Applied Materials Inc.

AMAT

Nasdaq; business equipment; SIC 3674, Semiconductors & Related Devices; CIK 0000006951

A

strongest fifth of 495 graded peers in business equipment

rank 80 of 495; percentile 16.0; sampling error 2.2 points; lower is stronger

A B C D E

A, the bull



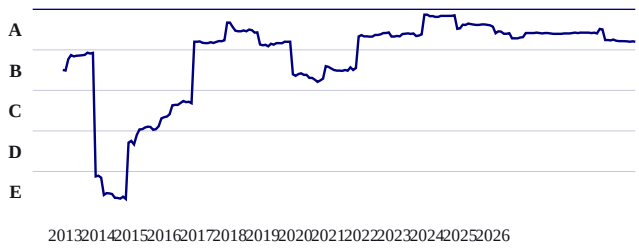
Scoreboard	
Profitability	B/C percentile 38.6
Solvency	B percentile 30.2
Growth and financing	C percentile 43.4
Reliability	0.94 AUC filers with over $2.67B assets; 95% interval 0.88 to 0.97; 61 events, 2020 to 2025
Peer failure rate	0.52% a year Item 1.03 bankruptcies, same asset band, 2012 to 2025
Size band	over $2.67B assets total assets $36.3B
Standard universe	inside revenue above $1M and assets above $10M
Warnings	none triggered
Inputs computable	11 of 14
Graded from	filings received through Dec 12, 2025 336 days before the rescan; latest periodic filing 10-Q received Aug 20, 2026
Last close	$379.49 2026-11-12; market equity $301.2B; 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 Dec 12, 2025

Applied Materials, Inc. is the leader in the materials engineering solutions used to produce virtually every semiconductor in the world. Semiconductors provide the foundation for advances in technology that are reshaping the global economy, including artificial intelligence, the internet of things, robotics, electric and autonomous vehicles, and clean energy. We are experts in the design, development, production, and servicing of the critical wafer fabrication tools our customers need to manufacture semiconductors.

The fourteen inputs

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

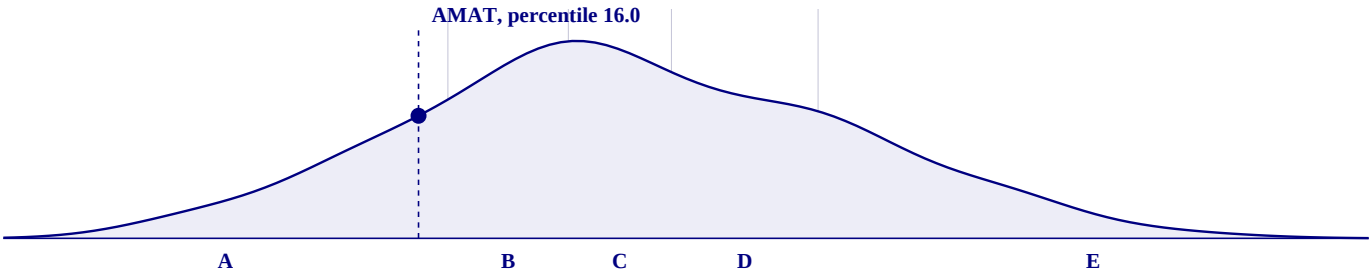
Input	Value	Peer median	Percentile, 0 to 100	Pct	Peers	Period end
Profitability, sleeve percentile 38.6						
Gross profitability	38.0%	28.8%		31.0	552	2025-10-26
Return on invested capital	not computable	11.2%				
latest aligned inputs end 2020-10-25; latest annual assets end 2025-10-26						
Accruals ratio	(2.7%)	(7.3%)		76.4	615	2025-10-26

