# Align Technology Inc.

**ALGN**

Nasdaq; healthcare; SIC 3842, Orthopedic, Prosthetic & Surgical Appliances & Supplies; CIK 0001097149

**C**

**middle fifth of 367 graded peers in healthcare**

rank 174 of 367; percentile 47.3; sampling error 2.5 points; lower is stronger

A B C D E

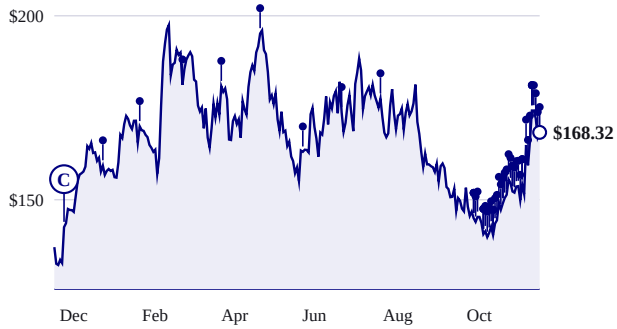
**C, the tortoise**



## Scoreboard

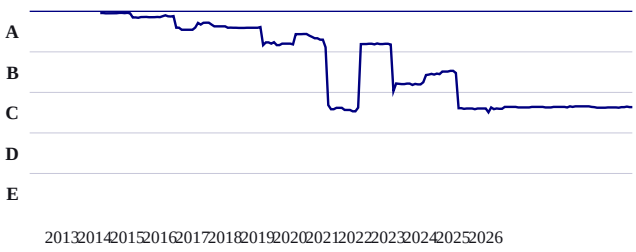
| | |
|---|---|
| **Profitability** | C<br>percentile 46.4 |
| **Solvency** | C<br>percentile 51.9 |
| **Growth and financing** | C<br>percentile 42.8 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $6.2B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered<br>not computable: distress, fortress balance sheet |
| **Inputs computable** | 10 of 14 |
| **Graded from** | filings received through Feb 27, 2026<br>261 days before the rescan; latest periodic filing 10-Q received Nov 4, 2026 |
| **Last close** | $168.35<br>2026-11-13; market equity $11.9B; 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*

Align Technology, Inc. ("we," "us," "our," "Align" or the "Company") is a global medical device company primarily engaged in the design, manufacture and marketing of Invisalign® clear aligners for the treatment of malocclusions, or the misalignment of teeth, by orthodontists and general dental practitioners ("GPs"), ViveraTM retainers for retention, iTeroTM intraoral scanners and services for dentistry, and exocadTM computer-aided design and computer-aided manufacturing ("CAD/CAM") software for dental laboratories and dental practitioners.

## The fourteen inputs

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

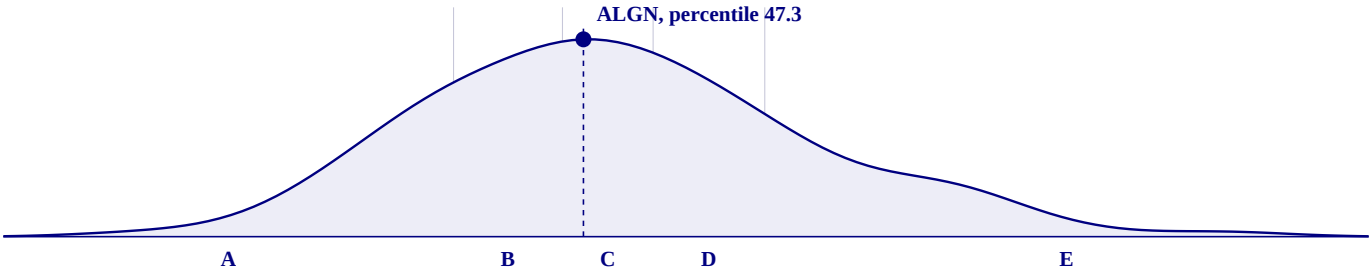
| Input | Value | Peer median | Percentile, 0 to 100 | Pct | Peers | Period end |
|---|---|---|---|---|---|---|
| **Profitability, sleeve percentile 46.4** | | | | | | |
| Gross profitability | 43.5% | 32.3% | | 28.3 | 365 | 2025-12-31 |
| Return on invested capital | not computable | 9.3% | | | | |
| *one or more required annual facts are missing* | | | | | | |

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.

| | | | | | | |
|---|---|---|---|---|---|---|
| Accruals ratio | (2.9%) | (6.6%) | | 71.8 | 799 | 2025-12-31 |
| Gross margin stability, five years | 2.3 pts | 2.8 pts | | 39.0 | 242 | 2025-12-31 |
| **Solvency, sleeve percentile 51.9** | | | | | | |
| Twelve-month failure probability | not computable | 0.08% | | | | |
| *latest liabilities, cash plus short-term investments, book equity, and shares are required* | | | | | | |
| Altman Z double-prime | 4.56 | (0.31) | | 20.4 | 743 | 2025-12-31 |
| Net debt to EBITDA | not computable | 1.82x | | | | |
| *one or more required annual facts are missing* | | | | | | |
| Interest coverage | not computable | (4.51x) | | | | |
| *interest expense must exceed $100,000* | | | | | | |
| Current ratio | 1.36x | 2.96x | | 83.4 | 825 | 2025-12-31 |
| **Growth and financing, sleeve percentile 42.8** | | | | | | |
| Revenue growth, three-year compound | 2.6% | 10.1% | | 64.9 | 411 | 2025-12-31 |
| Free cash flow growth, three-year compound | 21.0% | 11.0% | | 43.6 | 95 | 2025-12-31 |
| Reinvestment rate | 28.0% | 37.1% | | 51.5 | 104 | 2025-12-31 |
| Asset growth, three years | 1.6% | 2.3% | | 48.3 | 693 | 2025-12-31 |
| Net share issuance, one year | (3.1%) | 2.4% | | 5.6 | 627 | 2026-02-20 |

