# Callaway Golf Co.

**CALY**

NYSE; consumer nondurables; SIC 3949, Sporting & Athletic Goods, NEC; CIK 0000837465

# D/E

**on the D/E boundary of 124 graded peers in consumer nond...**

rank 99 of 124; percentile 79.7; sampling error 3.8 points; lower is stronger

A B C D E

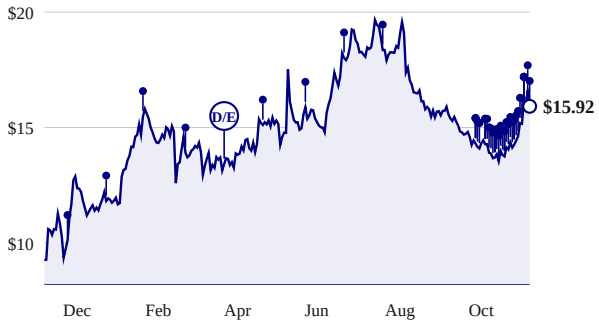
**D/E, the sloth**



## Scoreboard

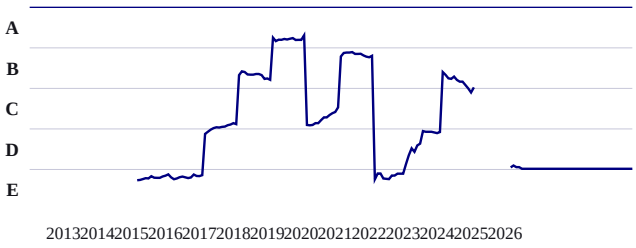
| | |
|---|---|
| **Profitability** | C/D<br>percentile 61.3 |
| **Solvency** | D<br>percentile 65.2 |
| **Growth and financing** | C/D<br>percentile 57.3 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $7.3B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered<br>not computable: distress |
| **Inputs computable** | 9 of 14 |
| **Graded from** | filings received through Feb 27, 2026<br>252 days before the rescan; latest periodic filing 10-Q received Nov 5, 2026 |
| **Last close** | $15.93<br>2026-11-05; market equity $2.8B; 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 27, 2026*

Results of Operations for Fiscal Year 2025 Compared to Fiscal Year 2024 We have reclassified certain prior-year amounts to conform to the current year's presentation. Unless otherwise specified, our discussion below reflects continuing operations only. Prior period financial information related to discontinued operations has been reclassified and separately presented in the consolidated financial statements and accompanying notes to conform to the current period presentation.

## The fourteen inputs

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

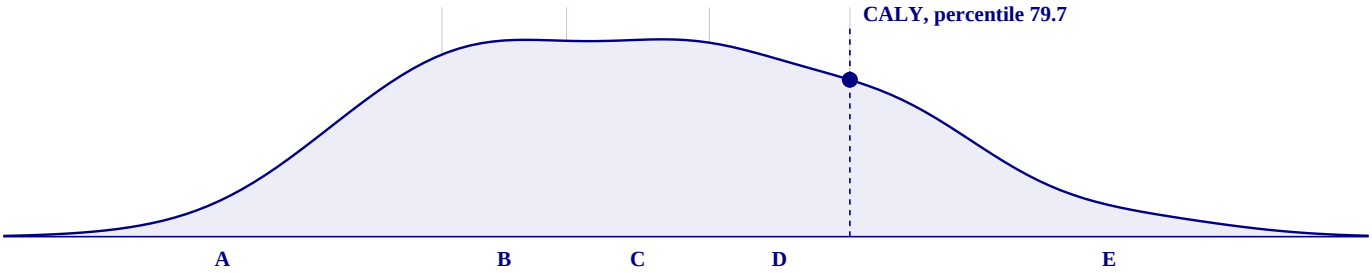
| Input | Value | Peer median | Percentile, 0 to 100 | Pct | Peers | Period end |
|---|---|---|---|---|---|---|
| **Profitability, sleeve percentile 61.3** | | | | | | |
| Gross profitability | 11.9% | 29.8% | | 86.7 | 144 | 2025-12-31 |
| Return on invested capital | 1.9% | 5.6% | | 72.9 | 49 | 2025-12-31 |
| Accruals ratio | (10.0%) | (5.1%) | | 24.3 | 149 | 2025-12-31 |
| Gross margin stability, five years | not computable | 1.9 pts | | | | |

Not investment advice. Informational and educational only. Data from SEC EDGAR, may contain errors, is not warranted. The grade ranks reported financial condition and is not a return forecast.

| | | | | | | |
|---|---|---|---|---|---|---|
| *five consecutive annual gross margins are required* | | | | | | |
| **Solvency, sleeve percentile 65.2** | | | | | | |
| Twelve-month failure probability | not computable | 0.03% | | | | |
| *liabilities and a nearby cover-page share count are required at 2026-09-30* | | | | | | |
| Altman Z double-prime | not computable | 3.11 | | | | |
| *one or more required annual facts are missing* | | | | | | |
| Net debt to EBITDA | 2.94x | 2.54x | 66.7 | 55 | 2025-12-31 | |
| Interest coverage | not computable | 2.51x | | | | |
| *latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-31* | | | | | | |
| Current ratio | 1.36x | 1.81x | 63.8 | 153 | 2025-12-31 | |
| **Growth and financing, sleeve percentile 57.3** | | | | | | |
| Revenue growth, three-year compound | (19.8%) | 0.2% | 95.5 | 133 | 2025-12-31 | |
| Free cash flow growth, three-year compound | not computable | 14.9% | | | | |
| *current FCF must be positive and base FCF must exceed $100,000* | | | | | | |
| Reinvestment rate | 1,372.4% | 11.0% | 1.4 | 71 | 2025-12-31 | |
| Asset growth, three years | (5.3%) | 0.2% | 73.7 | 134 | 2025-12-31 | |
| Net share issuance, one year | 0.4% | 0.03% | 58.8 | 103 | 2026-02-19 | |

