LGI Homes, Inc.

LGIH

Nasdaq; other; SIC 1531, Operative Builders; CIK 0001580670

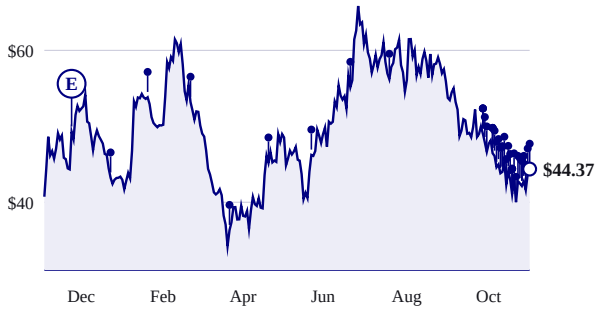
None

No letter

6 of 14 inputs computable; 7 are required, with a score in every sleeve

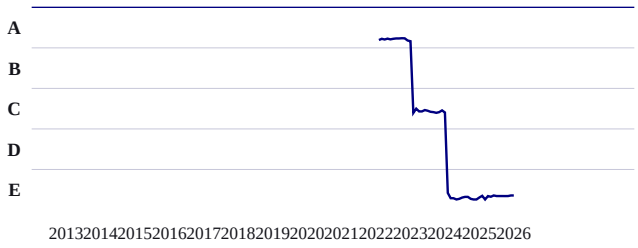
Scoreboard	
Reliability	0.94 AUC filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets total assets $3.9B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	thin data not computable: short runway, distress
Inputs computable	6 of 14
Graded from	filings received through Feb 20, 2026 255 days before the rescan; latest periodic filing 10-Q received Aug 4, 2026
Last close	$44.41 2026-10-30; market equity $1.0B; 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 Feb 20, 2026

We are engaged in the design, construction and sale of new homes in markets in Texas, Arizona, Florida, Georgia, New Mexico, Colorado, North Carolina, South Carolina, Washington, Tennessee, Minnesota, Oklahoma, Alabama, California, Oregon, Nevada, West Virginia, Virginia, Pennsylvania, Maryland and Utah. Our management team has been in the residential land development business since the mid-1990s. Since commencing home building operations in 2003, we have constructed and closed over 80,000 homes. LGI Homes, Inc. is a Delaware corporation incorporated on July 9, 2013.

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 77.7						
Gross profitability	9.0%	27.0%		81.8	287	2025-12-31
Return on invested capital	not computable	10.0%				

latest aligned inputs end 2024-12-31; latest annual assets end 2025-12-31

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Accruals ratio	5.5%	(5.8%)	92.6	500	2025-12-31
Gross margin stability, five years	2.6 pts	2.2 pts	58.6	204	2025-12-31
Solvency					
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	not computable	2.06			
one or more required annual facts are missing					
Net debt to EBITDA	not computable	2.52x			
latest aligned inputs end 2024-12-31; latest annual assets end 2025-12-31					
Interest coverage	not computable	2.45x			
interest expense must exceed $100,000					
Current ratio	not computable	1.33x			
one or more required annual facts are missing					
Growth and financing, sleeve percentile 53.6					
Revenue growth, three-year compound	(9.5%)	5.1%	88.6	397	2025-12-31
Free cash flow growth, three-year compound	not computable	8.9%			
four consecutive annual FCF observations are required; found 2					
Reinvestment rate	not computable	11.9%			
one or more required annual facts are missing					
Asset growth, three years	7.9%	4.1%	33.3	434	2025-12-31
Net share issuance, one year	(1.1%)	(0.5%)	39.0	352	2026-02-12

Warnings

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

Check	Measured
Thin data	6 of 14 grade factors are computable; minimum is 7

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	14.3%	(0.6%)	65
Distance from 52-week high	(32.6%)	(23.9%)	39
EBIT to enterprise value	3.0%	4.3%	30
Free cash flow yield	(13.7%)	4.1%	12
Book value to price	2.07	0.34	96
Sales to price	1.65	0.70	76
Composite equity issuance, five years	(7.2%)	(8.8%)	56
Relative strength against the sector, log excess return	0.01	(0.13)	65

Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score None of 9, period end 2025-12-31	
Return on assets above zero	pass
Operating cash flow above zero	fail
Return on assets improved	fail
Operating cash flow exceeds net income	fail
Long-term leverage fell	fail
Current ratio improved	fail
No new shares issued	pass
Gross margin improved	fail
Asset turnover improved	fail

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Cash, filings, liquidity	
Cash and equivalents	n/a
Operating cash flow, four quarters	n/a
Months of runway	not finite
Days since last periodic filing	90 (10-Q received Aug 4, 2026)
Median daily dollar volume, 63 sessions	$14.8M

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	revenue	us-gaap:Revenues	$1.7B	2025-12-31	2026-02-20	10-K	26-000019
2	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	$1.4B	2025-12-31	2026-02-20	10-K	26-000019
3	assets	us-gaap:Assets	$3.9B	2025-12-31	2026-02-20	10-K	26-000019
4	operating income	us-gaap:OperatingIncomeLoss	$212.1M	2024-12-31	2026-02-20	10-K	26-000019
5	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$258.9M	2024-12-31	2026-02-20	10-K	26-000019
6	income tax	us-gaap:IncomeTaxExpenseBenefit	$62.8M	2024-12-31	2026-02-20	10-K	26-000019
7	total debt	us-gaap:LongTermDebt	$1.5B	2024-12-31	2025-02-26	10-K	25-000016
8	book equity	us-gaap:StockholdersEquityIncludingPortionAttributableT...	$2.0B	2024-12-31	2026-02-20	10-K	26-000019
9	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$53.2M	2024-12-31	2025-02-26	10-K	25-000016
10	total debt	us-gaap:LongTermDebt	$1.2B	2023-12-31	2025-02-26	10-K	25-000016
11	book equity	us-gaap:StockholdersEquityIncludingPortionAttributableT...	$1.9B	2023-12-31	2026-02-20	10-K	26-000019
12	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$49.0M	2023-12-31	2025-02-26	10-K	25-000016
13	net income	us-gaap:NetIncomeLoss	$72.6M	2025-12-31	2026-02-20	10-K	26-000019
14	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-$140.0M	2025-12-31	2026-02-20	10-K	26-000019
15	assets	us-gaap:Assets	$3.8B	2024-12-31	2026-02-20	10-K	26-000019
16	revenue	us-gaap:Revenues	$2.2B	2024-12-31	2026-02-20	10-K	26-000019
17	cost of revenue	us-gaap:CostOfRevenue	$1.7B	2024-12-31	2025-02-26	10-K	25-000016
18	revenue	us-gaap:Revenues	$2.4B	2023-12-31	2026-02-20	10-K	26-000019
19	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	$1.8B	2023-12-31	2026-02-20	10-K	26-000019
20	revenue	us-gaap:Revenues	$2.3B	2022-12-31	2025-02-26	10-K	25-000016
21	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	$1.7B	2022-12-31	2025-02-26	10-K	25-000016
22	revenue	us-gaap:Revenues	$3.1B	2021-12-31	2024-02-20	10-K	24-000012
23	cost of revenue	us-gaap:CostOfGoodsAndServicesSold	$2.2B	2021-12-31	2024-02-20	10-K	24-000012
24	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$3.1M	2024-12-31	2026-02-20	10-K	26-000019
25	operating income	us-gaap:OperatingIncomeLoss	$79.8M	2025-12-31	2026-02-20	10-K	26-000019
26	interest expense	us-gaap:InterestExpense	$0	2025-12-31	2026-02-20	10-K	26-000019
27	assets	us-gaap:Assets	$3.4B	2023-12-31	2025-02-26	10-K	25-000016
28	assets	us-gaap:Assets	$3.1B	2022-12-31	2024-02-20	10-K	24-000012
29	shares outstanding	dei:EntityCommonStockSharesOutstanding	23,133,086	2026-02-12	2026-02-20	10-K	26-000019
30	shares outstanding	dei:EntityCommonStockSharesOutstanding	23,397,074	2025-02-21	2025-02-26	10-K	25-000016

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