Shopify Inc.

SHOP

Nasdaq; business equipment; SIC 7372, Services-Prepackaged Software; CIK 0001594805

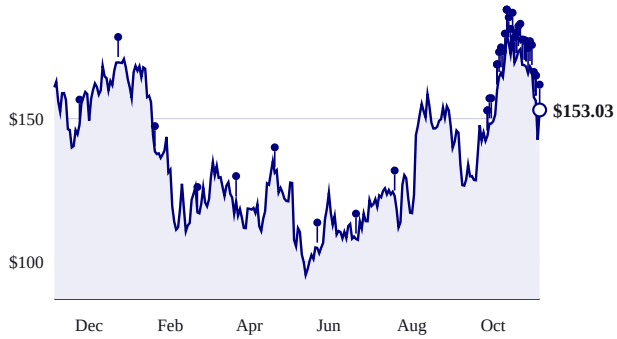
None

No letter

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

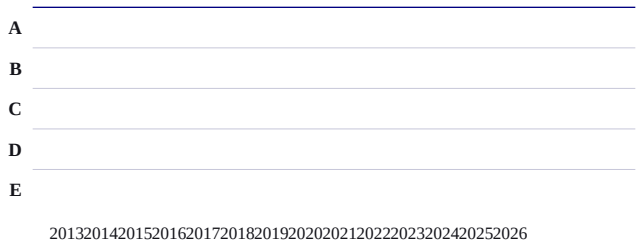
Scoreboard	
Reliability	0.94 AUC filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets total assets $15.2B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	thin data not computable: dilution, distress, fortress balance sheet
Inputs computable	4 of 14
Graded from	filings received through Feb 11, 2026 267 days before the rescan; latest periodic filing 10-Q received Nov 3, 2026
Last close	$153.06 2026-11-04; market equity $0; 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 11, 2026

Shopify provides essential internet infrastructure for commerce. Shopify's all-in-one platform makes it easier to start, run and grow a business, powering sales online, in store, and everywhere in between. Shopify's mission is to make commerce better for everyone with a platform and services that are engineered for speed, customization, reliability and security, while delivering a better shopping experience for consumers everywhere. Shopify's business is designed to empower our merchants by offering a comprehensive, multi-channel commerce platform that supports their business as it grows.

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 47.9						
Gross profitability	36.6%	28.6%		34.0	554	2025-12-31
Return on invested capital	not computable	11.2%				
one or more required annual facts are missing						

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Accruals ratio	(5.5%)	(7.3%)		61.9	617	2025-12-31
Gross margin stability, five years	not computable	2.3 pts				
five annual gross margins are required; found 2						
Solvency, sleeve percentile 13.3						
Twelve-month failure probability	not computable	0.05%				
liabilities and a nearby cover-page share count are required at 2026-09-30						
Altman Z double-prime	not computable	2.16				
one or more required annual facts are missing						
Net debt to EBITDA	not computable	1.09x				
one or more required annual facts are missing						
Interest coverage	not computable	3.77x				
one or more required annual facts are missing						
Current ratio	5.96x	2.01x		13.3	662	2025-12-31
Growth and financing, sleeve percentile 15.4						
Revenue growth, three-year compound	not computable	6.4%				
four annual observations are required; found 2						
Free cash flow growth, three-year compound	not computable	17.7%				
four consecutive annual FCF observations are required; found 2						
Reinvestment rate	133.7%	13.3%		15.4	222	2025-12-31
Asset growth, three years	not computable	5.1%				
four annual observations are required; found 2						
Net share issuance, one year	not computable	0.5%				
two annual share counts are required; found 0						

Warnings

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

Check	Measured
Thin data	4 of 14 grade factors are computable; minimum is 7

What the price implies

at the 2026-11-04 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	(14.7%)	(2.0%)	39
Distance from 52-week high	(14.6%)	(33.1%)	72
EBIT to enterprise value	not computable	1.7%	
Free cash flow yield	not computable	2.8%	
Book value to price	not computable	0.28	
Sales to price	not computable	0.31	
Composite equity issuance, five years	not computable	4.2%	
Relative strength against the sector, log excess return	(0.43)	(0.29)	39

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	pass
Return on assets improved	fail
Operating cash flow exceeds net income	pass
Long-term leverage fell	fail
Current ratio improved	pass
No new shares issued	fail

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Gross margin improved	fail
Asset turnover improved	fail
Cash, filings, liquidity	
Cash and equivalents	$1.9B
Operating cash flow, four quarters	$2.7B
Months of runway	not finite
Days since last periodic filing	2 (10-Q received Nov 3, 2026)
Median daily dollar volume, 63 sessions	$1.2B

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	$5.6B	2025-12-31	2026-02-11	10-K	26-000007
2	assets	us-gaap:Assets	$15.2B	2025-12-31	2026-02-11	10-K	26-000007
3	net income	us-gaap:NetIncomeLoss	$1.2B	2025-12-31	2026-02-11	10-K	26-000007
4	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$2.0B	2025-12-31	2026-02-11	10-K	26-000007
5	assets	us-gaap:Assets	$13.9B	2024-12-31	2026-02-11	10-K	26-000007
6	current assets	us-gaap:AssetsCurrent	$8.3B	2025-12-31	2026-02-11	10-K	26-000007
7	current liabilities	us-gaap:LiabilitiesCurrent	$1.4B	2025-12-31	2026-02-11	10-K	26-000007
8	revenue	us-gaap:Revenues	$11.6B	2025-12-31	2026-02-11	10-K	26-000007
9	revenue	us-gaap:Revenues	$8.9B	2024-12-31	2026-02-11	10-K	26-000007
10	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$26.0M	2025-12-31	2026-02-11	10-K	26-000007
11	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	$31.0M	2025-12-31	2026-02-11	10-K	26-000007
12	operating income	us-gaap:OperatingIncomeLoss	$1.5B	2025-12-31	2026-02-11	10-K	26-000007
13	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$1.5B	2025-12-31	2026-02-11	10-K	26-000007
14	income tax	us-gaap:IncomeTaxExpenseBenefit	$278.0M	2025-12-31	2026-02-11	10-K	26-000007
15	current assets	us-gaap:AssetsCurrent	$7.3B	2024-12-31	2026-02-11	10-K	26-000007
16	current liabilities	us-gaap:LiabilitiesCurrent	$2.0B	2024-12-31	2026-02-11	10-K	26-000007

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