Sprouts Farmers Market, Inc.

SFM

Nasdaq; shops; SIC 5411, Retail-Grocery Stores; CIK 0001575515

A/B

on the A/B boundary of 255 graded peers in shops

rank 58 of 255; percentile 22.4; sampling error 3.0 points; lower is stronger

A B C D E

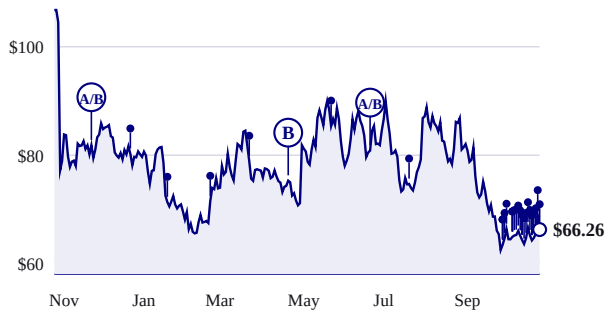
A/B, the bull



Scoreboard

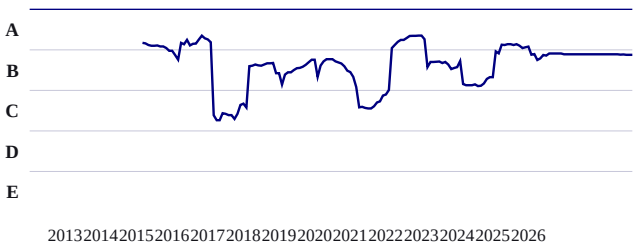
Profitability	B percentile 33.7
Solvency	C/D percentile 61.1
Growth and financing	B percentile 25.0
Reliability	0.94 AUC filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets total assets $4.2B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	none triggered; fortress balance sheet not computable: distress
Inputs computable	10 of 14
Graded from	filings received through Feb 19, 2026 249 days before the rescan; latest periodic filing 10-Q received Jul 29, 2026
Last close	$66.25 2026-10-23; market equity $6.2B; 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 19, 2026

Sprouts Farmers Market offers a unique specialty grocery experience featuring an open layout with fresh produce at the heart of the store. Sprouts inspires wellness naturally with a carefully curated assortment of better-for-you products paired with purpose-driven people. We continue to bring the latest in wholesome, innovative products made with lifestyle-friendly ingredients such as organic, plant-based and gluten-free. From our founding in 2002, we have grown rapidly, significantly increasing our sales, store count and profitability.

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 33.7						
Gross profitability	82.2%	42.3%		12.6	240	2025-12-28
Return on invested capital	not computable	10.9%				

latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-28

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Accruals ratio	(4.9%)	(4.9%)	51.4	285	2025-12-28
Gross margin stability, five years	1.0 pts	1.2 pts	37.0	217	2025-12-28
Solvency, sleeve percentile 61.1					
Twelve-month failure probability	not computable	0.04%			
latest liabilities, cash plus short-term investments, book equity, and shares are required					
Altman Z double-prime	1.99	1.93	45.1	207	2025-12-28
Net debt to EBITDA	not computable	1.84x			
latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-28					
Interest coverage	not computable	2.49x			
latest aligned inputs end 2018-12-30; latest annual assets end 2025-12-28					
Current ratio	0.93x	1.38x	77.1	294	2025-12-28
Growth and financing, sleeve percentile 25.0					
Revenue growth, three-year compound	11.2%	1.6%	14.0	266	2025-12-28
Free cash flow growth, three-year compound	23.7%	5.5%	22.6	147	2025-12-28
Reinvestment rate	6.5%	8.4%	52.3	152	2025-12-28
Asset growth, three years	10.6%	3.4%	16.8	269	2025-12-28
Net share issuance, one year	(4.1%)	(0.6%)	19.3	208	2026-02-17

