Adobe Inc.

ADBE

Nasdaq; business equipment; SIC 7372, Services-Prepackaged Software; CIK 0000796343

A

strongest fifth of 496 graded peers in business equipment

rank 40 of 496; percentile 7.9; sampling error 2.2 points; lower is stronger

A B C D E

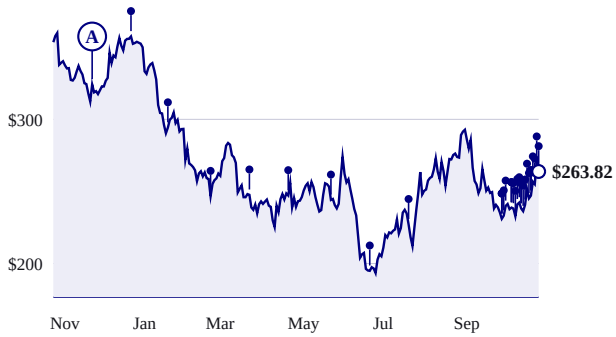
A, the bull



Scoreboard

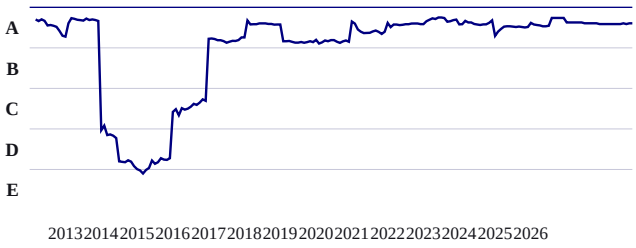
Profitability	A percentile 15.1
Solvency	B percentile 35.6
Growth and financing	C percentile 43.3
Reliability	0.94 AUC filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets total assets $29.5B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	none triggered
Inputs computable	13 of 14
Graded from	filings received through Jan 15, 2026 283 days before the rescan; latest periodic filing 10-Q received Sep 22, 2026
Last close	$263.88 2026-10-23; market equity $102.7B; 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 Jan 15, 2026

Adobe's mission is to empower everyone to create. We build innovative platforms and tools that unleash creativity, productivity and personalized customer experiences. For over four decades, our innovations have transformed how people everywhere engage across all types of media. Adobe's solutions are the foundation of digital experiences, starting with the first creative spark, to the creation and development of all content and media, to the personalized delivery across every channel. Our focus revolves around serving our customer audiences: business professionals, consumers, creators, creative professionals and marketing professionals.

The fourteen inputs

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

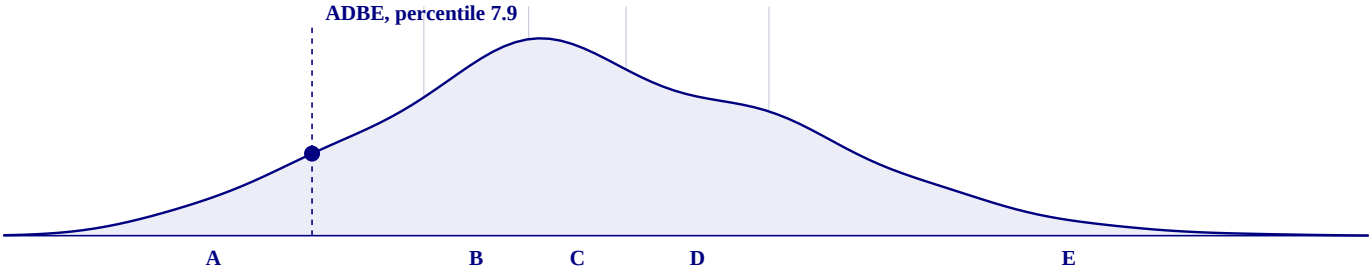
Input	Value	Peer median	Percentile, 0 to 100	Pct	Peers	Period end
Profitability, sleeve percentile 15.1						
Gross profitability	71.9%	28.6%		5.6	557	2025-11-28
Return on invested capital	61.7%	11.2%		6.0	134	2025-11-28
Accruals ratio	(9.7%)	(7.3%)		43.0	620	2025-11-28

