The grocery network

Over 1,600 stores under corporate, affiliate or franchise arrangements. Sobeys is wholly owned. Longo’s is 51% owned.

Quarterly food sales

Sales rose from C$8,258m to C$8,475m. Operating income rose from C$382m to C$411m.

Quarterly earnings

Parent income rose from C$212m to C$233m. Diluted EPS rose from C$0.91 to C$1.04, on 224.9m diluted shares in Q1 FY27.

Food and property earnings

Food retailing earned C$403m of operating profit and other operations earned C$8m, for C$411m consolidated. Food accounted for all C$8,475m of sales.

Same store performance

Food same-store sales increased 1.2% in the August quarter. This measure combines volume, price and mix.

Online restructuring

Closing Calgary fulfilment and pausing Vancouver development contributed to C$746m of pretax charges. The annualized improvement management expects is about C$95m before reinvestment.

https://www.empireco.ca/uploads/2026/09/Q1F27-Empire-Quarterly-Report-SEDAR.pdf

Capital budget

FY27 planned capital spending is approximately C$850m. Around half goes to store renovations and expansion and one quarter to IT and business projects.

Systems migration

Empire expects substantial completion of its national SAP S/4HANA rollout by the end of fiscal 2027.

Waste and emissions

Empire reports a 50.3% reduction in food waste against 2016 and a 35.4% reduction in Scope 1 and 2 emissions against 2019.

Annual parent income

FY26 and FY25 respectively: sales C$31,950m and C$31,277m; operating income C$586m and C$1,289m; parent income C$198m and C$700m.

Annual capital base

FY26 and FY25 respectively: assets C$17,080m and C$17,019m; parent equity C$5,003m and C$5,410m.

Annual cash conversion

FY26 and FY25 operating cash was C$1,911m and C$2,127m. Property purchases were C$696m and C$640m; intangible purchases were C$135m and C$137m.

Lease cash payments

FY26 paid C$578m principal and C$259m interest on leases and received C$86m from finance subleases. FY25 amounts were C$548m, C$260m and C$96m.

Interim cash conversion

Q1 FY27 and Q1 FY26 operating cash was C$614m and C$426m; working capital absorbed C$30m and C$142m.

Interim reinvestment

Q1 FY27 property purchases C$197m and intangibles C$28m versus C$159m and C$34m. Lease principal and interest reached C$216m; finance sublease receipts were C$21m.

Interim financial claims

August cash C$320m; funded debt C$1,169m; lease liabilities C$6,607m; minority equity C$156m.

Property investment

Crombie REIT holding: C$611m carrying value and C$1,363m quoted market value on August 1. Other equity investments had C$43m carrying value.

Buybacks and dividends

Q1 FY27 repurchases were C$75m against C$80m one year earlier. Consolidated dividends paid were C$56m versus C$51m.

Voting concentration

July 3: Class B Holdings Limited controlled 92,923,092 of 98,138,079 voting common shares, or 94.69%. There were 125,689,580 non-voting Class A shares.

Lease exclusivity

September 22 agreement: Empire will cease enforcing existing lease exclusivity clauses in 19 identified local markets.

Peralta factual exhibit · Dated public record
https://www.canada.ca/en/competition-bureau/news/2026/09/backgrounder-competition-bureau-reaches-agreement-with-sobeys-parent-company-empire-to-address-grocery-property-controls.html

Loblaw quarterly economics

Q3 sales C$19,857m; operating margin 7.09%; parent margin including discontinued operations 6.01%.

Metro quarterly economics

Q4 sales C$5,179.5m; operating margin 5.96%; parent net margin 3.88%.

Canada ten year yield

November 19 benchmark government bond yield: 3.81%. The equity premium and company beta are separate analyst judgments.

Peralta factual exhibit · Dated public record
https://www.bankofcanada.ca/valet/observations/BD.CDN.10YR.DQ.YLD/json?start_date=2026-11-19&end_date=2026-11-19