

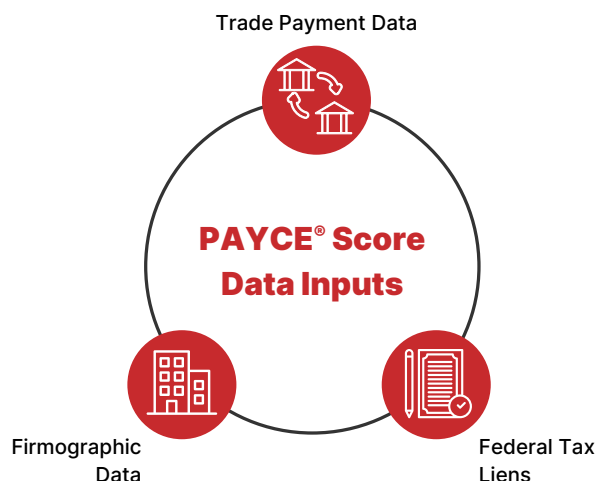
2025 PAYCE® Score Results

Successfully Predicted 15 Major Bankruptcies

From January through December 2025, the PAYCE® Score predicted bankruptcies across North America, including the private companies listed on the next page. These companies were flagged as “high risk” at least three months in advance. Importantly, nearly 50% of the largest company bankruptcies showed prompt or near-prompt trade payment behavior shortly before filing (the cloaking effect). Because of this, traditional trade-only models did not flag them.

Three Data Inputs Maximize Accuracy

The PAYCE® Score is an AI-driven model that draws primarily from our Trade Contributor Program’s \$3 trillion in trade payment data and U.S. federal tax lien data—both strong predictors of financial distress. Private companies often exhibit early signs of financial trouble through payment performance, federal tax liens, and firmographics.



PAYCE® Score Benefits

The PAYCE® Score helps credit and supply chain professionals make more informed decisions by quickly identifying financially distressed companies that warrant closer attention. It estimates the probability that a business will file for bankruptcy within the next twelve months.

This proprietary predictive model, which is updated daily, assesses the bankruptcy risk for North American private companies that lack financial statements. It covers more than 330,000 companies, capturing most U.S. companies with \$5M+ in annual revenue.

2025 Bankruptcy Trends

- Certain PAYCE®-Scored bankruptcies exhibited the cloaking effect, partially due to the expansion of private capital funding.
- Each company listed below carried a PAYCE® Score of 1 or 2 prior to filing.
- Included multiple mega-bankruptcies with liabilities exceeding \$1B.

In addition, several industry-specific trends emerged among private company bankruptcies in 2025 including retail sector pressure from tariffs and reduced consumer spending, healthcare sector risks tied to Medicaid/ACA budget reconciliation, and structural weaknesses within the automotive industry.

2026 Outlook

We expect private-company bankruptcies to remain elevated through 2026. Early risk detection will be critical as economic volatility and the cloaking effect persist.

About Us

We are a leader in predictive risk analysis for credit and supply chain professionals. Our predictive, AI-driven platforms—CreditRiskMonitor® and SupplyChainMonitor™—provide timely alerts that support informed decision making.

Learn more about how we can help you.

2025 PAYCE® Score Results

Business Name	Country	Average PAYCE® Score in Months Prior to Bankruptcy												PAYCE® Score at Filing	Filing Date
		-12	-11	-10	-9	-8	-7	-6	-5	-4	-3-	2-	-1		
American Signature, Inc	U.S.	3	3	3	3	3	3	2	2	3	2	2	2	2	11/22/25
First Brands Group, LLC	U.S.	3	4	3	2	2	2	2	3	3	3	1	1	1	9/28/25
US Magnesium LLC	U.S.	1	1	1	1	1	1	1	1	1	1	1	1	1	9/10/25
Tricolor Auto Group, LLC	U.S.	1	1	1	1	1	1	1	2	2	2	2	2	2	9/10/25
Gladieux Metals Recycling, LLC	U.S.	1	1	1	1	1	1	1	1	1	1	1	1	1	8/17/25
Claire's Stores Inc	U.S.	3	3	2	3	2	2	2	3	3	2	2	2	2	8/6/25
RunItOneTime LLC	U.S.	1	1	1	1	1	1	1	1	1	1	1	1	1	7/14/25
Genesis Healthcare Inc	U.S.	1	1	1	1	1	1	1	1	1	1	1	1	1	7/9/25
At Home Stores LLC	U.S.	2	3	3	3	3	3	2	2	2	2	2	2	2	6/16/25
Harvest Meat Company, Inc.	U.S.	1	1	1	1	1	1	1	1	1	1	1	1	1	5/5/25
Rite Aid Hdqtrs. Corp.	U.S.	1	1	1	1	1	1	1	1	1	1	1	1	1	5/5/25
Ascend Performance Materials Inc.	U.S.	1	1	1	1	1	1	1	1	1	1	1	1	1	4/21/25
F21 OPCO, LLC (Forever 21)	U.S.	1	1	1	1	1	1	1	1	1	1	1	1	1	3/16/25
Landmark Hospital of Cape Girardeau, LLC	U.S.	1	1	1	1	1	1	1	1	1	1	1	1	1	3/9/25
Hudson's Bay Company ULC	Canada	2	2	2	1	1	2	2	2	1	1	2	2	2	3/7/25

PAYCE® SCALE: PROBABILITY OF BANKRUPTCY WITHIN 12 MONTHS



NOTE: The range of total liabilities for all companies listed was between \$9 billion and \$84 billion, according to available court estimates.