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Gross margin stability, five years	0.6 pts	2.3 pts	5.6	426	2025-11-28
Solvency, sleeve percentile 35.6					
Twelve-month failure probability	0.04%	0.05%	30.0	101	2026-08-28
Altman Z double-prime	7.67	2.15	12.2	567	2025-11-28
Net debt to EBITDA	0.08x	1.11x	18.5	147	2025-11-28
Interest coverage	not computable	3.77x			
latest aligned inputs end 2023-12-01; latest annual assets end 2025-11-28					
Current ratio	1.00x	2.01x	81.9	664	2025-11-28
Growth and financing, sleeve percentile 43.3					
Revenue growth, three-year compound	10.5%	6.4%	37.8	536	2025-11-28
Free cash flow growth, three-year compound	10.0%	18.1%	58.2	264	2025-11-28
Reinvestment rate	(19.5%)	14.3%	61.0	224	2025-11-28
Asset growth, three years	2.8%	5.1%	53.4	561	2025-11-28
Net share issuance, one year	(5.7%)	0.5%	6.4	409	2026-01-09

Among 496 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
35	M-tron Industries, Inc. (MPTI)	6.9	A	fortress balance sheet
36	Cloudflare, Inc. (NET)	7.1	A	
37	JFrog Ltd. (FROG)	7.3	A	
38	Napco Security Technologies, Inc. (NSSC)	7.5	A	fortress balance sheet
39	Garmin Ltd. (GRMN)	7.7	A	
40	Adobe Inc. (ADBE)	7.9	A	
41	Commvault Systems Inc. (CVLT)	8.1	A	
42	Netsol Technologies Inc. (NTWK)	8.3	A	fortress balance sheet
43	CrowdStrike Holdings, Inc. (CRWD)	8.5	A	
44	Autodesk, Inc. (ADSK)	8.7	A	
45	MongoDB, Inc. (MDB)	8.9	A	

What the price implies

at the 2026-10-23 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	(17.0%)	2.2%	33
Distance from 52-week high	(26.7%)	(32.8%)	58
EBIT to enterprise value	8.4%	1.6%	92
Free cash flow yield	9.6%	2.9%	87
Book value to price	0.11	0.26	25
Sales to price	0.23	0.32	43
Composite equity issuance, five years	(20.7%)	4.2%	13
Relative strength against the sector, log excess return	(0.47)	(0.26)	33

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Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score 7 of 9, period end 2025-11-28	
Return on assets above zero	pass
Operating cash flow above zero	pass
Return on assets improved	pass
Operating cash flow exceeds net income	pass
Long-term leverage fell	fail
Current ratio improved	fail
No new shares issued	pass
Gross margin improved	pass
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	$4.4B
Operating cash flow, four quarters	$10.8B
Months of runway	not finite
Days since last periodic filing	33 (10-Q received Sep 22, 2026)
Median daily dollar volume, 63 sessions	$1.1B

