# Adobe Inc.

**ADBE**

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

**A**

**strongest fifth of 496 graded peers in business equipment**

rank 36 of 496; percentile 7.1; sampling error 2.2 points; lower is stronger

A B C D E

**A, the bull**



## Scoreboard

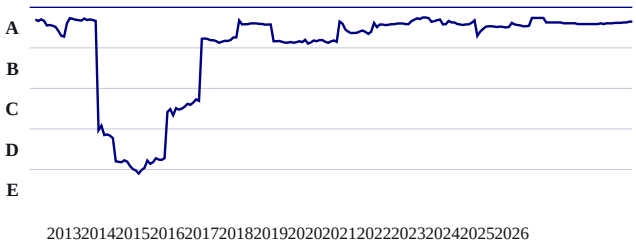
| | |
|---|---|
| **Profitability** | A<br>percentile 15.1 |
| **Solvency** | B<br>percentile 33.6 |
| **Growth and financing** | C<br>percentile 43.4 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $29.5B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered |
| **Inputs computable** | 13 of 14 |
| **Graded from** | filings received through Jan 15, 2026<br>291 days before the rescan; latest periodic filing 10-Q received Sep 22, 2026 |
| **Last close** | $250.12<br>2026-10-30; market equity $97.3B; 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 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*

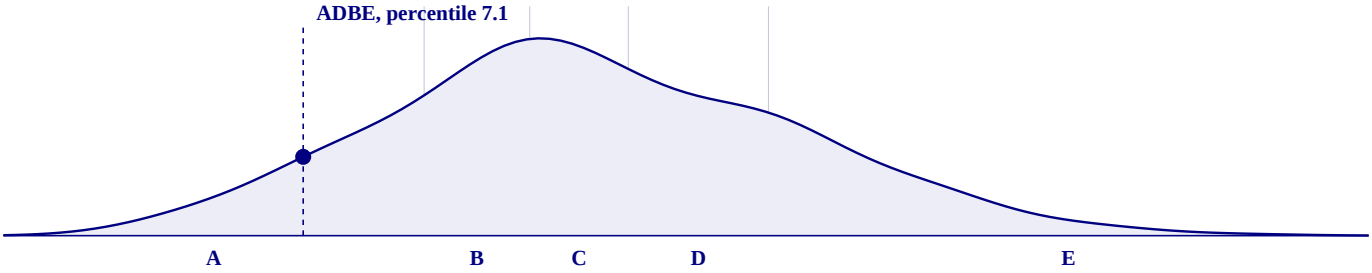
| Input | Value | Peer median | Percentile, 0 to 100 | Pct | Peers | Period end |
|---|---|---|---|---|---|---|
| **Profitability, sleeve percentile 15.1** | | | | | | |
| Gross profitability | 71.9% | 28.7% | | 5.8 | 554 | 2025-11-28 |
| Return on invested capital | 61.7% | 11.4% | | 6.1 | 133 | 2025-11-28 |
| Accruals ratio | (9.7%) | (7.3%) | | 42.7 | 617 | 2025-11-28 |

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| | | | | | |
|---|---|---|---|---|---|
| Gross margin stability, five years | 0.6 pts | 2.3 pts | 5.7 | 425 | 2025-11-28 |
| **Solvency, sleeve percentile 33.6** | | | | | |
| Twelve-month failure probability | 0.03% | 0.05% | 21.4 | 104 | 2026-08-28 |
| Altman Z double-prime | 7.67 | 2.15 | 12.3 | 564 | 2025-11-28 |
| Net debt to EBITDA | 0.08x | 1.09x | 18.6 | 146 | 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 | 82.1 | 661 | 2025-11-28 |
| **Growth and financing, sleeve percentile 43.4** | | | | | |
| Revenue growth, three-year compound | 10.5% | 6.4% | 37.9 | 534 | 2025-11-28 |
| Free cash flow growth, three-year compound | 10.0% | 18.1% | 58.6 | 264 | 2025-11-28 |
| Reinvestment rate | (19.5%) | 13.5% | 60.8 | 223 | 2025-11-28 |
| Asset growth, three years | 2.8% | 5.1% | 53.4 | 559 | 2025-11-28 |
| Net share issuance, one year | (5.7%) | 0.5% | 6.4 | 408 | 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 |
|---|---|---|---|---|
| 31 | Monolithic Power Systems, Inc. (MPWR) | 6.1 | A | |
| 32 | Napco Security Technologies, Inc. (NSSC) | 6.3 | A | fortress balance sheet |
| 33 | M-tron Industries, Inc. (MPTI) | 6.5 | A | fortress balance sheet |
| 34 | NeoVolta Inc. (NEOV) | 6.8 | A | |
| 35 | NeoVolta Inc. (NEOVW) | 6.8 | A | |
| 36 | Adobe Inc. (ADBE) | 7.1 | A | |
| 37 | Cloudflare, Inc. (NET) | 7.3 | A | |
| 38 | Garmin Ltd. (GRMN) | 7.5 | A | |
| 39 | Netsol Technologies Inc. (NTWK) | 7.7 | A | fortress balance sheet |
| 40 | Qualcomm Inc/De (QCOM) | 7.9 | A | |
| 41 | Commvault Systems Inc. (CVLT) | 8.1 | A | |

## What the price implies

*at the 2026-10-30 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | (29.5%) | (2.0%) | 28 |
| Distance from 52-week high | (30.0%) | (32.4%) | 53 |
| EBIT to enterprise value | 8.9% | 1.6% | 92 |
| Free cash flow yield | 10.1% | 2.8% | 87 |
| Book value to price | 0.12 | 0.27 | 26 |
| Sales to price | 0.24 | 0.31 | 44 |
| Composite equity issuance, five years | (20.7%) | 4.3% | 12 |
| Relative strength against the sector, log excess return | (0.62) | (0.29) | 28 |

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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 | 41 (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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