

Hydrofarm Holdings Group, Inc. (HYFM)

Nasdaq; shops; SIC 5190, Wholesale-Miscellaneous Nondurable Goods; CIK 0001695295

Hydrofarm Holdings Group, Inc.	
HYFM; shops	
Grade	E weakest fifth of 258 graded peers percentile 100.0; sampling error 2.9 points; lower is stronger
Rank	258 of 258
Profitability	D percentile 69.7
Solvency	E percentile 96.7
Growth and financing	E percentile 93.9
Reliability	0.87 AUC filers with \$120M to \$591M assets; 95% interval 0.83 to 0.90; 206 events, 2020 to 2025
Peer failure rate	1.03% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	\$120M to \$591M assets total assets \$123.8M
Standard universe	inside revenue above \$1M and assets above \$10M
Warnings	none active; fortress balance sheet not computable: distress
Inputs computable	9 of 14
Graded from	filings received through Mar 27, 2026 196 days before the rescans; latest periodic filing 10-Q received Aug 14, 2026
Last close	\$0.96 2026-10-08; market equity \$4.6M
Price used in grade	None

E, the bear
weakest fifth of its sector;
letters are fifths of the 258
graded peers

Share price, twelve months to the rescans
split-adjusted close; the letter is fixed at the rescans that set it

Month	Share Price (\$)
Nov	2.00 (E)
Jan	~1.50
Mar	~1.00
May	~0.80
Jul	~1.50 (spike)
Sep	0.96

Rescans on file: E from Mar 21, 2023

Letter at every rescan

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 Mar 27, 2026

We are a leading independent manufacturer and distributor of branded hydroponics equipment and supplies for controlled environment agriculture ("CEA"), including grow lights, climate control solutions, grow media and nutrients, as well as a broad portfolio of innovative and proprietary branded products. We primarily serve the U.S. and Canadian markets, and believe we are one of the leading companies in these markets in an otherwise fragmented industry. For over 40 years, we have helped growers make

growing easier and more productive.

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 69.7						
Gross profitability		12.3%	42.6%	87.1	242	2025-12-31
Return on invested capital		(227.6%)	10.9%	100.0	84	2025-12-31
Accruals ratio		(100.3%)	(4.9%)	2.1	287	2025-12-31
Gross margin stability, five years		4.5 pts	1.2 pts	89.4	219	2025-12-31
Solvency, sleeve percentile 96.7						
Twelve-month failure probability		not computable	0.04%			latest liabilities, cash plus short-term investments, book equity, and shares are required
Altman Z double-prime		(42.39)	1.92	98.1	208	2025-12-31
Net debt to EBITDA		not computable	1.84x			EBITDA must exceed \$100,000
Interest coverage		not computable	2.26x			latest aligned inputs end 2023-12-31; latest annual assets end 2025-12-31
Current ratio		0.37x	1.37x	95.2	295	2025-12-31
Growth and financing, sleeve percentile 93.9						
Revenue growth, three-year compound		(27.0%)	1.5%	97.0	269	2025-12-31
Free cash flow growth, three-year compound		not computable	5.6%			current FCF must be positive and base FCF must exceed \$100,000
Reinvestment rate		not computable	7.3%			NOPAT must exceed \$100,000
Asset growth, three years		(40.0%)	3.4%	98.5	272	2025-12-31
Net share issuance, one year		3.3%	(0.6%)	86.2	211	2026-03-20

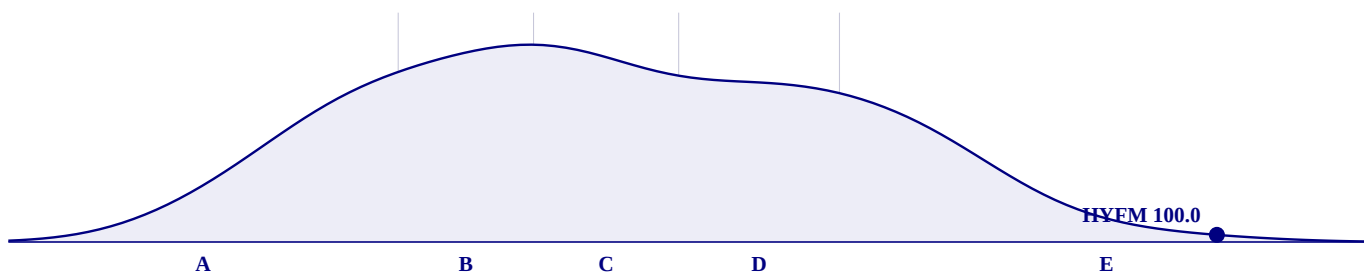
Warnings

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

Check	Measured
Fortress balance sheet	cash minus debt is 6,259,000 USD; Altman Z is not used

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
253	Digital Brands Group, Inc. (DBGI)	98.1	E	dilution, short runway, late filer
254	LiveOne, Inc. (LVO)	98.4	E	dilution, late filer
255	iPower Inc. (IPW)	98.8	E	dilution, late filer, fortress balance sheet
256	Regis Corp. (RGS)	99.2	E	
257	Playboy, Inc. (PLBY)	99.6	E	
258	Hydrofarm Holdings Group, Inc. (HYFM) <	100.0	E	fortress balance sheet

