Herbalife Ltd.

HLF

NYSE; shops; SIC 5122, Wholesale-Drugs, Proprietaries & Druggists' Sundries; CIK 0001180262

C

middle fifth of 239 graded peers in shops

rank 110 of 239; percentile 45.8; sampling error 3.0 points; lower is stronger

A B C D E

C, the tortoise



Scoreboard

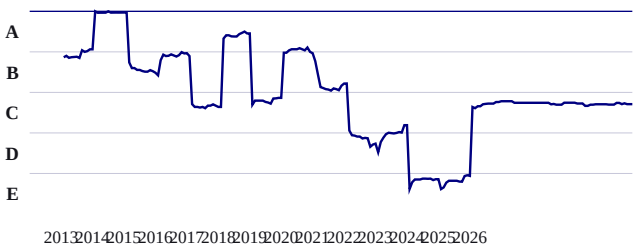
Profitability	B	percentile 27.5
Solvency	C/D	percentile 61.1
Growth and financing	C	percentile 54.9
Reliability	0.94 AUC	filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year	Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets	total assets $2.8B
Standard universe	inside	revenue above $1M and assets above $10M
Warnings	none triggered	not computable: distress
Inputs computable	13 of 13	
Graded from	filings received through Feb 18, 2026	278 days before the rescan; latest periodic filing 10-Q received Nov 2, 2026
Last close	$15.53	2026-11-20; market equity $1.6B; 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 18, 2026

Herbalife is a global health and wellness company, that, for 46 years, has empowered millions of people to reach their nutrition, health and wellness goals using our science-backed products and the individual coaching provided by our network of independent members. We are the number one active and lifestyle nutrition brand in the world and sell the number one protein shake in the world. We provide weight management, targeted nutrition, energy, sports and fitness, and outer nutrition products in 95 markets around the world. We use a direct-selling business model to distribute and market our nutrition products to and through a global network of Members.

The thirteen inputs

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

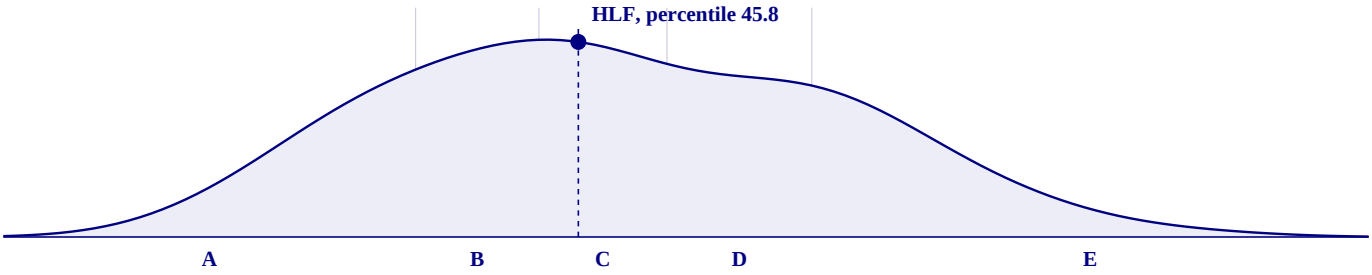
Input	Value	Peer median	Percentile, 0 to 100	Pct	Peers	Period end
Profitability, sleeve percentile 27.5						
Gross profitability	140.8%	43.5%		2.7	223	2025-12-31
Return on invested capital	36.7%	11.5%		13.3	76	2025-12-31

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Accruals ratio	(3.8%)	(4.9%)	64.8	268	2025-12-31
Gross margin stability, five years	0.7 pts	1.2 pts	29.4	202	2025-12-31
Solvency, sleeve percentile 61.1					
Altman Z double-prime	0.63	1.93	62.8	197	2025-12-31
Net debt to EBITDA	2.82x	1.65x	61.1	91	2025-12-31
Interest coverage	2.24x	3.83x	58.0	51	2025-12-31
Current ratio	1.13x	1.34x	62.6	274	2025-12-31
Growth and financing, sleeve percentile 54.9					
Revenue growth, three-year compound	(1.1%)	1.8%	62.7	250	2025-12-31
Free cash flow growth, three-year compound	8.8%	5.2%	42.8	139	2025-12-31
Reinvestment rate	50.1%	13.1%	28.2	143	2025-12-31
Asset growth, three years	0.7%	3.3%	58.4	251	2025-12-31
Net share issuance, one year	2.1%	(0.6%)	82.4	206	2026-02-11

Among 239 peers

shops; 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
105	Lowes Companies Inc. (LOW)	43.7	C	
106	US Foods Holding Corp. (USFD)	44.1	C	
107	Sonic Automotive Inc. (SAH)	44.5	C	
108	Cannae Holdings, Inc. (CNNE)	45.0	C	fortress balance sheet
109	First Watch Restaurant Group, Inc. (FWRG)	45.4	C	
110	Herbalife Ltd. (HLF)	45.8	C	
111	Honest Company, Inc. (HNST)	46.2	C	
112	LKQ Corp. (LKQ)	46.6	C	
113	Central Garden & PET Co. (CENT)	47.1	C	
114	Group 1 Automotive Inc. (GPI)	47.5	C	
115	Titan Machinery Inc. (TITN)	47.9	C	fortress balance sheet

