# Graco Inc.

**GGG**

NYSE; manufacturing; SIC 3561, Pumps & Pumping Equipment; CIK 0000042888

**A**

**strongest fifth of 255 graded peers in manufacturing**

rank 12 of 255; percentile 4.3; sampling error 3.0 points; lower is stronger

A B C D E

**A, the bull**



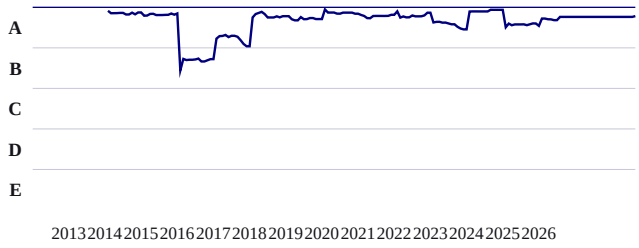
| Scoreboard | |
|---|---|
| **Profitability** | B<br>percentile 25.9 |
| **Solvency** | B<br>percentile 27.6 |
| **Growth and financing** | B/C<br>percentile 38.3 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $3.3B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered<br>not computable: distress, fortress balance sheet |
| **Inputs computable** | 9 of 14 |
| **Graded from** | filings received through Feb 17, 2026<br>248 days before the rescan; latest periodic filing 10-Q received Oct 21, 2026 |
| **Last close** | $69.31<br>2026-10-22; market equity $11.1B; no price enters the letter |

**Share price, twelve months to the rescan**




*Split-adjusted close. Each lollipop is a rescan and carries the letter held then.*

**Letter at every rescan, 2012 to 2026**




*Sector percentile at each rescan, 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 17, 2026*

Graco Inc., together with its subsidiaries ("Graco," "us," "we," or "our Company"), is a multi-national manufacturing company. We supply technology and expertise for the management of fluids and coatings in industrial and commercial applications. We design, manufacture and market systems and equipment used to move, measure, mix, control, dispense and spray fluid and powder materials. Our equipment is used in manufacturing, processing, construction and maintenance industries. Graco is a Minnesota corporation and was incorporated in 1926.

## The fourteen inputs

*lower percentile is stronger; sleeves and inputs within a sleeve carry equal weight*

| Input | Value | Peer median | Percentile, 0 to 100 | Pct | Peers | Period end |
|---|---|---|---|---|---|---|
| **Profitability, sleeve percentile 25.9** | | | | | | |
| Gross profitability | 35.8% | 21.9% | | 14.2 | 275 | 2025-12-26 |
| Return on invested capital | not computable | 9.7% | | | | |

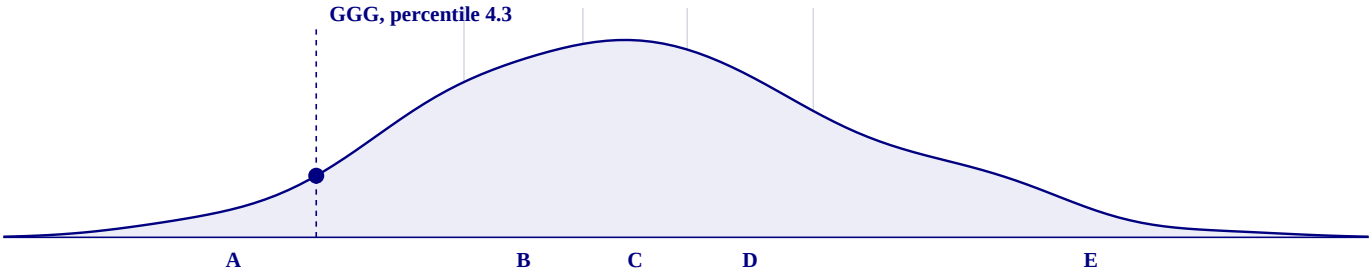
*one or more required annual facts are missing*

Not investment advice. Informational and educational only. Data from SEC EDGAR, may contain errors, is not warranted. The grade ranks reported financial condition and is not a return forecast.

