# Sprouts Farmers Market, Inc.

**SFM**

Nasdaq; shops; SIC 5411, Retail-Grocery Stores; CIK 0001575515

**A/B**

**on the A/B boundary of 239 graded peers in shops**

rank 55 of 239; percentile 22.7; sampling error 3.0 points; lower is stronger

A B C D E

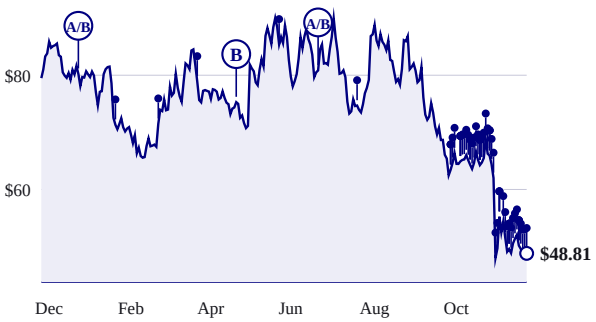
**A/B, the bull**



## Scoreboard

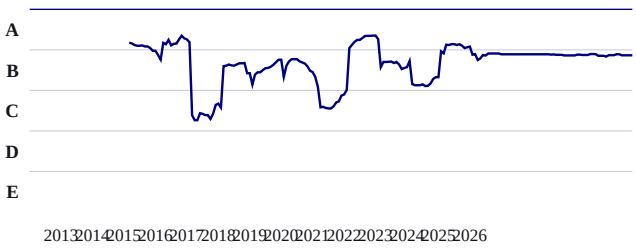
| | |
|---|---|
| **Profitability** | B<br>percentile 34.3 |
| **Solvency** | C/D<br>percentile 60.5 |
| **Growth and financing** | B<br>percentile 25.1 |
| **Reliability** | 0.94 AUC<br>filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025 |
| **Peer failure rate** | 0.52% a year<br>Item 1.03 bankruptcies, same asset band, 2012 to 2025 |
| **Size band** | over $2.67B assets<br>total assets $4.2B |
| **Standard universe** | inside<br>revenue above $1M and assets above $10M |
| **Warnings** | none triggered; fortress balance sheet<br>not computable: distress |
| **Inputs computable** | 10 of 13 |
| **Graded from** | filings received through Feb 19, 2026<br>277 days before the rescan; latest periodic filing 10-Q received Oct 28, 2026 |
| **Last close** | $48.82<br>2026-11-20; market equity $4.5B; 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 19, 2026*

Sprouts Farmers Market offers a unique specialty grocery experience featuring an open layout with fresh produce at the heart of the store. Sprouts inspires wellness naturally with a carefully curated assortment of better-for-you products paired with purpose-driven people. We continue to bring the latest in wholesome, innovative products made with lifestyle-friendly ingredients such as organic, plant-based and gluten-free. From our founding in 2002, we have grown rapidly, significantly increasing our sales, store count and profitability.

## 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 34.3** | | | | | | |
| Gross profitability | 82.2% | 43.5% | | 12.6 | 223 | 2025-12-28 |
| Return on invested capital | not computable | 11.5% | | | | |

*latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-28*

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 | (4.9%) | (4.9%) | 52.1 | 268 | 2025-12-28 |
| Gross margin stability, five years | 1.0 pts | 1.2 pts | 38.3 | 202 | 2025-12-28 |
| **Solvency, sleeve percentile 60.5** | | | | | |
| Altman Z double-prime | 1.99 | 1.93 | 44.9 | 197 | 2025-12-28 |
| Net debt to EBITDA | not computable | 1.65x | | | |
| *latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-28* | | | | | |
| Interest coverage | not computable | 3.83x | | | |
| *latest aligned inputs end 2018-12-30; latest annual assets end 2025-12-28* | | | | | |
| Current ratio | 0.93x | 1.34x | 76.2 | 274 | 2025-12-28 |
| **Growth and financing, sleeve percentile 25.1** | | | | | |
| Revenue growth, three-year compound | 11.2% | 1.8% | 13.7 | 250 | 2025-12-28 |
| Free cash flow growth, three-year compound | 23.7% | 5.2% | 20.3 | 139 | 2025-12-28 |
| Reinvestment rate | 6.5% | 13.1% | 55.6 | 143 | 2025-12-28 |
| Asset growth, three years | 10.6% | 3.3% | 16.8 | 251 | 2025-12-28 |
| Net share issuance, one year | (4.1%) | (0.6%) | 19.0 | 206 | 2026-02-17 |