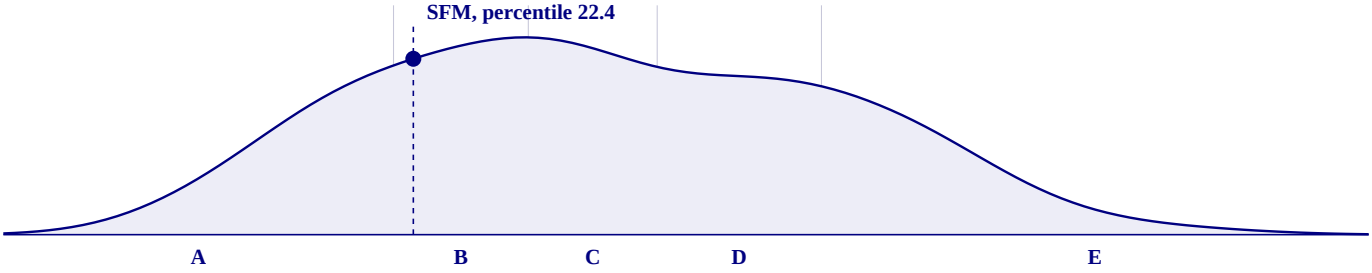
Warnings

1 of 7 checks triggered; none of them enters the letter

Check	Measured
Fortress balance sheet	cash minus debt is 76,794,000 USD; Altman Z is not used

Among 255 peers

shops; 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
53	Amazon COM Inc. (AMZN)	20.5	A/B	fortress balance sheet
54	Chewy, Inc. (CHWY)	20.9	A/B	
55	EVI Industries, Inc. (EVI)	21.3	A/B	
56	Hour Loop, Inc. (HOUR)	21.7	A/B	
57	Buckle Inc. (BKE)	22.0	A/B	
58	Sprouts Farmers Market, Inc. (SFM)	22.4	A/B	fortress balance sheet
59	Wesco International Inc. (WCC)	22.8	A/B	
60	Arhaus, Inc. (ARHS)	23.2	B	
61	TE Connectivity plc (TEL)	23.6	B	
62	Academy Sports & Outdoors, Inc. (ASO)	24.0	B	
63	Carmax Inc. (KMX)	24.4	B	

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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	(24.6%)	0.6%	24
Distance from 52-week high	(38.8%)	(22.7%)	27
EBIT to enterprise value	11.3%	5.3%	88
Free cash flow yield	7.6%	4.1%	75
Book value to price	0.24	0.35	40
Sales to price	1.43	1.68	45
Composite equity issuance, five years	(23.5%)	(16.8%)	33
Relative strength against the sector, log excess return	(0.26)	0.03	24

Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score None of 9, period end 2025-12-28	
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	$223.9M
Operating cash flow, four quarters	$674.7M
Months of runway	not finite
Days since last periodic filing	89 (10-Q received Jul 29, 2026)
Median daily dollar volume, 63 sessions	$134.9M

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	$3.4B	2025-12-28	2026-02-19	10-K	26-000008
2	assets	us-gaap:Assets	$4.2B	2025-12-28	2026-02-19	10-K	26-000008
3	operating income	us-gaap:OperatingIncomeLoss	$350.2M	2023-12-31	2026-02-19	10-K	26-000008
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$343.7M	2023-12-31	2026-02-19	10-K	26-000008
5	income tax	us-gaap:IncomeTaxExpenseBenefit	$84.9M	2023-12-31	2026-02-19	10-K	26-000008
6	total debt	us-gaap:LongTermDebt	$125.0M	2023-12-31	2024-02-22	10-K	24-018768
7	book equity	us-gaap:StockholdersEquity	$1.1B	2023-12-31	2026-02-19	10-K	26-000008
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$201.8M	2023-12-31	2025-02-20	10-K	25-000011
9	total debt	us-gaap:LongTermDebt	$250.0M	2023-01-01	2023-03-02	10-K	23-005723
10	book equity	us-gaap:StockholdersEquity	$1.0B	2023-01-01	2026-02-19	10-K	26-000008
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$293.2M	2023-01-01	2024-02-22	10-K	24-018768
12	net income	us-gaap:NetIncomeLoss	$523.7M	2025-12-28	2026-02-19	10-K	26-000008
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$716.0M	2025-12-28	2026-02-19	10-K	26-000008
14	assets	us-gaap:Assets	$3.6B	2024-12-29	2026-02-19	10-K	26-000008
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$8.8B	2025-12-28	2026-02-19	10-K	26-000008
16	gross profit	us-gaap:GrossProfit	$2.9B	2024-12-29	2026-02-19	10-K	26-000008
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$7.7B	2024-12-29	2026-02-19	10-K	26-000008
18	gross profit	us-gaap:GrossProfit	$2.5B	2023-12-31	2026-02-19	10-K	26-000008