| | | | | | |
|---|---|---|---|---|---|
| Accruals ratio | (5.0%) | (3.5%) | 40.2 | 307 | 2025-12-26 |
| Gross margin stability, five years | 1.4 pts | 2.1 pts | 23.2 | 229 | 2025-12-26 |
| **Solvency, sleeve percentile 27.6** | | | | | |
| Twelve-month failure probability | not computable | 0.04% | | | |
| *liabilities and a nearby cover-page share count are required at 2026-09-25* | | | | | |
| Altman Z double-prime | not computable | 3.66 | | | |
| *one or more required annual facts are missing* | | | | | |
| Net debt to EBITDA | not computable | 1.78x | | | |
| *one or more required annual facts are missing* | | | | | |
| Interest coverage | not computable | 5.09x | | | |
| *latest aligned inputs end 2023-12-29; latest annual assets end 2025-12-26* | | | | | |
| Current ratio | 3.15x | 2.25x | 27.6 | 324 | 2025-12-26 |
| **Growth and financing, sleeve percentile 38.3** | | | | | |
| Revenue growth, three-year compound | 1.4% | 2.2% | 53.7 | 269 | 2025-12-26 |
| Free cash flow growth, three-year compound | 53.5% | 13.7% | 9.4 | 140 | 2025-12-26 |
| Reinvestment rate | (29.3%) | 26.1% | 83.3 | 139 | 2025-12-26 |
| Asset growth, three years | 10.3% | 4.3% | 26.7 | 278 | 2025-12-26 |
| Net share issuance, one year | (2.5%) | 0.01% | 18.3 | 242 | 2026-01-23 |

## Among 255 peers

*manufacturing; 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 |
|---|---|---|---|---|
| 7 | Franklin Electric Co. Inc. (FELE) | 2.4 | A | |
| 8 | ITT Inc. (ITT) | 2.8 | A | fortress balance sheet |
| 9 | Smith Midland Corp. (SMID) | 3.1 | A | late filer |
| 10 | Simpson Manufacturing Co., Inc. (SSD) | 3.5 | A | fortress balance sheet |
| 11 | Alamo Group Inc. (ALG) | 3.9 | A | fortress balance sheet |
| 12 | Graco Inc. (GGG) | 4.3 | A | |
| 13 | ACM Research, Inc. (ACMR) | 4.7 | A | fortress balance sheet |
| 14 | Innovex International, Inc. (INVX) | 5.1 | A | fortress balance sheet |
| 15 | Blue Bird Corp. (BLBD) | 5.5 | A | |
| 16 | Heico Corp. (HEI) | 6.1 | A | |
| 17 | Heico Corp. (HEI-A) | 6.1 | A | |

## What the price implies

*at the 2026-10-22 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | (7.6%) | 13.7% | 27 |
| Distance from 52-week high | (26.9%) | (26.7%) | 49 |
| EBIT to enterprise value | not computable | 4.3% | |
| Free cash flow yield | 5.7% | 3.3% | 76 |
| Book value to price | 0.22 | 0.36 | 27 |

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| | | | |
|---|---|---|---|
| Sales to price | 0.20 | 0.55 | 13 |
| Composite equity issuance, five years | (12.2%) | (9.5%) | 40 |
| Relative strength against the sector, log excess return | (0.21) | (0.00) | 27 |

## Diagnostics

*shown on every report; none enters the grade*

| Measure | Value |
|---|---|
| **Piotroski F-score None of 9, period end 2025-12-26** | |
| 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 | fail |
| No new shares issued | pass |
| Gross margin improved | fail |
| Asset turnover improved | fail |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $139.8M |
| Operating cash flow, four quarters | $659.8M |
| Months of runway | not finite |
| Days since last periodic filing | 2 (10-Q received Oct 21, 2026) |
| Median daily dollar volume, 63 sessions | $119.6M |

