealth managers and self-directed investors. They also provide proprietary ratings of earnings quality, fundamental and valuation elements directly to institutional clients. Verus Analytics (previously Camelback Research Alliance, Inc and the quantitative business unit of Gradient Analytics, Inc) was founded in 1996 by two former tenured professors, Dr. Carr Bettis and Dr. Donn Vickrey. Today the core team consists of financial engineers, business analysts and technology personnel. Verus Analytics does not engage in investment banking services.

DISCLAIMER

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