# Home Depot, Inc.

**HD**

NYSE; shops; SIC 5211, Retail-Lumber & Other Building Materials Dealers; CIK 0000354950

**B**

**second fifth of 256 graded peers in shops**

rank 83 of 256; percentile 32.2; sampling error 2.9 points; lower is stronger

A B C D E

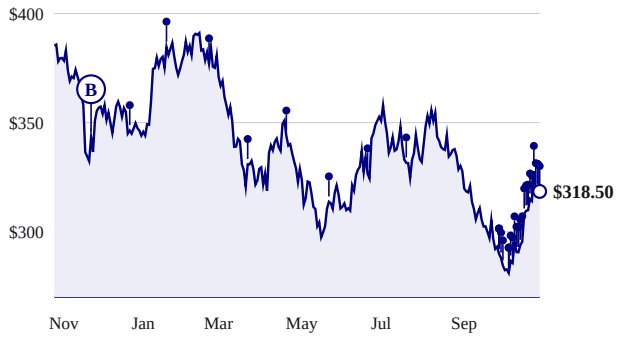
**B, the elk**



## Scoreboard

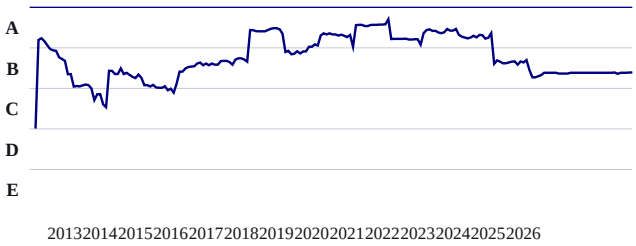
| | |
|---|---|
| **Profitability** | B<br>percentile 33.0 |
| **Solvency** | C<br>percentile 46.0 |
| **Growth and financing** | C<br>percentile 49.9 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $105.1B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered<br>not computable: distress |
| **Inputs computable** | 12 of 14 |
| **Graded from** | filings received through Mar 18, 2026<br>224 days before the rescan; latest periodic filing 10-Q received Aug 25, 2026 |
| **Last close** | $318.52<br>2026-10-27; market equity $317.8B; 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 Mar 18, 2026*

The Home Depot, Inc. is the world's largest home improvement retailer based on net sales for fiscal 2025. We offer our customers a wide assortment of home improvement products, building materials, lawn and garden products, décor products, and facilities MRO products, in stores and online. We also provide a number of services, including home improvement installation services, and tool and equipment rental. As of the end of fiscal 2025, we operated 2,359 stores located throughout the U.S. (including the Commonwealth of Puerto Rico and the territories of the U.S. Virgin Islands and Guam), Canada, and Mexico.

## 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 33.0** | | | | | | |
| Gross profitability | 52.2% | 42.0% | | 33.1 | 240 | 2026-02-01 |
| Return on invested capital | 28.6% | 10.9% | | 19.3 | 84 | 2026-02-01 |
| Accruals ratio | (2.2%) | (4.9%) | | 78.9 | 285 | 2026-02-01 |