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	(72.2%)	(0.1%)	3
Distance from 52-week high	(71.6%)	(24.1%)	7
EBIT to enterprise value	(245.2%)	5.3%	2
Free cash flow yield	(326.0%)	4.2%	1
Book value to price	(19.24)	0.36	0
Sales to price	29.02	1.75	99
Composite equity issuance, five years	not computable	(16.7%)	
Relative strength against the sector, log excess return	(1.26)	0.02	3

Diagnostics

not in the grade

Measure	Value
Piotroski F-score 2 of 9, period end 2025-12-31	
Return on assets above zero	fail
Operating cash flow above zero	fail
Return on assets improved	fail
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	fail
Cash, filings, liquidity	
Cash and equivalents	\$6.2M
Operating cash flow, four quarters	-\$4.7M
Months of runway	15.6
Days since last periodic filing	56 (10-Q received Aug 14, 2026)
Median daily dollar volume, 63 sessions	\$51,636

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	\$15.2M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
2	assets	us-gaap:Assets	\$123.8M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
3	operating income	us-gaap:OperatingIncomeLoss	-\$276.9M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraordinaryItemsDeductibleItems	\$290.5M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
5	income tax	us-gaap:IncomeTaxExpenseBenefit	-\$740,000	2025-12-31	2026-03-27	10-K	0001695295-26-000010
6	total debt	us-gaap:LongTermDebtAndCapitalLeaseObligations	\$50,000	2025-12-31	2026-03-27	10-K	0001695295-26-000010
7	book equity	us-gaap:StockholdersEquity	-\$63.3M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$6.3M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
9	total debt	us-gaap:LongTermDebtAndCapitalLeaseObligations	\$114.7M	2024-12-31	2026-03-27	10-K	0001695295-26-000010
10	book equity	us-gaap:StockholdersEquity	\$223.7M	2024-12-31	2026-03-27	10-K	0001695295-26-000010
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$26.1M	2024-12-31	2026-03-27	10-K	0001695295-26-000010
12	net income	us-gaap:NetIncomeLoss	-\$289.8M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-\$14.1M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
14	assets	us-gaap:Assets	\$426.1M	2024-12-31	2026-03-27	10-K	0001695295-26-000010
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$134.3M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
16	gross profit	us-gaap:GrossProfit	\$32.1M	2024-12-31	2026-03-27	10-K	0001695295-26-000010
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$190.3M	2024-12-31	2026-03-27	10-K	0001695295-26-000010
18	gross profit	us-gaap:GrossProfit	\$37.6M	2023-12-31	2025-03-05	10-K	0001628280-25-010266
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$226.6M	2023-12-31	2025-03-05	10-K	0001628280-25-010266
20	gross profit	us-gaap:GrossProfit	\$29.3M	2022-12-31	2024-02-29	10-K	0001628280-24-007813
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$344.5M	2022-12-31	2024-02-29	10-K	0001628280-24-007813
22	gross profit	us-gaap:GrossProfit	\$101.5M	2021-12-31	2023-03-09	10-K	0001628280-23-007313
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$479.4M	2021-12-31	2023-03-09	10-K	0001628280-23-007313
24	current assets	us-gaap:AssetsCurrent	\$51.4M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
25	current liabilities	us-gaap:LiabilitiesCurrent	\$140.0M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	-\$847.3M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
27	liabilities	us-gaap:Liabilities	\$187.1M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
28	depreciation amortization	us-gaap:DepreciationDepletionAndAmortization	\$23.1M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
29	operating income	us-gaap:OperatingIncomeLoss	-\$49.7M	2023-12-31	2025-03-05	10-K	0001628280-25-010266
30	interest expense	us-gaap:InterestExpense	\$15.4M	2023-12-31	2024-02-29	10-K	0001628280-24-007813
31	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$1.0M	2025-12-31	2026-03-27	10-K	0001695295-26-000010
32	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	-\$324,000	2024-12-31	2026-03-27	10-K	0001695295-26-000010
33	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$2.9M	2024-12-31	2026-03-27	10-K	0001695295-26-000010
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$7.0M	2023-12-31	2025-03-05	10-K	0001628280-25-010266
35	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$4.2M	2023-12-31	2025-03-05	10-K	0001628280-25-010266
36	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$22.0M	2022-12-31	2024-02-29	10-K	0001628280-24-007813
37	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$8.2M	2022-12-31	2024-02-29	10-K	0001628280-24-007813
38	current assets	us-gaap:AssetsCurrent	\$95.2M	2024-12-31	2026-03-27	10-K	0001695295-26-000010
39	current liabilities	us-gaap:LiabilitiesCurrent	\$35.0M	2024-12-31	2026-03-27	10-K	0001695295-26-000010
40	assets	us-gaap:Assets	\$507.6M	2023-12-31	2025-03-05	10-K	0001628280-25-010266
41	assets	us-gaap:Assets	\$573.6M	2022-12-31	2024-02-29	10-K	0001628280-24-007813
42	shares outstanding	dei:EntityCommonStockSharesOutstanding	4,764,612	2026-03-20	2026-03-27	10-K	0001695295-26-000010
43	shares outstanding	dei:EntityCommonStockSharesOutstanding	4,614,279	2025-02-27	2025-03-05	10-K	0001628280-25-010266