# Enphase Energy, Inc.

**ENPH**

Nasdaq; business equipment; SIC 3674, Semiconductors & Related Devices; CIK 0001463101

**E**

**weakest fifth of 497 graded peers in business equipment**

rank 426 of 497; percentile 85.7; sampling error 2.2 points; lower is stronger

A B C D E

**E, the bear**



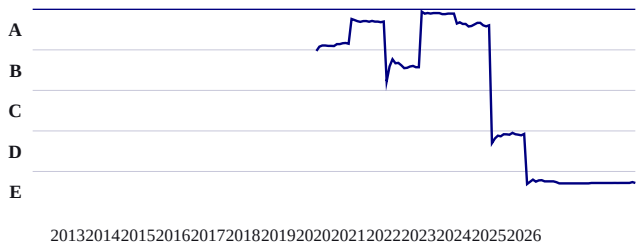
| Scoreboard | |
|---|---|
| **Profitability** | D<br>percentile 66.7 |
| **Solvency** | C<br>percentile 52.7 |
| **Growth and financing** | D<br>percentile 70.6 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $3.5B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered |
| **Inputs computable** | 13 of 14 |
| **Graded from** | filings received through Feb 17, 2026<br>254 days before the rescan; latest periodic filing 10-Q received Oct 27, 2026 |
| **Last close** | $24.99<br>2026-10-28; market equity $3.3B; 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*

We are a global energy technology company originally founded in March 2006. We deliver smart, easy-to-use solutions that manage solar generation, storage and communication on one platform. Our intelligent microinverters work with virtually every solar panel made, and when paired with our smart technology, result in one of the industry's best-performing clean energy systems. For the first time in the evolution of our centuries-old grid, people can get paid for the clean energy they produce and share with their communities, helping to build a new energy future that harnesses the sun.

## 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 66.7** | | | | | | |
| Gross profitability | 19.6% | 28.6% | | 63.5 | 555 | 2025-12-31 |
| Return on invested capital | 7.4% | 11.2% | | 57.9 | 134 | 2025-12-31 |
| Accruals ratio | 1.1% | (7.4%) | | 86.9 | 618 | 2025-12-31 |

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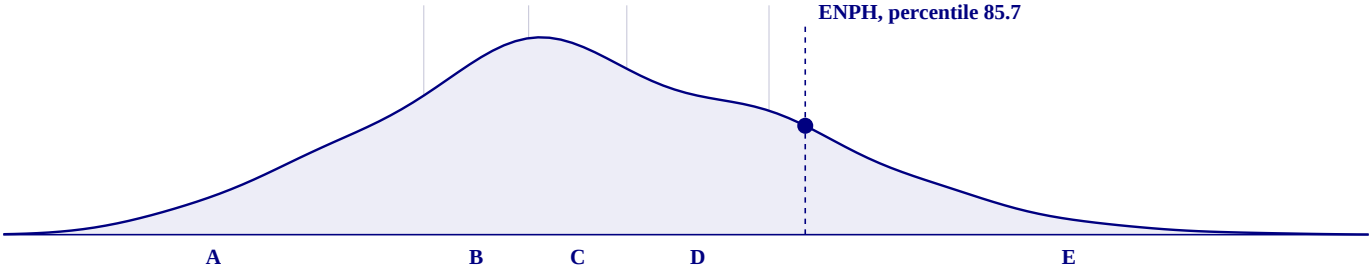
| | | | | | |
|---|---|---|---|---|---|
| Gross margin stability, five years | 2.9 pts | 2.3 pts | 58.6 | 426 | 2025-12-31 |
| **Solvency, sleeve percentile 52.7** | | | | | |
| Twelve-month failure probability | 0.06% | 0.05% | 54.0 | 101 | 2026-09-30 |
| Altman Z double-prime | 3.10 | 2.16 | 34.9 | 565 | 2025-12-31 |
| Net debt to EBITDA | 3.07x | 1.11x | 74.0 | 147 | 2025-12-31 |
| Interest coverage | not computable | 3.77x | | | |
| *latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-31* | | | | | |
| Current ratio | 2.07x | 2.01x | 47.8 | 662 | 2025-12-31 |
| **Growth and financing, sleeve percentile 70.6** | | | | | |
| Revenue growth, three-year compound | (14.2%) | 6.3% | 90.4 | 535 | 2025-12-31 |
| Free cash flow growth, three-year compound | (48.4%) | 18.0% | 98.1 | 265 | 2025-12-31 |
| Reinvestment rate | (273.7%) | 14.3% | 87.4 | 224 | 2025-12-31 |
| Asset growth, three years | 4.4% | 5.1% | 49.4 | 560 | 2025-12-31 |
| Net share issuance, one year | (1.0%) | 0.5% | 27.7 | 409 | 2026-02-05 |