## Among 367 peers

*healthcare; 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 |
|---|---|---|---|---|
| 169 | Zimmer Biomet Holdings, Inc. (ZBH) | 45.9 | C | |
| 170 | Anika Therapeutics, Inc. (ANIK) | 46.2 | C | fortress balance sheet |
| 171 | Orasure Technologies Inc. (OSUR) | 46.4 | C | |
| 172 | Johnson & Johnson (JNJ) | 46.7 | C | |
| 173 | Enovis Corp. (ENOV) | 47.0 | C | |
| 174 | Align Technology Inc. (ALGN) | 47.3 | C | |
| 175 | Kymera Therapeutics, Inc. (KYMR) | 47.5 | C | dilution |
| 176 | ClearPoint Neuro, Inc. (CLPT) | 47.8 | C | |
| 177 | ImmunityBio, Inc. (IBRX) | 48.1 | C | short runway, distress |
| 178 | Scynexis Inc. (SCYX) | 48.4 | C | fortress balance sheet |
| 179 | Amneal Pharmaceuticals, Inc. (AMRX) | 48.6 | C | |

## What the price implies

*at the 2026-11-13 close; none of these enters the grade*

| Measure | Value | Peer median | Percentile |
|---|---|---|---|
| Twelve-month price change, skipping the latest month | 5.4% | (1.5%) | 55 |
| Distance from 52-week high | (14.8%) | (32.0%) | 66 |
| EBIT to enterprise value | not computable | (1.8%) | |
| Free cash flow yield | 4.1% | (1.0%) | 78 |
| Book value to price | 0.36 | 0.29 | 57 |
| Sales to price | 0.34 | 0.29 | 54 |

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.

| | | | |
|---|---|---|---|
| Composite equity issuance, five years | (11.6%) | 19.1% | 15 |
| Relative strength against the sector, log excess return | (0.11) | (0.18) | 55 |

## 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 | pass |
| Gross margin improved | fail |
| Asset turnover improved | fail |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $1.1B |
| Operating cash flow, four quarters | $749.9M |
| Months of runway | not finite |
| Days since last periodic filing | 11 (10-Q received Nov 4, 2026) |
| Median daily dollar volume, 63 sessions | $138.5M |

## 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 | $2.7B | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 2 | assets | us-gaap:Assets | $6.2B | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 3 | net income | us-gaap:NetIncomeLoss | $410.4M | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 4 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $593.2M | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 5 | assets | us-gaap:Assets | $6.2B | 2024-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 6 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $4.0B | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 7 | gross profit | us-gaap:GrossProfit | $2.8B | 2024-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 8 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $4.0B | 2024-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 9 | gross profit | us-gaap:GrossProfit | $2.7B | 2023-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 10 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $3.9B | 2023-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 11 | gross profit | us-gaap:GrossProfit | $2.6B | 2022-12-31 | 2025-02-28 | 10-K | 25-000012 |
| 12 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $3.7B | 2022-12-31 | 2025-02-28 | 10-K | 25-000012 |
| 13 | gross profit | us-gaap:GrossProfit | $2.9B | 2021-12-31 | 2024-02-28 | 10-K | 24-000011 |
| 14 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $4.0B | 2021-12-31 | 2024-02-28 | 10-K | 24-000011 |
| 15 | current assets | us-gaap:AssetsCurrent | $2.6B | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 16 | current liabilities | us-gaap:LiabilitiesCurrent | $1.9B | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 17 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | $2.5B | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 18 | operating income | us-gaap:OperatingIncomeLoss | $545.8M | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 19 | book equity | us-gaap:StockholdersEquity | $4.0B | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 20 | liabilities | us-gaap:Liabilities | $2.2B | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 21 | operating income | us-gaap:OperatingIncomeLoss | $90.4M | 2011-12-31 | 2014-02-28 | 10-K | 14-000789 |
| 22 | interest expense | us-gaap:InterestExpense | $51,000 | 2011-12-31 | 2012-02-29 | 10-K | 12-089395 |
| 23 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $102.4M | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 24 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $738.2M | 2024-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 25 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $115.6M | 2024-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 26 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $785.8M | 2023-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 27 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $177.7M | 2023-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 28 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $568.7M | 2022-12-31 | 2025-02-28 | 10-K | 25-000012 |
| 29 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $291.9M | 2022-12-31 | 2025-02-28 | 10-K | 25-000012 |

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.

| | | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| 30 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $237.4M | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 31 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $585.3M | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 32 | income tax | us-gaap:IncomeTaxExpenseBenefit | $174.9M | 2025-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 33 | current assets | us-gaap:AssetsCurrent | $2.5B | 2024-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 34 | current liabilities | us-gaap:LiabilitiesCurrent | $2.0B | 2024-12-31 | 2026-02-27 | 10-K | 26-000014 |
| 35 | assets | us-gaap:Assets | $6.1B | 2023-12-31 | 2025-02-28 | 10-K | 25-000012 |
| 36 | assets | us-gaap:Assets | $5.9B | 2022-12-31 | 2024-02-28 | 10-K | 24-000011 |
| 37 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 71,282,132 | 2026-02-20 | 2026-02-27 | 10-K | 26-000014 |
| 38 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 73,597,648 | 2025-02-20 | 2025-02-28 | 10-K | 25-000012 |

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.