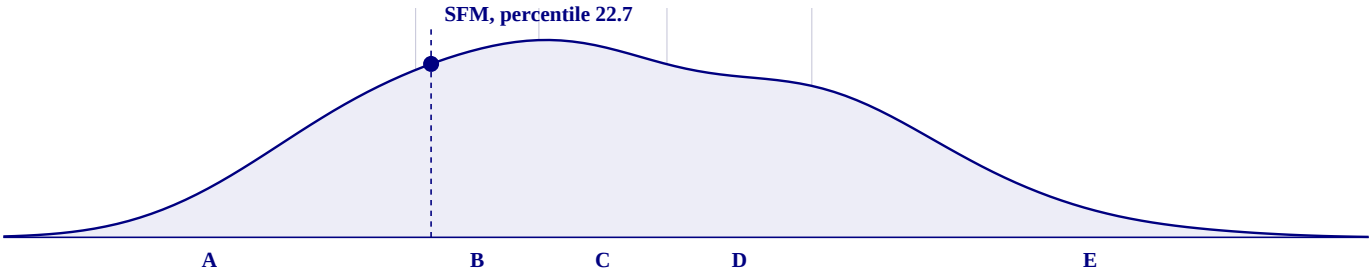
## Warnings

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

| Check | Measured |
|---|---|
| Fortress balance sheet | cash minus debt is 76,794,000 USD; Altman Z is not used |

## 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 |
|---|---|---|---|---|
| 50 | Chewy, Inc. (CHWY) | 20.6 | A/B | |
| 51 | TE Connectivity plc (TEL) | 21.0 | A/B | |
| 52 | Cardinal Health Inc. (CAH) | 21.4 | A/B | |
| 53 | Arhaus, Inc. (ARHS) | 21.8 | A/B | |
| 54 | Buckle Inc. (BKE) | 22.3 | A/B | |
| 55 | Sprouts Farmers Market, Inc. (SFM) | 22.7 | A/B | fortress balance sheet |
| 56 | EVI Industries, Inc. (EVI) | 23.1 | B | |
| 57 | Wesco International Inc. (WCC) | 23.5 | B | |
| 58 | Pricesmart Inc. (PSMT) | 23.9 | B | fortress balance sheet |
| 59 | Carmax Inc. (KMX) | 24.4 | B | |
| 60 | Academy Sports & Outdoors, Inc. (ASO) | 24.8 | B | |

## 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 | (16.0%) | (0.5%) | 35 |
| Distance from 52-week high | (45.8%) | (25.1%) | 24 |
| EBIT to enterprise value | 15.6% | 5.5% | 94 |

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.

| | | | |
|---|---|---|---|
| Free cash flow yield | 10.4% | 4.2% | 80 |
| Book value to price | 0.34 | 0.40 | 45 |
| Sales to price | 1.96 | 1.70 | 54 |
| Composite equity issuance, five years | (24.6%) | (17.2%) | 32 |
| Relative strength against the sector, log excess return | (0.08) | 0.08 | 35 |
| Twelve-month failure probability, CHS model | not computable | 0.04% | |

## Diagnostics

*shown on every report; none enters the grade*

| Measure | Value |
|---|---|
| **Piotroski F-score None of 9, period end 2025-12-28** | |
| Return on assets above zero | pass |
| Operating cash flow above zero | pass |
| Return on assets improved | pass |
| Operating cash flow exceeds net income | pass |
| Long-term leverage fell | fail |
| Current ratio improved | fail |
| No new shares issued | pass |
| Gross margin improved | pass |
| Asset turnover improved | pass |
| **Cash, filings, liquidity** | |
| Cash and equivalents | $228.7M |
| Operating cash flow, four quarters | $693.7M |
| Months of runway | not finite |
| Days since last periodic filing | 26 (10-Q received Oct 28, 2026) |
| Median daily dollar volume, 63 sessions | $141.3M |