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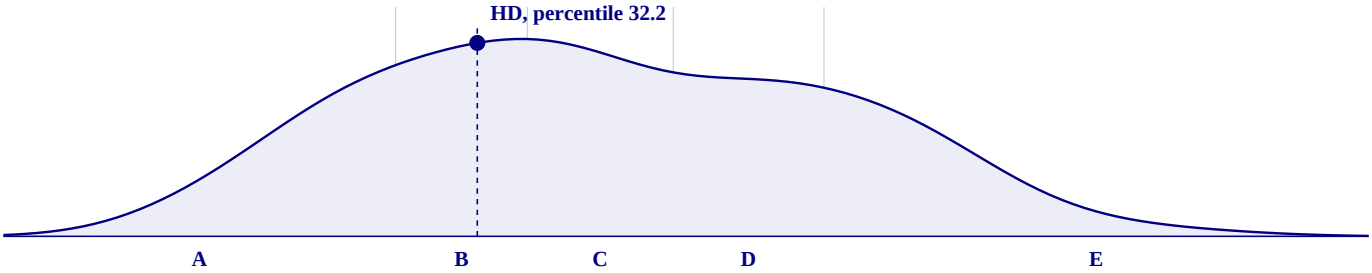
| | | | | | |
|---|---|---|---|---|---|
| Gross margin stability, five years | 0.1 pts | 1.2 pts | 0.9 | 218 | 2026-02-01 |
| **Solvency, sleeve percentile 46.0** | | | | | |
| Twelve-month failure probability | not computable | 0.04% | | | |
| *latest liabilities, cash plus short-term investments, book equity, and shares are required* | | | | | |
| Altman Z double-prime | 4.54 | 1.93 | 19.1 | 205 | 2026-02-01 |
| Net debt to EBITDA | 1.84x | 1.84x | 50.5 | 100 | 2026-02-01 |
| Interest coverage | not computable | 2.28x | | | |
| *latest aligned inputs end 2024-01-28; latest annual assets end 2026-02-01* | | | | | |
| Current ratio | 1.06x | 1.38x | 68.5 | 293 | 2026-02-01 |
| **Growth and financing, sleeve percentile 49.9** | | | | | |
| Revenue growth, three-year compound | 1.5% | 1.6% | 49.2 | 267 | 2026-02-01 |
| Free cash flow growth, three-year compound | 3.2% | 4.8% | 56.2 | 147 | 2026-02-01 |
| Reinvestment rate | (5.6%) | 8.4% | 68.9 | 152 | 2026-02-01 |
| Asset growth, three years | 11.2% | 3.4% | 14.1 | 270 | 2026-02-01 |
| Net share issuance, one year | 0.2% | (0.6%) | 60.9 | 208 | 2026-03-04 |

## Among 256 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 |
|---|---|---|---|---|
| 78 | GAP Inc. (GAP) | 30.2 | B | fortress balance sheet |
| 79 | Williams Sonoma Inc. (WSM) | 30.6 | B | fortress balance sheet |
| 80 | Chefs' Warehouse, Inc. (CHEF) | 31.0 | B | |
| 81 | Natural Grocers by Vitamin Cottage, Inc. (NGVC) | 31.4 | B | |
| 82 | Coupang, Inc. (CPNG) | 31.8 | B | fortress balance sheet |
| 83 | Home Depot, Inc. (HD) | 32.2 | B | |
| 84 | Biglari Holdings Inc. (BH) | 32.7 | B | |
| 85 | Biglari Holdings Inc. (BH-A) | 32.7 | B | |
| 86 | Burlington Stores, Inc. (BURL) | 33.3 | B | |
| 87 | Pool Corp. (POOL) | 33.7 | B | |
| 88 | Weyco Group Inc. (WEYS) | 34.1 | B | |

## What the price implies

*at the 2026-10-27 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | (18.0%) | 0.7% | 31 |
| Distance from 52-week high | (18.6%) | (21.6%) | 54 |
| EBIT to enterprise value | 5.8% | 5.3% | 54 |
| Free cash flow yield | 4.0% | 4.1% | 47 |
| Book value to price | 0.05 | 0.34 | 17 |
| Sales to price | 0.52 | 1.65 | 15 |
| Composite equity issuance, five years | (21.2%) | (16.8%) | 35 |
| Relative strength against the sector, log excess return | (0.18) | 0.03 | 31 |

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## Diagnostics

*shown on every report; none enters the grade*

| Measure | Value |
|---|---|
| **Piotroski F-score 4 of 9, period end 2026-02-01** | |
| 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 | pass |
| Current ratio improved | fail |
| No new shares issued | fail |
| Gross margin improved | fail |
| Asset turnover improved | fail |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $2.1B |
| Operating cash flow, four quarters | $18.8B |
| Months of runway | not finite |
| Days since last periodic filing | 64 (10-Q received Aug 25, 2026) |
| Median daily dollar volume, 63 sessions | $1.3B |