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Gross margin stability, five years	0.8 pts	2.3 pts	8.3	423	2025-10-26
Solvency, sleeve percentile 30.2					
Twelve-month failure probability	0.05%	0.05%	45.7	106	2026-07-26
Altman Z double-prime	10.17	2.21	8.4	562	2025-10-26
Net debt to EBITDA	not computable	1.09x			
latest aligned inputs end 2020-10-25; latest annual assets end 2025-10-26					
Interest coverage	not computable	3.77x			
latest aligned inputs end 2023-10-29; latest annual assets end 2025-10-26					
Current ratio	2.61x	2.01x	36.6	660	2025-10-26
Growth and financing, sleeve percentile 43.4					
Revenue growth, three-year compound	3.2%	6.5%	59.5	532	2025-10-26
Free cash flow growth, three-year compound	7.3%	18.0%	62.5	265	2025-10-26
Reinvestment rate	32.0%	15.1%	43.7	223	2025-10-26
Asset growth, three years	10.7%	5.2%	33.5	557	2025-10-26
Net share issuance, one year	(2.5%)	0.5%	18.0	406	2025-12-05

Among 495 peers

business equipment; 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
75	Sitime Corp. (SITM)	15.0	A	
76	Onto Innovation Inc. (ONTO)	15.2	A	fortress balance sheet
77	Procore Technologies, Inc. (PCOR)	15.4	A	
78	Zoom Communications, Inc. (ZM)	15.6	A	
79	Nextdoor Holdings, Inc. (NXDR)	15.8	A	
80	Applied Materials Inc. (AMAT)	16.0	A	
81	Byrna Technologies Inc. (BYRN)	16.2	A	
82	Zedge, Inc. (ZDGE)	16.4	A	
83	Ibex Ltd. (IBEX)	16.6	A	fortress balance sheet
84	NetApp, Inc. (NTAP)	16.8	A	
85	Pegasystems Inc. (PEGA)	17.0	A	

What the price implies

at the 2026-11-12 close; none of these enters the grade

Measure	Value	Peer median	Percentile
Twelve-month price change, skipping the latest month	120.6%	(2.0%)	92
Distance from 52-week high	(47.3%)	(33.7%)	34
EBIT to enterprise value	2.8%	1.7%	58
Free cash flow yield	1.9%	2.8%	40
Book value to price	0.08	0.27	19
Sales to price	0.09	0.31	16
Composite equity issuance, five years	(18.8%)	4.3%	14
Relative strength against the sector, log excess return	0.52	(0.29)	92

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Diagnostics

shown on every report; none enters the grade

Measure	Value
Piotroski F-score 6 of 9, period end 2025-10-26	
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	pass
Gross margin improved	pass
Asset turnover improved	fail
Cash, filings, liquidity	
Cash and equivalents	$7.0B
Operating cash flow, four quarters	$8.4B
Months of runway	not finite
Days since last periodic filing	85 (10-Q received Aug 20, 2026)
Median daily dollar volume, 63 sessions	$2.9B