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19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$6.8B	2023-12-31	2026-02-19	10-K	26-000008
20	gross profit	us-gaap:GrossProfit	$2.3B	2023-01-01	2025-02-20	10-K	25-000011
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$6.4B	2023-01-01	2025-02-20	10-K	25-000011
22	gross profit	us-gaap:GrossProfit	$2.2B	2022-01-02	2024-02-22	10-K	24-018768
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$6.1B	2022-01-02	2024-02-22	10-K	24-018768
24	current assets	us-gaap:AssetsCurrent	$809.9M	2025-12-28	2026-02-19	10-K	26-000008
25	current liabilities	us-gaap:LiabilitiesCurrent	$870.8M	2025-12-28	2026-02-19	10-K	26-000008
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	$561.1M	2025-12-28	2026-02-19	10-K	26-000008
27	operating income	us-gaap:OperatingIncomeLoss	$686.2M	2025-12-28	2026-02-19	10-K	26-000008
28	book equity	us-gaap:StockholdersEquity	$1.4B	2025-12-28	2026-02-19	10-K	26-000008
29	liabilities	us-gaap:Liabilities	$2.8B	2025-12-28	2026-02-19	10-K	26-000008
30	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$137.8M	2023-12-31	2026-02-19	10-K	26-000008
31	operating income	us-gaap:OperatingIncomeLoss	$222.9M	2018-12-30	2021-02-25	10-K	21-008832
32	interest expense	us-gaap:InterestExpense	$27.4M	2018-12-30	2019-02-21	10-K	19-003562
33	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$248.3M	2025-12-28	2026-02-19	10-K	26-000008
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$645.2M	2024-12-29	2026-02-19	10-K	26-000008
35	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$230.4M	2024-12-29	2026-02-19	10-K	26-000008
36	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$465.1M	2023-12-31	2026-02-19	10-K	26-000008
37	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$225.3M	2023-12-31	2026-02-19	10-K	26-000008
38	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$371.3M	2023-01-01	2025-02-20	10-K	25-000011
39	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$124.0M	2023-01-01	2025-02-20	10-K	25-000011
40	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$157.7M	2025-12-28	2026-02-19	10-K	26-000008
41	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$688.8M	2025-12-28	2026-02-19	10-K	26-000008
42	income tax	us-gaap:IncomeTaxExpenseBenefit	$165.1M	2025-12-28	2026-02-19	10-K	26-000008
43	current assets	us-gaap:AssetsCurrent	$675.5M	2024-12-29	2026-02-19	10-K	26-000008
44	current liabilities	us-gaap:LiabilitiesCurrent	$680.0M	2024-12-29	2026-02-19	10-K	26-000008
45	assets	us-gaap:Assets	$3.3B	2023-12-31	2025-02-20	10-K	25-000011
46	assets	us-gaap:Assets	$3.1B	2023-01-01	2024-02-22	10-K	24-018768
47	shares outstanding	dei:EntityCommonStockSharesOutstanding	94,576,393	2026-02-17	2026-02-19	10-K	26-000008
48	shares outstanding	dei:EntityCommonStockSharesOutstanding	98,585,382	2025-02-18	2025-02-20	10-K	25-000011

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