# Coty Inc.

**COTY**

NYSE; chemicals; SIC 2844, Perfumes, Cosmetics & Other Toilet Preparations; CIK 0001024305

# D/E

**on the D/E boundary of 331 graded peers in the pooled indus...**

rank 257 of 331; percentile 81.2; sampling error 2.7 points; lower is stronger

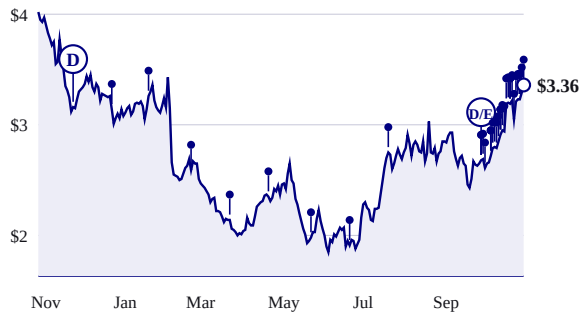



**D/E, the sloth**



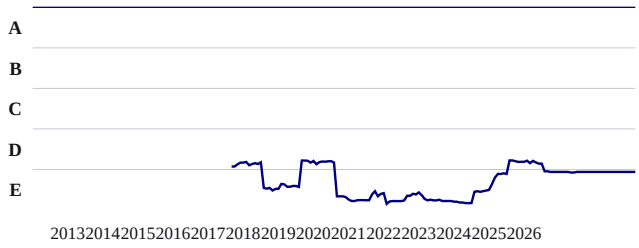
| Scoreboard | |
|---|---|
| **Profitability** | B<br>percentile 31.4 |
| **Solvency** | E<br>percentile 90.8 |
| **Growth and financing** | D<br>percentile 71.6 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $10.2B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered<br>not computable: distress |
| **Inputs computable** | 11 of 14 |
| **Graded from** | filings received through Aug 20, 2026<br>70 days before the rescan; latest periodic filing 10-K received Aug 20, 2026 |
| **Last close** | $3.39<br>2026-10-28; market equity $3.0B; 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 Aug 20, 2026*

Founded in 1904, Coty Inc. is one of the world's largest beauty companies with an iconic portfolio of brands across fragrance, color cosmetics, and skin and body care. We have been engaged in the process of strategic planning and portfolio assessment designed to position the Company for consistent, profitable growth. In September 2025, we announced a strategic review of the Company's consumer beauty business, including its mass color cosmetics business and associated brands and the Company's distinct Brazil business comprised of local Brazilian brands.

## The fourteen inputs

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

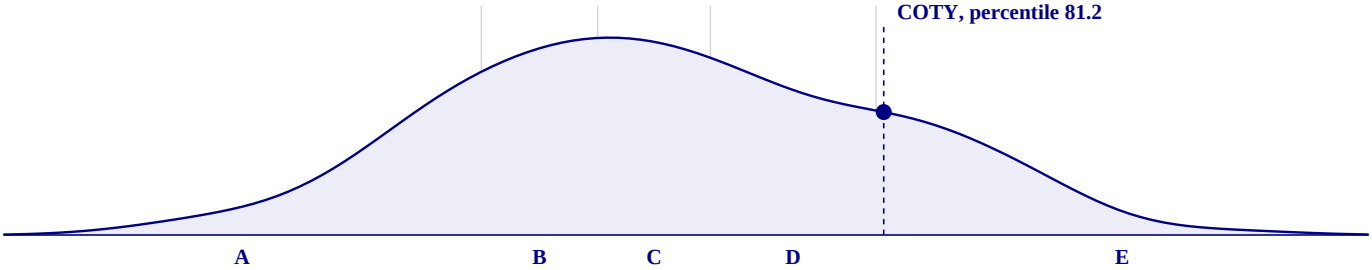
| Input | Value | Peer median | Percentile, 0 to 100 | Pct | Peers | Period end |
|---|---|---|---|---|---|---|
| **Profitability, sleeve percentile 31.4** | | | | | | |
| Gross profitability | 35.8% | 21.3% | | 14.8 | 360 | 2026-06-30 |
| Return on invested capital | (1.2%) | 9.3% | | 85.6 | 126 | 2026-06-30 |
| Accruals ratio | (10.3%) | (4.2%) | | 19.6 | 399 | 2026-06-30 |