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	$13.8B	2025-10-26	2025-12-12	10-K	25-056742
2	assets	us-gaap:Assets	$36.3B	2025-10-26	2025-12-12	10-K	25-056742
3	operating income	us-gaap:OperatingIncomeLoss	$4.4B	2020-10-25	2022-12-16	10-K	22-000043
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$4.2B	2020-10-25	2020-12-11	10-K	20-000048
5	income tax	us-gaap:IncomeTaxExpenseBenefit	$547.0M	2020-10-25	2022-12-16	10-K	22-000043
6	total debt	us-gaap:LongTermDebt	$5.4B	2020-10-25	2020-12-11	10-K	20-000048
7	book equity	us-gaap:StockholdersEquity	$10.6B	2020-10-25	2023-12-15	10-K	23-000041
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$5.4B	2020-10-25	2022-12-16	10-K	22-000043
9	total debt	us-gaap:LongTermDebt	$5.3B	2019-10-27	2020-12-11	10-K	20-000048
10	book equity	us-gaap:StockholdersEquity	$8.2B	2019-10-27	2022-12-16	10-K	22-000043
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	$3.1B	2019-10-27	2021-12-17	10-K	21-000043
12	net income	us-gaap:NetIncomeLoss	$7.0B	2025-10-26	2025-12-12	10-K	25-056742
13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$8.0B	2025-10-26	2025-12-12	10-K	25-056742
14	assets	us-gaap:Assets	$34.4B	2024-10-27	2025-12-12	10-K	25-056742
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$28.4B	2025-10-26	2025-12-12	10-K	25-056742
16	gross profit	us-gaap:GrossProfit	$12.9B	2024-10-27	2025-12-12	10-K	25-056742
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$27.2B	2024-10-27	2025-12-12	10-K	25-056742
18	gross profit	us-gaap:GrossProfit	$12.4B	2023-10-29	2025-12-12	10-K	25-056742
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$26.5B	2023-10-29	2025-12-12	10-K	25-056742
20	gross profit	us-gaap:GrossProfit	$12.0B	2022-10-30	2024-12-13	10-K	24-000044
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$25.8B	2022-10-30	2024-12-13	10-K	24-000044
22	gross profit	us-gaap:GrossProfit	$10.9B	2021-10-31	2023-12-15	10-K	23-000041
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingA...	$23.1B	2021-10-31	2023-12-15	10-K	23-000041
24	current assets	us-gaap:AssetsCurrent	$20.9B	2025-10-26	2025-12-12	10-K	25-056742
25	current liabilities	us-gaap:LiabilitiesCurrent	$8.0B	2025-10-26	2025-12-12	10-K	25-056742
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	$55.2B	2025-10-26	2025-12-12	10-K	25-056742
27	operating income	us-gaap:OperatingIncomeLoss	$8.3B	2025-10-26	2025-12-12	10-K	25-056742
28	book equity	us-gaap:StockholdersEquity	$20.4B	2025-10-26	2025-12-12	10-K	25-056742
29	liabilities	us-gaap:Liabilities	$15.9B	2025-10-26	2025-12-12	10-K	25-056742
30	depreciation amortization	us-gaap:Depreciation	$320.0M	2020-10-25	2022-12-16	10-K	22-000043
31	operating income	us-gaap:OperatingIncomeLoss	$7.7B	2023-10-29	2025-12-12	10-K	25-056742

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32	interest expense	us-gaap:InterestExpense	$238.0M	2023-10-29	2023-12-15	10-K	23-000041
33	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$2.3B	2025-10-26	2025-12-12	10-K	25-056742
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$8.7B	2024-10-27	2025-12-12	10-K	25-056742
35	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$1.2B	2024-10-27	2025-12-12	10-K	25-056742
36	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$8.7B	2023-10-29	2025-12-12	10-K	25-056742
37	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$1.1B	2023-10-29	2025-12-12	10-K	25-056742
38	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	$5.4B	2022-10-30	2024-12-13	10-K	24-000044
39	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	$787.0M	2022-10-30	2024-12-13	10-K	24-000044
40	depreciation amortization	us-gaap:Depreciation	$389.0M	2025-10-26	2025-12-12	10-K	25-056742
41	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeInc...	$9.3B	2025-10-26	2025-12-12	10-K	25-056742
42	income tax	us-gaap:IncomeTaxExpenseBenefit	$2.3B	2025-10-26	2025-12-12	10-K	25-056742
43	current assets	us-gaap:AssetsCurrent	$21.2B	2024-10-27	2025-12-12	10-K	25-056742
44	current liabilities	us-gaap:LiabilitiesCurrent	$8.5B	2024-10-27	2025-12-12	10-K	25-056742
45	assets	us-gaap:Assets	$30.7B	2023-10-29	2024-12-13	10-K	24-000044
46	assets	us-gaap:Assets	$26.7B	2022-10-30	2023-12-15	10-K	23-000041
47	shares outstanding	dei:EntityCommonStockSharesOutstanding	792,943,366	2025-12-05	2025-12-12	10-K	25-056742
48	shares outstanding	dei:EntityCommonStockSharesOutstanding	813,684,638	2024-12-06	2024-12-13	10-K	24-000044

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