## 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 | $3.4B | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 2 | assets | us-gaap:Assets | $4.2B | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 3 | operating income | us-gaap:OperatingIncomeLoss | $350.2M | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 4 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $343.7M | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 5 | income tax | us-gaap:IncomeTaxExpenseBenefit | $84.9M | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 6 | total debt | us-gaap:LongTermDebt | $125.0M | 2023-12-31 | 2024-02-22 | 10-K | 24-018768 |
| 7 | book equity | us-gaap:StockholdersEquity | $1.1B | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 8 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $201.8M | 2023-12-31 | 2025-02-20 | 10-K | 25-000011 |
| 9 | total debt | us-gaap:LongTermDebt | $250.0M | 2023-01-01 | 2023-03-02 | 10-K | 23-005723 |
| 10 | book equity | us-gaap:StockholdersEquity | $1.0B | 2023-01-01 | 2026-02-19 | 10-K | 26-000008 |
| 11 | cash | us-gaap:CashAndCashEquivalentsAtCarryingValue | $293.2M | 2023-01-01 | 2024-02-22 | 10-K | 24-018768 |
| 12 | net income | us-gaap:NetIncomeLoss | $523.7M | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 13 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $716.0M | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 14 | assets | us-gaap:Assets | $3.6B | 2024-12-29 | 2026-02-19 | 10-K | 26-000008 |
| 15 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $8.8B | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 16 | gross profit | us-gaap:GrossProfit | $2.9B | 2024-12-29 | 2026-02-19 | 10-K | 26-000008 |
| 17 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $7.7B | 2024-12-29 | 2026-02-19 | 10-K | 26-000008 |
| 18 | gross profit | us-gaap:GrossProfit | $2.5B | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 19 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $6.8B | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 20 | gross profit | us-gaap:GrossProfit | $2.3B | 2023-01-01 | 2025-02-20 | 10-K | 25-000011 |
| 21 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $6.4B | 2023-01-01 | 2025-02-20 | 10-K | 25-000011 |
| 22 | gross profit | us-gaap:GrossProfit | $2.2B | 2022-01-02 | 2024-02-22 | 10-K | 24-018768 |
| 23 | revenue | us-gaap:RevenueFromContractWithCustomerExcludingA... | $6.1B | 2022-01-02 | 2024-02-22 | 10-K | 24-018768 |
| 24 | current assets | us-gaap:AssetsCurrent | $809.9M | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |

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.

| | | | | | | | |
|---|---|---|---|---|---|---|---|
| 25 | current liabilities | us-gaap:LiabilitiesCurrent | $870.8M | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 26 | retained earnings | us-gaap:RetainedEarningsAccumulatedDeficit | $561.1M | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 27 | operating income | us-gaap:OperatingIncomeLoss | $686.2M | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 28 | book equity | us-gaap:StockholdersEquity | $1.4B | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 29 | liabilities | us-gaap:Liabilities | $2.8B | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 30 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $137.8M | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 31 | operating income | us-gaap:OperatingIncomeLoss | $222.9M | 2018-12-30 | 2021-02-25 | 10-K | 21-008832 |
| 32 | interest expense | us-gaap:InterestExpense | $27.4M | 2018-12-30 | 2019-02-21 | 10-K | 19-003562 |
| 33 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $248.3M | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 34 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $645.2M | 2024-12-29 | 2026-02-19 | 10-K | 26-000008 |
| 35 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $230.4M | 2024-12-29 | 2026-02-19 | 10-K | 26-000008 |
| 36 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $465.1M | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 37 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $225.3M | 2023-12-31 | 2026-02-19 | 10-K | 26-000008 |
| 38 | operating cash flow | us-gaap:NetCashProvidedByUsedInOperatingActivities | $371.3M | 2023-01-01 | 2025-02-20 | 10-K | 25-000011 |
| 39 | capital expenditure | us-gaap:PaymentsToAcquirePropertyPlantAndEquipment | $124.0M | 2023-01-01 | 2025-02-20 | 10-K | 25-000011 |
| 40 | depreciation amortization | us-gaap:DepreciationDepletionAndAmortization | $157.7M | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 41 | pretax income | us-gaap:IncomeLossFromContinuingOperationsBeforeInc... | $688.8M | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 42 | income tax | us-gaap:IncomeTaxExpenseBenefit | $165.1M | 2025-12-28 | 2026-02-19 | 10-K | 26-000008 |
| 43 | current assets | us-gaap:AssetsCurrent | $675.5M | 2024-12-29 | 2026-02-19 | 10-K | 26-000008 |
| 44 | current liabilities | us-gaap:LiabilitiesCurrent | $680.0M | 2024-12-29 | 2026-02-19 | 10-K | 26-000008 |
| 45 | assets | us-gaap:Assets | $3.3B | 2023-12-31 | 2025-02-20 | 10-K | 25-000011 |
| 46 | assets | us-gaap:Assets | $3.1B | 2023-01-01 | 2024-02-22 | 10-K | 24-018768 |
| 47 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 94,576,393 | 2026-02-17 | 2026-02-19 | 10-K | 26-000008 |
| 48 | shares outstanding | dei:EntityCommonStockSharesOutstanding | 98,585,382 | 2025-02-18 | 2025-02-20 | 10-K | 25-000011 |

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.