What the price implies

at the 2026-11-20 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	51.6%	(0.5%)	88
Distance from 52-week high	(22.2%)	(25.1%)	58
EBIT to enterprise value	15.3%	5.5%	94
Free cash flow yield	15.5%	4.2%	90
Book value to price	(0.25)	0.40	7
Sales to price	3.09	1.70	66
Composite equity issuance, five years	(11.7%)	(17.2%)	58
Relative strength against the sector, log excess return	0.51	0.08	88
Twelve-month failure probability, CHS model	not computable	0.04%	

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Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score 5 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
Gross margin improved	fail
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	$409.2M
Operating cash flow, four quarters	$396.3M
Months of runway	not finite
Days since last periodic filing	21 (10-Q received Nov 2, 2026)
Median daily dollar volume, 63 sessions	$19.1M

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	$3.9B	2025-12-31	2026-02-18	10-K	26-057113
2	assets	us-gaap:Assets	$2.8B	2025-12-31	2026-02-18	10-K	26-057113
3	operating income	us-gaap:OperatingIncomeLoss	$481.0M	2025-12-31	2026-02-18	10-K	26-057113
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$275.1M	2025-12-31	2026-02-18	10-K	26-057113
5	income tax	us-gaap:IncomeTaxExpenseBenefit	$47.3M	2025-12-31	2026-02-18	10-K	26-057113
6	total debt	us-gaap:LongTermDebt	$2.0B	2025-12-31	2026-02-18	10-K	26-057113
7	book equity	us-gaap:StockholdersEquity	-$515.1M	2025-12-31	2026-02-18	10-K	26-057113
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$353.1M	2025-12-31	2026-02-18	10-K	26-057113
9	total debt	us-gaap:LongTermDebt	$2.3B	2024-12-31	2026-02-18	10-K	26-057113
10	book equity	us-gaap:StockholdersEquity	-$801.1M	2024-12-31	2026-02-18	10-K	26-057113
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$415.3M	2024-12-31	2026-02-18	10-K	26-057113
12	net income	us-gaap:NetIncomeLoss	$228.3M	2025-12-31	2026-02-18	10-K	26-057113
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$333.3M	2025-12-31	2026-02-18	10-K	26-057113
14	assets	us-gaap:Assets	$2.7B	2024-12-31	2026-02-18	10-K	26-057113
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$5.0B	2025-12-31	2026-02-18	10-K	26-057113
16	gross profit	us-gaap:GrossProfit	$3.9B	2024-12-31	2026-02-18	10-K	26-057113
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$5.0B	2024-12-31	2026-02-18	10-K	26-057113
18	gross profit	us-gaap:GrossProfit	$3.9B	2023-12-31	2026-02-18	10-K	26-057113
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$5.1B	2023-12-31	2026-02-18	10-K	26-057113
20	gross profit	us-gaap:GrossProfit	$4.0B	2022-12-31	2025-02-19	10-K	25-023207
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$5.2B	2022-12-31	2025-02-19	10-K	25-023207
22	gross profit	us-gaap:GrossProfit	$4.6B	2021-12-31	2024-02-14	10-K	24-015266
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$5.8B	2021-12-31	2024-02-14	10-K	24-015266
24	current assets	us-gaap:AssetsCurrent	$1.1B	2025-12-31	2026-02-18	10-K	26-057113
25	current liabilities	us-gaap:LiabilitiesCurrent	$1.0B	2025-12-31	2026-02-18	10-K	26-057113
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-$579.7M	2025-12-31	2026-02-18	10-K	26-057113
27	liabilities	us-gaap:Liabilities	$3.3B	2025-12-31	2026-02-18	10-K	26-057113
28	depreciation amortization	us-gaap:Depreciation	$99.4M	2025-12-31	2026-02-18	10-K	26-057113
29	interest expense	us-gaap:InterestExpense	$214.4M	2025-12-31	2026-02-18	10-K	26-057113
30	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$80.4M	2025-12-31	2026-02-18	10-K	26-057113
31	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$285.4M	2024-12-31	2026-02-18	10-K	26-057113

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32	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$122.0M	2024-12-31	2026-02-18	10-K	26-057113
33	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$357.5M	2023-12-31	2026-02-18	10-K	26-057113
34	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$135.0M	2023-12-31	2026-02-18	10-K	26-057113
35	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$352.5M	2022-12-31	2025-02-19	10-K	25-023207
36	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$156.4M	2022-12-31	2025-02-19	10-K	25-023207
37	current assets	us-gaap:AssetsCurrent	$1.1B	2024-12-31	2026-02-18	10-K	26-057113
38	current liabilities	us-gaap:LiabilitiesCurrent	$1.2B	2024-12-31	2026-02-18	10-K	26-057113
39	assets	us-gaap:Assets	$2.8B	2023-12-31	2025-02-19	10-K	25-023207
40	assets	us-gaap:Assets	$2.7B	2022-12-31	2024-02-14	10-K	24-015266
41	shares outstanding	dei:EntityCommonStockSharesOutstanding	103,365,565	2026-02-11	2026-02-18	10-K	26-057113
42	shares outstanding	dei:EntityCommonStockSharesOutstanding	101,197,037	2025-02-12	2025-02-19	10-K	25-023207

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