

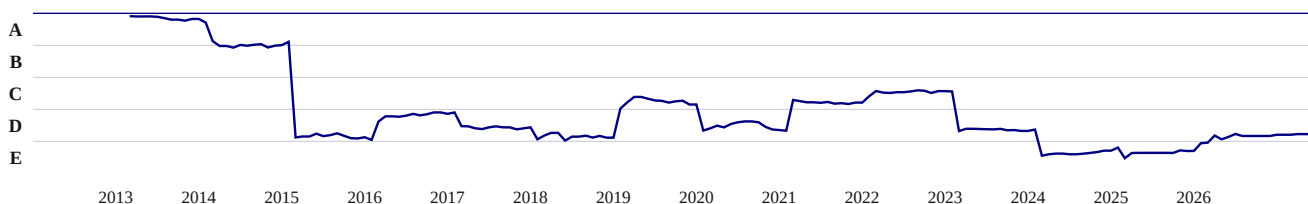
Advance Auto Parts Inc. (AAP)

NYSE; shops; SIC 5531, Retail-Auto & Home Supply Stores; CIK 0001158449

Advance Auto Parts Inc.	
AAP; shops	
Grade	D fourth fifth of 258 graded peers percentile 75.5; sampling error 2.9 points; lower is stronger
Rank	195 of 258
Profitability	D/E percentile 78.6
Solvency	B/C percentile 37.1
Growth and financing	D percentile 66.4
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 \$11.8B
Standard universe	inside revenue above \$1M and assets above \$10M
Warnings	none active not computable: short runway, distress
Inputs computable	8 of 14
Graded from	filings received through Feb 13, 2026 238 days before the rescan; latest periodic filing 10-Q received Aug 20, 2026
Last close	\$42.46 2026-10-08; market equity \$2.6B
Price used in grade	None

Letter at every rescans

Jan 21, 2012 to Oct 9, 2026; sector percentile, 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 13, 2026

Unless the context otherwise requires, the "Company," "Advance," and similar terms refer to Advance Auto Parts, Inc., its subsidiaries and their respective operations on a consolidated basis. The Company's fiscal year consists of 52 or 53 weeks ending on the Saturday closest to December 31st each year. The Company's fiscal year ended January 3, 2026 ("2025") included fifty-three weeks of operations. The Company's previous two fiscal years ended on December 28, 2024 ("2024") and December 30, 2023

("2023"), respectively, each included fifty-two weeks of operations. Advance Auto Parts, Inc.

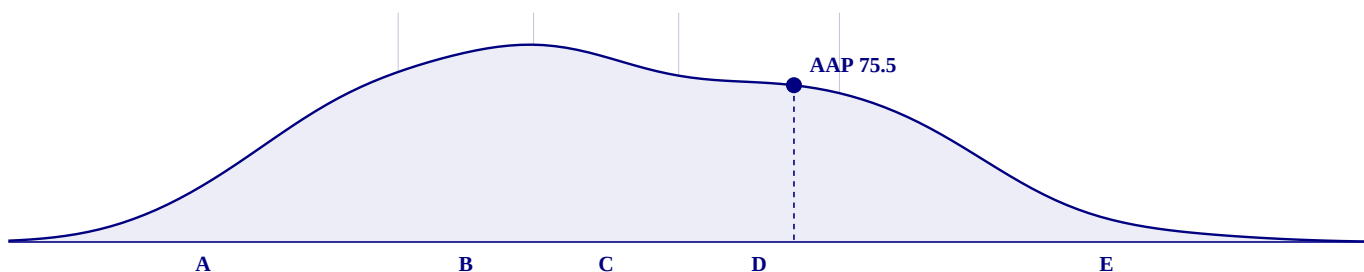
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 78.6						
Gross profitability		31.6%	42.6%	66.0	242	2026-01-03
Return on invested capital		not computable	10.9%			prior invested-capital observation is 4389 days earlier
Accruals ratio		0.8%	(4.9%)	90.6	287	2026-01-03
Gross margin stability, five years		3.0 pts	1.2 pts	79.4	219	2026-01-03
Solvency, sleeve percentile 37.1						
Twelve-month failure probability		not computable	0.04%			four consecutive discrete net-income quarters are required; found 4
Altman Z double-prime		3.09	1.92	31.9	208	2026-01-03
Net debt to EBITDA		1.26x	1.84x	45.5	100	2026-01-03
Interest coverage		not computable	2.26x			latest aligned inputs end 2016-01-02; latest annual assets end 2026-01-03
Current ratio		1.75x	1.37x	34.0	295	2026-01-03
Growth and financing, sleeve percentile 66.4						
Revenue growth, three-year compound		(2.0%)	1.5%	66.0	269	2026-01-03
Free cash flow growth, three-year compound		not computable	5.6%			current FCF must be positive and base FCF must exceed \$100,000 pretax income must exceed the validity floor and imply a 0%-100% tax rate four consecutive annual observations are required
Reinvestment rate		not computable	7.3%			
Asset growth, three years		not computable	3.4%			
Net share issuance, one year		0.5%	(0.6%)	66.7	211	2026-02-09