## 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 | $54.9B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 2 | assets | us-gaap:Assets | $105.1B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 3 | operating income | us-gaap:OperatingIncomeLoss | $20.9B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 4 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $18.6B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 5 | income tax | us-gaap:IncomeTaxExpenseBenefit | $4.4B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 6 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $46.3B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 7 | book equity | us-gaap:StockholdersEquity | $12.8B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 8 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $1.4B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 9 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $48.5B | 2025-02-02 | 2026-03-18 | 10-K | 26-019436 |
| 10 | book equity | us-gaap:StockholdersEquity | $6.6B | 2025-02-02 | 2026-03-18 | 10-K | 26-019436 |
| 11 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $1.7B | 2025-02-02 | 2026-03-18 | 10-K | 26-019436 |
| 12 | net income | us-gaap:NetIncomeLoss | $14.2B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 13 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $16.3B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 14 | assets | us-gaap:Assets | $96.1B | 2025-02-02 | 2026-03-18 | 10-K | 26-019436 |
| 15 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $164.7B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 16 | gross profit | us-gaap:GrossProfit | $53.3B | 2025-02-02 | 2026-03-18 | 10-K | 26-019436 |
| 17 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $159.5B | 2025-02-02 | 2026-03-18 | 10-K | 26-019436 |
| 18 | gross profit | us-gaap:GrossProfit | $51.0B | 2024-01-28 | 2026-03-18 | 10-K | 26-019436 |
| 19 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $152.7B | 2024-01-28 | 2026-03-18 | 10-K | 26-019436 |
| 20 | gross profit | us-gaap:GrossProfit | $52.8B | 2023-01-29 | 2025-03-21 | 10-K | 25-000085 |
| 21 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $157.4B | 2023-01-29 | 2025-03-21 | 10-K | 25-000085 |
| 22 | gross profit | us-gaap:GrossProfit | $50.8B | 2022-01-30 | 2024-03-13 | 10-K | 24-000062 |
| 23 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $151.2B | 2022-01-30 | 2024-03-13 | 10-K | 24-000062 |
| 24 | current assets | us-gaap:AssetsCurrent | $34.4B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 25 | current liabilities | us-gaap:LiabilitiesCurrent | $32.4B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 26 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | $94.5B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 27 | liabilities | us-gaap:Liabilities | $92.3B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 28 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $3.5B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |
| 29 | operating income | us-gaap:OperatingIncomeLoss | $21.7B | 2024-01-28 | 2026-03-18 | 10-K | 26-019436 |
| 30 | interest expense | us-gaap:InterestExpense | $1.9B | 2024-01-28 | 2024-03-13 | 10-K | 24-000062 |
| 31 | capital expenditure | us-gaap:PaymentsToAcquireProductiveAssets | $3.7B | 2026-02-01 | 2026-03-18 | 10-K | 26-019436 |

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| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 32 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $19.8B | 2025-02-02 | 2026-03-18 | 10-K | 26-019436 |
| 33 | capital expenditure | us-gaap:PaymentsToAcquireProductiveAssets | $3.5B | 2025-02-02 | 2026-03-18 | 10-K | 26-019436 |
| 34 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $21.2B | 2024-01-28 | 2026-03-18 | 10-K | 26-019436 |
| 35 | capital expenditure | us-gaap:PaymentsToAcquireProductiveAssets | $3.2B | 2024-01-28 | 2026-03-18 | 10-K | 26-019436 |
| 36 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $14.6B | 2023-01-29 | 2025-03-21 | 10-K | 25-000085 |
| 37 | capital expenditure | us-gaap:PaymentsToAcquireProductiveAssets | $3.1B | 2023-01-29 | 2025-03-21 | 10-K | 25-000085 |
| 38 | current assets | us-gaap:AssetsCurrent | $31.7B | 2025-02-02 | 2026-03-18 | 10-K | 26-019436 |
| 39 | current liabilities | us-gaap:LiabilitiesCurrent | $28.7B | 2025-02-02 | 2026-03-18 | 10-K | 26-019436 |
| 40 | assets | us-gaap:Assets | $76.5B | 2024-01-28 | 2025-03-21 | 10-K | 25-000085 |
| 41 | assets | us-gaap:Assets | $76.4B | 2023-01-29 | 2024-03-13 | 10-K | 24-000062 |
| 42 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 996,011,466 | 2026-03-04 | 2026-03-18 | 10-K | 26-019436 |
| 43 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 994,032,168 | 2025-03-05 | 2025-03-21 | 10-K | 25-000085 |

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