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| | | | | | |
|---|---|---|---|---|---|
| Gross margin stability, five years | 0.7 pts | 2.2 pts | 5.7 | 301 | 2026-06-30 |
| **Solvency, sleeve percentile 90.8** | | | | | |
| 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 | (1.87) | 3.41 | 82.6 | 300 | 2026-06-30 |
| Net debt to EBITDA | 7.13x | 1.88x | 94.0 | 150 | 2026-06-30 |
| Interest coverage | not computable | 4.16x | | | |
| *latest aligned inputs end 2023-06-30; latest annual assets end 2026-06-30* | | | | | |
| Current ratio | 0.75x | 2.20x | 95.7 | 422 | 2026-06-30 |
| **Growth and financing, sleeve percentile 71.6** | | | | | |
| Revenue growth, three-year compound | 1.5% | 1.2% | 48.1 | 350 | 2026-06-30 |
| Free cash flow growth, three-year compound | (4.7%) | 12.5% | 78.3 | 181 | 2026-06-30 |
| Reinvestment rate | not computable | 21.8% | | | |
| *NOPAT must exceed $100,000* | | | | | |
| Asset growth, three years | (7.0%) | 2.9% | 84.7 | 367 | 2026-06-30 |
| Net share issuance, one year | 1.0% | 0.0% | 75.1 | 318 | 2026-08-12 |

## Among 331 peers

*chemicals; 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 |
|---|---|---|---|---|
| 252 | Bonk, Inc. (BNKK) | 80.0 | D/E | dilution, late filer |
| 253 | Redwire Corp. (RDW) | 80.3 | D/E | dilution, fortress balance sheet |
| 254 | American Superconductor Corp. (AMSC) | 80.7 | D/E | |
| 255 | American Vanguard Corp. (AVD) | 80.9 | D/E | late filer |
| 256 | Crane NXT, Co. (CXT) | 81.1 | D/E | |
| 257 | Coty Inc. (COTY) | 81.2 | D/E | |
| 258 | Broadwind, Inc. (BWEN) | 81.5 | D/E | |
| 259 | Valhi Inc. (VHI) | 81.5 | D/E | |
| 260 | Eastman Chemical Co. (EMN) | 81.8 | D/E | |
| 261 | Fuelcell Energy Inc. (FCEL) | 81.9 | D/E | fortress balance sheet |
| 262 | Polaris Inc. (PII) | 82.3 | D/E | |

## What the price implies

*at the 2026-10-28 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | (29.5%) | 13.8% | 12 |
| Distance from 52-week high | (16.4%) | (25.2%) | 66 |
| EBIT to enterprise value | (1.4%) | 3.8% | 20 |
| Free cash flow yield | 11.8% | 3.3% | 93 |
| Book value to price | 1.01 | 0.38 | 87 |
| Sales to price | 1.96 | 0.55 | 84 |
| Composite equity issuance, five years | 13.9% | (9.9%) | 79 |

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| | | | |
|---|---|---|---|
| Relative strength against the sector, log excess return | (0.52) | (0.02) | 12 |

## Diagnostics

*shown on every report; none enters the grade*

| Measure | Value |
|---|---|
| **Piotroski F-score 3 of 9, period end 2026-06-30** | |
| Return on assets above zero | fail |
| 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 | $176.1M |
| Operating cash flow, four quarters | $537.8M |
| Months of runway | not finite |
| Days since last periodic filing | 70 (10-K received Aug 20, 2026) |
| Median daily dollar volume, 63 sessions | $15.3M |