## Sources

*every fact behind the inputs; each row links to its filing index on sec.gov*

| # | Concept | XBRL tag | Value | Period end | Received | Form | Accession |
|---|---|---|---|---|---|---|---|
| 1 | gross profit | us-gaap:GrossProfit | $1.2B | 2025-12-26 | 2026-02-17 | 10-K | 26-000081 |
| 2 | assets | us-gaap:Assets | $3.3B | 2025-12-26 | 2026-02-17 | 10-K | 26-000081 |
| 3 | net income | us-gaap:NetIncomeLoss | $521.8M | 2025-12-26 | 2026-02-17 | 10-K | 26-000081 |
| 4 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $683.6M | 2025-12-26 | 2026-02-17 | 10-K | 26-000081 |
| 5 | assets | us-gaap:Assets | $3.1B | 2024-12-27 | 2026-02-17 | 10-K | 26-000081 |
| 6 | revenue | us-gaap:Revenues | $2.2B | 2025-12-26 | 2026-02-17 | 10-K | 26-000081 |
| 7 | gross profit | us-gaap:GrossProfit | $1.1B | 2024-12-27 | 2026-02-17 | 10-K | 26-000081 |
| 8 | revenue | us-gaap:Revenues | $2.1B | 2024-12-27 | 2026-02-17 | 10-K | 26-000081 |
| 9 | gross profit | us-gaap:GrossProfit | $1.2B | 2023-12-29 | 2026-02-17 | 10-K | 26-000081 |
| 10 | revenue | us-gaap:Revenues | $2.2B | 2023-12-29 | 2026-02-17 | 10-K | 26-000081 |
| 11 | gross profit | us-gaap:GrossProfit | $1.1B | 2022-12-30 | 2025-02-18 | 10-K | 25-000011 |
| 12 | revenue | us-gaap:Revenues | $2.1B | 2022-12-30 | 2025-02-18 | 10-K | 25-000011 |
| 13 | gross profit | us-gaap:GrossProfit | $1.0B | 2021-12-31 | 2024-02-20 | 10-K | 24-000010 |
| 14 | revenue | us-gaap:Revenues | $2.0B | 2021-12-31 | 2024-02-20 | 10-K | 24-000010 |
| 15 | operating income | us-gaap:OperatingIncomeLoss | $646.8M | 2023-12-29 | 2026-02-17 | 10-K | 26-000081 |
| 16 | interest expense | us-gaap:InterestExpense | $5.2M | 2023-12-29 | 2024-02-20 | 10-K | 24-000010 |
| 17 | current assets | us-gaap:AssetsCurrent | $1.5B | 2025-12-26 | 2026-02-17 | 10-K | 26-000081 |
| 18 | current liabilities | us-gaap:LiabilitiesCurrent | $467.3M | 2025-12-26 | 2026-02-17 | 10-K | 26-000081 |
| 19 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $45.7M | 2025-12-26 | 2026-02-17 | 10-K | 26-000081 |
| 20 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $621.7M | 2024-12-27 | 2026-02-17 | 10-K | 26-000081 |
| 21 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $106.7M | 2024-12-27 | 2026-02-17 | 10-K | 26-000081 |
| 22 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $651.0M | 2023-12-29 | 2026-02-17 | 10-K | 26-000081 |
| 23 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $184.8M | 2023-12-29 | 2026-02-17 | 10-K | 26-000081 |
| 24 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $377.4M | 2022-12-30 | 2025-02-18 | 10-K | 25-000011 |
| 25 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $201.2M | 2022-12-30 | 2025-02-18 | 10-K | 25-000011 |
| 26 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $107.4M | 2025-12-26 | 2026-02-17 | 10-K | 26-000081 |
| 27 | operating income | us-gaap:OperatingIncomeLoss | $624.8M | 2025-12-26 | 2026-02-17 | 10-K | 26-000081 |

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| | | | | | | | |
|---|---|---|---|---|---|---|---|
| 28 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $641.2M | 2025-12-26 | 2026-02-17 | 10-K | 26-000081 |
| 29 | income tax | us-gaap:IncomeTaxExpenseBenefit | $119.4M | 2025-12-26 | 2026-02-17 | 10-K | 26-000081 |
| 30 | current assets | us-gaap:AssetsCurrent | $1.5B | 2024-12-27 | 2026-02-17 | 10-K | 26-000081 |
| 31 | current liabilities | us-gaap:LiabilitiesCurrent | $405.8M | 2024-12-27 | 2026-02-17 | 10-K | 26-000081 |
| 32 | assets | us-gaap:Assets | $2.7B | 2023-12-29 | 2025-02-18 | 10-K | 25-000011 |
| 33 | assets | us-gaap:Assets | $2.4B | 2022-12-30 | 2024-02-20 | 10-K | 24-000010 |
| 34 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 165,338,302 | 2026-01-23 | 2026-02-17 | 10-K | 26-000081 |
| 35 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 169,493,970 | 2025-01-24 | 2025-02-18 | 10-K | 25-000011 |

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