Among 258 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
190	Sherwin Williams Co. (SHW)	73.5	D	
191	Aramark (ARMK)	73.9	D	
192	Cracker Barrel OLD Country Store, Inc. (CBRL)	74.3	D	
193	Alliance Entertainment Holding Corp. (AENT)	74.9	D	
194	Alliance Entertainment Holding Corp. (AENTW)	74.9	D	
195	Advance Auto Parts Inc. (AAP) <	75.5	D	
196	1 800 Flowers COM Inc. (FLWS)	75.9	D	
197	Petco Health & Wellness Company, Inc. (WOOF)	76.3	D	
198	Nextnrg, Inc. (NXXT)	76.7	D	dilution, late filer
199	Service Corp. International (SCI)	77.0	D	
200	RED Robin Gourmet Burgers Inc. (RRGB)	77.4	D/E	

What the price implies

at the 2026-10-08 close; none enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	(29.9%)	(0.1%)	19
Distance from 52-week high	(32.7%)	(24.1%)	39
EBIT to enterprise value	(1.5%)	5.3%	17
Free cash flow yield	(11.6%)	4.2%	11
Book value to price	0.88	0.36	79
Sales to price	3.36	1.75	72
Composite equity issuance, five years	(20.3%)	(16.7%)	38
Relative strength against the sector, log excess return	(0.33)	0.02	19

Diagnostics

not in the grade

Measure	Value
Piotroski F-score 5 of 9, period end 2026-01-03	
Return on assets above zero	pass
Operating cash flow above zero	fail
Return on assets improved	pass
Operating cash flow exceeds net income	fail
Long-term leverage fell	fail
Current ratio improved	pass
No new shares issued	fail
Gross margin improved	pass
Asset turnover improved	pass
Cash, filings, liquidity	
Cash and equivalents	n/a
Operating cash flow, four quarters	n/a
Months of runway	not finite
Days since last periodic filing	50 (10-Q received Aug 20, 2026)
Median daily dollar volume, 63 sessions	\$74.1M