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	$21.2B	2025-11-28	2026-01-15	10-K	26-000003
2	assets	us-gaap:Assets	$29.5B	2025-11-28	2026-01-15	10-K	26-000003
3	operating income	us-gaap:OperatingIncomeLoss	$8.7B	2025-11-28	2026-01-15	10-K	26-000003
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$8.7B	2025-11-28	2026-01-15	10-K	26-000003
5	income tax	us-gaap:IncomeTaxExpenseBenefit	$1.6B	2025-11-28	2026-01-15	10-K	26-000003
6	total debt	us-gaap:LongTermDebt	$6.2B	2025-11-28	2026-01-15	10-K	26-000003
7	book equity	us-gaap:StockholdersEquity	$11.6B	2025-11-28	2026-01-15	10-K	26-000003
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$5.4B	2025-11-28	2026-01-15	10-K	26-000003
9	total debt	us-gaap:LongTermDebt	$4.1B	2024-11-29	2026-01-15	10-K	26-000003
10	book equity	us-gaap:StockholdersEquity	$14.1B	2024-11-29	2026-01-15	10-K	26-000003
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$7.6B	2024-11-29	2026-01-15	10-K	26-000003
12	net income	us-gaap:NetIncomeLoss	$7.1B	2025-11-28	2026-01-15	10-K	26-000003
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$10.0B	2025-11-28	2026-01-15	10-K	26-000003
14	assets	us-gaap:Assets	$30.2B	2024-11-29	2026-01-15	10-K	26-000003
15	revenue	us-gaap:Revenues	$23.8B	2025-11-28	2026-01-15	10-K	26-000003
16	gross profit	us-gaap:GrossProfit	$19.1B	2024-11-29	2026-01-15	10-K	26-000003
17	revenue	us-gaap:Revenues	$21.5B	2024-11-29	2026-01-15	10-K	26-000003
18	gross profit	us-gaap:GrossProfit	$17.1B	2023-12-01	2026-01-15	10-K	26-000003
19	revenue	us-gaap:Revenues	$19.4B	2023-12-01	2026-01-15	10-K	26-000003
20	gross profit	us-gaap:GrossProfit	$15.4B	2022-12-02	2025-01-13	10-K	25-000004
21	revenue	us-gaap:Revenues	$17.6B	2022-12-02	2025-01-13	10-K	25-000004
22	gross profit	us-gaap:GrossProfit	$13.9B	2021-12-03	2024-01-17	10-K	24-000006
23	revenue	us-gaap:Revenues	$15.8B	2021-12-03	2024-01-17	10-K	24-000006
24	current assets	us-gaap:AssetsCurrent	$10.2B	2025-11-28	2026-01-15	10-K	26-000003
25	current liabilities	us-gaap:LiabilitiesCurrent	$10.2B	2025-11-28	2026-01-15	10-K	26-000003
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	$45.4B	2025-11-28	2026-01-15	10-K	26-000003
27	liabilities	us-gaap:Liabilities	$17.9B	2025-11-28	2026-01-15	10-K	26-000003
28	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$818.0M	2025-11-28	2026-01-15	10-K	26-000003
29	operating income	us-gaap:OperatingIncomeLoss	$6.7B	2023-12-01	2026-01-15	10-K	26-000003
30	interest expense	us-gaap:InterestExpense	$113.0M	2023-12-01	2024-01-17	10-K	24-000006
31	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$179.0M	2025-11-28	2026-01-15	10-K	26-000003

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32	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$8.1B	2024-11-29	2026-01-15	10-K	26-000003
33	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$183.0M	2024-11-29	2026-01-15	10-K	26-000003
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$7.3B	2023-12-01	2026-01-15	10-K	26-000003
35	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$360.0M	2023-12-01	2026-01-15	10-K	26-000003
36	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$7.8B	2022-12-02	2025-01-13	10-K	25-000004
37	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$442.0M	2022-12-02	2025-01-13	10-K	25-000004
38	current assets	us-gaap:AssetsCurrent	$11.2B	2024-11-29	2026-01-15	10-K	26-000003
39	current liabilities	us-gaap:LiabilitiesCurrent	$10.5B	2024-11-29	2026-01-15	10-K	26-000003
40	assets	us-gaap:Assets	$29.8B	2023-12-01	2025-01-13	10-K	25-000004
41	assets	us-gaap:Assets	$27.2B	2022-12-02	2024-01-17	10-K	24-000006
42	shares outstanding	dei:EntityCommonStockSharesOutstanding	410,500,000	2026-01-09	2026-01-15	10-K	26-000003
43	shares outstanding	dei:EntityCommonStockSharesOutstanding	435,300,000	2025-01-03	2025-01-13	10-K	25-000004

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