## Among 124 peers

*consumer nondurables; 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 |
|---|---|---|---|---|
| 94 | Laird Superfood, Inc. (LSF) | 75.6 | D | fortress balance sheet |
| 95 | Capri Holdings Ltd. (CPRI) | 76.4 | D/E | |
| 96 | Acco Brands Corp. (ACCO) | 77.2 | D/E | |
| 97 | Conagra Brands Inc. (CAG) | 78.0 | D/E | |
| 98 | Barfresh Food Group Inc. (BRFH) | 78.9 | D/E | late filer, fortress balance sheet |
| 99 | Callaway Golf Co. (CALY) | 79.7 | D/E | |
| 100 | Westrock Coffee Co. (WEST) | 80.5 | D/E | |
| 101 | B&G Foods, Inc. (BGS) | 81.3 | D/E | |
| 102 | Primo Brands Corp. (PRMB) | 82.1 | D/E | |
| 103 | Unifi Inc. (UFI) | 82.9 | D/E | |
| 104 | Keurig Dr Pepper Inc. (KDP) | 83.7 | D/E | |

## What the price implies

*at the 2026-11-05 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | 49.7% | (1.3%) | 89 |
| Distance from 52-week high | (19.0%) | (20.3%) | 52 |
| EBIT to enterprise value | 5.4% | 3.6% | 64 |
| Free cash flow yield | 10.8% | 4.3% | 81 |
| Book value to price | 0.78 | 0.55 | 64 |
| Sales to price | 0.74 | 1.19 | 31 |

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| | | | |
|---|---|---|---|
| Composite equity issuance, five years | 58.2% | (16.7%) | 95 |
| Relative strength against the sector, log excess return | 0.33 | (0.09) | 89 |

## 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 | fail |
| Operating cash flow above zero | pass |
| Return on assets improved | pass |
| 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 | pass |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $433.5M |
| Operating cash flow, four quarters | $336.3M |
| Months of runway | not finite |
| Days since last periodic filing | 1 (10-Q received Nov 5, 2026) |
| Median daily dollar volume, 63 sessions | $26.0M |

## 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 | $867.6M | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 2 | assets | us-gaap:Assets | $7.3B | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 3 | operating income | us-gaap:OperatingIncomeLoss | $128.1M | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 4 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $87.6M | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 5 | income tax | us-gaap:IncomeTaxExpenseBenefit | $48.8M | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 6 | total debt | us-gaap:LongTermDebt | $1.4B | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 7 | book equity | us-gaap:StockholdersEquity | $2.1B | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 8 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $903.2M | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 9 | total debt | us-gaap:LongTermDebt | $1.4B | 2024-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 10 | book equity | us-gaap:StockholdersEquity | $2.4B | 2024-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 11 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $445.0M | 2024-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 12 | net income | us-gaap:NetIncomeLoss | -$409.3M | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 13 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $334.0M | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 14 | assets | us-gaap:Assets | $7.6B | 2024-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 15 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $46.4M | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 16 | operating income | us-gaap:OperatingIncomeLoss | $194.1M | 2023-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 17 | interest expense | us-gaap:InterestExpense | $210.2M | 2023-12-31 | 2024-02-29 | 10-K | 24-000016 |
| 18 | current assets | us-gaap:AssetsCurrent | $5.9B | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 19 | current liabilities | us-gaap:LiabilitiesCurrent | $4.4B | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 20 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $2.1B | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 21 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $2.1B | 2024-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 22 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $2.1B | 2023-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 23 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $4.0B | 2022-12-31 | 2025-03-03 | 10-K | 25-000024 |
| 24 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $31.8M | 2025-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 25 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $382.0M | 2024-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 26 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $48.7M | 2024-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 27 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $364.7M | 2023-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 28 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $50.0M | 2023-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 29 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | -$35.1M | 2022-12-31 | 2025-03-03 | 10-K | 25-000024 |

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| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 30 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $532.3M | 2022-12-31 | 2025-03-03 | 10-K | 25-000024 |
| 31 | current assets | us-gaap:AssetsCurrent | $1.6B | 2024-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 32 | current liabilities | us-gaap:LiabilitiesCurrent | $825.9M | 2024-12-31 | 2026-02-27 | 10-K | 26-000010 |
| 33 | assets | us-gaap:Assets | $9.1B | 2023-12-31 | 2025-03-03 | 10-K | 25-000024 |
| 34 | assets | us-gaap:Assets | $8.6B | 2022-12-31 | 2024-02-29 | 10-K | 24-000016 |
| 35 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 184,094,276 | 2026-02-19 | 2026-02-27 | 10-K | 26-000010 |
| 36 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 183,396,369 | 2025-02-19 | 2025-03-03 | 10-K | 25-000024 |

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