Sources

each row links to the filing index on sec.gov

#	Concept	XBRL tag	Value	Period end	Received	Form	Accession
1	gross profit	us-gaap:GrossProfit	\$3.7B	2026-01-03	2026-02-13	10-K	0001193125-26-051305
2	assets	us-gaap:Assets	\$11.8B	2026-01-03	2026-02-13	10-K	0001193125-26-051305
3	operating income	us-gaap:OperatingIncomeLoss	-\$43.0M	2026-01-03	2026-02-13	10-K	0001193125-26-051305
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraordinaryItemsIncludableInNetIncomeLoss	\$14.0M	2026-01-03	2026-02-13	10-K	0001193125-26-051305
5	income tax	us-gaap:IncomeTaxExpenseBenefit	-\$159.0M	2026-01-03	2026-02-13	10-K	0001193125-26-051305
6	total debt	us-gaap:LongTermDebt	\$3.4B	2026-01-03	2026-02-13	10-K	0001193125-26-051305
7	book equity	us-gaap:StockholdersEquity	\$2.2B	2026-01-03	2026-02-13	10-K	0001193125-26-051305
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$3.1B	2026-01-03	2026-02-13	10-K	0001193125-26-051305
9	total debt	us-gaap:LongTermDebt	\$1.1B	2013-12-28	2014-02-25	10-K	0001158449-14-000058
10	book equity	us-gaap:StockholdersEquity	\$1.5B	2013-12-28	2017-02-28	10-K	0001158449-17-000034
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$1.1B	2013-12-28	2017-02-28	10-K	0001158449-17-000034
12	net income	us-gaap:NetIncomeLoss	\$44.0M	2026-01-03	2026-02-13	10-K	0001193125-26-051305
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-\$46.0M	2026-01-03	2026-02-13	10-K	0001193125-26-051305
14	assets	us-gaap:Assets	\$10.8B	2024-12-28	2026-02-13	10-K	0001193125-26-051305
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$8.6B	2026-01-03	2026-02-13	10-K	0001193125-26-051305
16	gross profit	us-gaap:GrossProfit	\$3.4B	2024-12-28	2026-02-13	10-K	0001193125-26-051305
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$9.1B	2024-12-28	2026-02-13	10-K	0001193125-26-051305
18	gross profit	us-gaap:GrossProfit	\$3.9B	2023-12-30	2026-02-13	10-K	0001193125-26-051305
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$9.2B	2023-12-30	2026-02-13	10-K	0001193125-26-051305
20	gross profit	us-gaap:GrossProfit	\$4.2B	2022-12-31	2025-02-26	10-K	0001158449-25-000064
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$9.1B	2022-12-31	2025-02-26	10-K	0001158449-25-000064
22	gross profit	us-gaap:GrossProfit	\$4.9B	2022-01-01	2024-05-30	10-K/A	0001158449-24-000128
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$11.0B	2022-01-01	2024-05-30	10-K/A	0001158449-24-000128
24	current assets	us-gaap:AssetsCurrent	\$7.3B	2026-01-03	2026-02-13	10-K	0001193125-26-051305
25	current liabilities	us-gaap:LiabilitiesCurrent	\$4.2B	2026-01-03	2026-02-13	10-K	0001193125-26-051305
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	\$4.1B	2026-01-03	2026-02-13	10-K	0001193125-26-051305
27	liabilities	us-gaap:Liabilities	\$9.6B	2026-01-03	2026-02-13	10-K	0001193125-26-051305
28	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	\$272.0M	2026-01-03	2026-02-13	10-K	0001193125-26-051305
29	operating income	us-gaap:OperatingIncomeLoss	\$825.8M	2016-01-02	2018-02-21	10-K	0001158449-18-000039
30	interest expense	us-gaap:InterestExpense	\$65.4M	2016-01-02	2016-03-01	10-K	0001158449-16-000299
31	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$252.0M	2026-01-03	2026-02-13	10-K	0001193125-26-051305
32	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$85.0M	2024-12-28	2026-02-13	10-K	0001193125-26-051305
33	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$181.0M	2024-12-28	2026-02-13	10-K	0001193125-26-051305
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$287.0M	2023-12-30	2026-02-13	10-K	0001193125-26-051305
35	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$226.0M	2023-12-30	2026-02-13	10-K	0001193125-26-051305
36	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$736.6M	2022-12-31	2025-02-26	10-K	0001158449-25-000064
37	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$398.8M	2022-12-31	2025-02-26	10-K	0001158449-25-000064
38	current assets	us-gaap:AssetsCurrent	\$6.1B	2024-12-28	2026-02-13	10-K	0001193125-26-051305
39	current liabilities	us-gaap:LiabilitiesCurrent	\$4.7B	2024-12-28	2026-02-13	10-K	0001193125-26-051305
40	assets	us-gaap:Assets	\$12.3B	2023-12-30	2025-02-26	10-K	0001158449-25-000064
41	assets	us-gaap:Assets	\$12.2B	2023-10-07	2024-05-30	10-K/A	0001158449-24-000128
42	shares outstanding	dei:EntityCommonStockSharesOutstanding	60,100,000	2026-02-09	2026-02-13	10-K	0001193125-26-051305
43	shares outstanding	dei:EntityCommonStockSharesOutstanding	59,792,946	2025-02-19	2025-02-26	10-K	0001158449-25-000064