## 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 | $3.7B | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 2 | assets | us-gaap:Assets | $10.2B | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 3 | operating income | us-gaap:OperatingIncomeLoss | -$81.5M | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 4 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | -$610.2M | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 5 | income tax | us-gaap:IncomeTaxExpenseBenefit | -$20.0M | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 6 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $3.0B | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 7 | book equity | us-gaap:StockholdersEquity | $3.0B | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 8 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $176.1M | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 9 | total debt | us-gaap:LongTermDebtAndCapitalLeaseObligations | $4.0B | 2025-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 10 | book equity | us-gaap:StockholdersEquity | $3.5B | 2025-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 11 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $257.1M | 2025-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 12 | net income | us-gaap:NetIncomeLoss | -$604.8M | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 13 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $537.8M | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 14 | assets | us-gaap:Assets | $11.9B | 2025-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 15 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $5.8B | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 16 | gross profit | us-gaap:GrossProfit | $3.8B | 2025-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 17 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $5.9B | 2025-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 18 | gross profit | us-gaap:GrossProfit | $3.9B | 2024-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 19 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $6.1B | 2024-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 20 | gross profit | us-gaap:GrossProfit | $3.5B | 2023-06-30 | 2025-08-21 | 10-K | 25-000030 |
| 21 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $5.6B | 2023-06-30 | 2025-08-21 | 10-K | 25-000030 |
| 22 | gross profit | us-gaap:GrossProfit | $3.4B | 2022-06-30 | 2024-08-20 | 10-K | 24-000035 |
| 23 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $5.3B | 2022-06-30 | 2024-08-20 | 10-K | 24-000035 |
| 24 | current assets | us-gaap:AssetsCurrent | $1.9B | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 25 | current liabilities | us-gaap:LiabilitiesCurrent | $2.5B | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 26 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | -$5.9B | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 27 | liabilities | us-gaap:Liabilities | $6.8B | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 28 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $482.2M | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 29 | operating income | us-gaap:OperatingIncomeLoss | $543.7M | 2023-06-30 | 2025-08-21 | 10-K | 25-000030 |
| 30 | interest expense | us-gaap:InterestExpense | $261.1M | 2023-06-30 | 2023-08-22 | 10-K | 23-000060 |

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| | | | | | | | |
|---|---|---|---|---|---|---|---|
| 31 | capital expenditure | us-gaap:PaymentsToAcquireProductiveAssets | $189.6M | 2026-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 32 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $492.6M | 2025-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 33 | capital expenditure | us-gaap:PaymentsToAcquireProductiveAssets | $215.0M | 2025-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 34 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $614.6M | 2024-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 35 | capital expenditure | us-gaap:PaymentsToAcquireProductiveAssets | $245.2M | 2024-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 36 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $625.7M | 2023-06-30 | 2025-08-21 | 10-K | 25-000030 |
| 37 | capital expenditure | us-gaap:PaymentsToAcquireProductiveAssets | $222.8M | 2023-06-30 | 2025-08-21 | 10-K | 25-000030 |
| 38 | current assets | us-gaap:AssetsCurrent | $2.0B | 2025-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 39 | current liabilities | us-gaap:LiabilitiesCurrent | $2.5B | 2025-06-30 | 2026-08-20 | 10-K | 26-000048 |
| 40 | assets | us-gaap:Assets | $12.1B | 2024-06-30 | 2025-08-21 | 10-K | 25-000030 |
| 41 | assets | us-gaap:Assets | $12.7B | 2023-06-30 | 2024-08-20 | 10-K | 24-000035 |
| 42 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 880,686,464 | 2026-08-12 | 2026-08-20 | 10-K | 26-000048 |
| 43 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 872,294,977 | 2025-08-12 | 2025-08-21 | 10-K | 25-000030 |

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