## Among 497 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 |
|---|---|---|---|---|
| 421 | Neonode Inc. (NEON) | 84.7 | E | |
| 422 | Methode Electronics Inc. (MEI) | 84.9 | E | |
| 423 | Revvity, Inc. (RVTY) | 85.1 | E | |
| 424 | Cerence Inc. (CRNC) | 85.3 | E | |
| 425 | Socket Mobile, Inc. (SCKT) | 85.5 | E | fortress balance sheet |
| 426 | Enphase Energy, Inc. (ENPH) | 85.7 | E | |
| 427 | Xperi Inc. (XPER) | 85.9 | E | fortress balance sheet |
| 428 | Open Text Corp. (OTEX) | 86.1 | E | |
| 429 | My Size, Inc. (MYSZ) | 86.3 | E | dilution, short runway, late filer |
| 430 | Energy Vault Holdings, Inc. (NRGV) | 86.5 | E | late filer |
| 431 | Beam Global (BEEM) | 86.7 | E | dilution, short runway, late filer |

## 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 | 2.9% | 2.2% | 51 |
| Distance from 52-week high | (65.5%) | (30.5%) | 15 |
| EBIT to enterprise value | 4.5% | 1.5% | 76 |
| Free cash flow yield | 2.9% | 2.8% | 51 |
| Book value to price | 0.38 | 0.25 | 63 |
| Sales to price | 0.45 | 0.31 | 60 |
| Composite equity issuance, five years | 2.5% | 4.1% | 47 |
| Relative strength against the sector, log excess return | (0.25) | (0.26) | 51 |

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## Diagnostics

*shown on every report; none enters the grade*

| Measure | Value |
|---|---|
| **Piotroski F-score 6 of 9, period end 2025-12-31** | |
| Return on assets above zero | pass |
| Operating cash flow above zero | pass |
| Return on assets improved | pass |
| Operating cash flow exceeds net income | fail |
| Long-term leverage fell | pass |
| Current ratio improved | fail |
| No new shares issued | pass |
| Gross margin improved | fail |
| Asset turnover improved | pass |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $380.4M |
| Operating cash flow, four quarters | $190.9M |
| Months of runway | not finite |
| Days since last periodic filing | 2 (10-Q received Oct 27, 2026) |
| Median daily dollar volume, 63 sessions | $150.3M |

## 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 | $687.0M | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 2 | assets | us-gaap:Assets | $3.5B | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 3 | operating income | us-gaap:OperatingIncomeLoss | $157.5M | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 4 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $204.8M | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 5 | income tax | us-gaap:IncomeTaxExpenseBenefit | $32.7M | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 6 | total debt | us-gaap:LongTermDebt | $1.2B | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 7 | book equity | us-gaap:StockholdersEquity | $1.1B | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 8 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $474.3M | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 9 | total debt | us-gaap:LongTermDebt | $1.3B | 2024-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 10 | book equity | us-gaap:StockholdersEquity | $833.0M | 2024-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 11 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $369.1M | 2024-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 12 | net income | us-gaap:NetIncomeLoss | $172.1M | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 13 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $136.5M | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 14 | assets | us-gaap:Assets | $3.2B | 2024-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 15 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $1.5B | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 16 | gross profit | us-gaap:GrossProfit | $629.1M | 2024-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 17 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $1.3B | 2024-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 18 | gross profit | us-gaap:GrossProfit | $1.1B | 2023-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 19 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $2.3B | 2023-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 20 | gross profit | us-gaap:GrossProfit | $974.6M | 2022-12-31 | 2025-02-10 | 10-K | 25-000024 |
| 21 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $2.3B | 2022-12-31 | 2025-02-10 | 10-K | 25-000024 |
| 22 | gross profit | us-gaap:GrossProfit | $554.4M | 2021-12-31 | 2024-02-09 | 10-K | 24-000024 |
| 23 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $1.4B | 2021-12-31 | 2024-02-09 | 10-K | 24-000024 |
| 24 | current assets | us-gaap:AssetsCurrent | $2.6B | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 25 | current liabilities | us-gaap:LiabilitiesCurrent | $1.3B | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 26 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | -$203.9M | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 27 | liabilities | us-gaap:Liabilities | $2.4B | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 28 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $80.6M | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 29 | operating income | us-gaap:OperatingIncomeLoss | $445.7M | 2023-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 30 | interest expense | us-gaap:InterestExpense | $8.8M | 2023-12-31 | 2024-02-09 | 10-K | 24-000024 |
| 31 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $40.6M | 2025-12-31 | 2026-02-17 | 10-K | 26-000013 |

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| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 32 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $513.7M | 2024-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 33 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $33.6M | 2024-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 34 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $696.8M | 2023-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 35 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $110.4M | 2023-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 36 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $744.8M | 2022-12-31 | 2025-02-10 | 10-K | 25-000024 |
| 37 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $46.4M | 2022-12-31 | 2025-02-10 | 10-K | 25-000024 |
| 38 | current assets | us-gaap:AssetsCurrent | $2.3B | 2024-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 39 | current liabilities | us-gaap:LiabilitiesCurrent | $660.1M | 2024-12-31 | 2026-02-17 | 10-K | 26-000013 |
| 40 | assets | us-gaap:Assets | $3.4B | 2023-12-31 | 2025-02-10 | 10-K | 25-000024 |
| 41 | assets | us-gaap:Assets | $3.1B | 2022-12-31 | 2024-02-09 | 10-K | 24-000024 |
| 42 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 131,098,819 | 2026-02-05 | 2026-02-17 | 10-K | 26-000013 |
| 43 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 132,470,505 | 2025-02-03 | 2025-02-10 | 10-K | 25-000024 |

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