

Applied Materials Inc. (AMAT)

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

Applied Materials Inc. AMAT; business equipment	
Grade	A ▼ A B C D E strongest fifth of 497 graded peers percentile 11.7; sampling error 2.2 points; lower is stronger
Rank	59 of 497
Profitability	B/C percentile 38.2
Solvency	B percentile 23.6
Growth and financing	C percentile 42.7
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 active
Inputs computable	11 of 14
Graded from	filings received through Dec 12, 2025 301 days before the rescans; latest periodic filing 10-Q received Aug 20, 2026
Last close	\$508.80 2026-10-08; market equity \$403.8B
Price used in grade	None



A, the bull

strongest fifth of its sector;
letters are fifths of the 497
graded peers

Share price, twelve months to the rescans

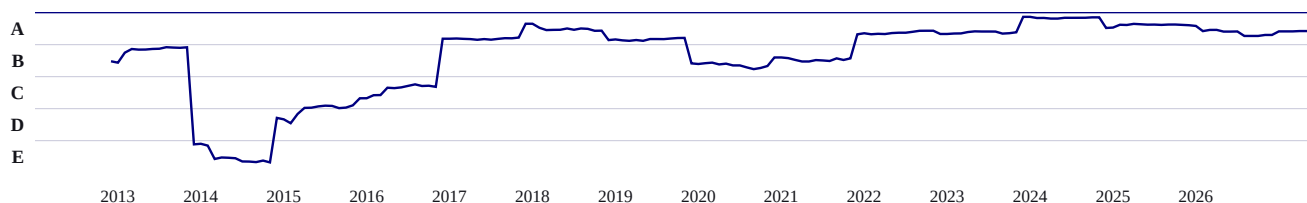
split-adjusted close; the letter is fixed at the rescans that set it



Rescans on file: A/B from May 21, 2019, A from Jun 21, 2019, B from Dec 21, 2019, A from Dec 21, 2019

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 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.

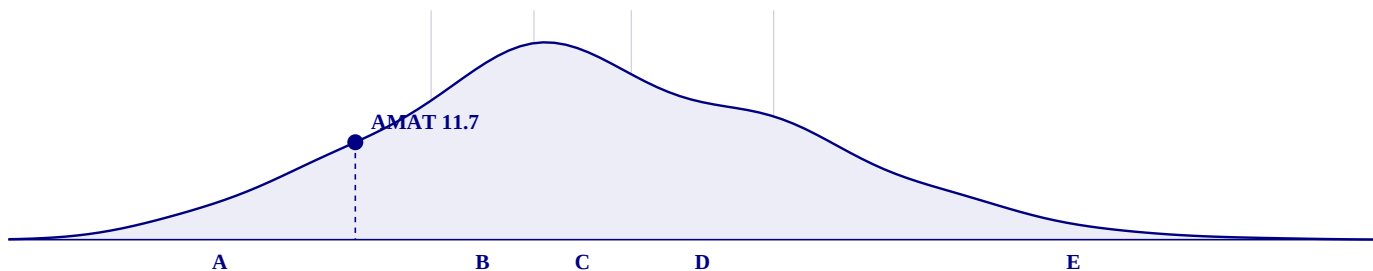
The fourteen inputs

lower percentile is stronger; equal-weighted sleeves

Input	Percentile, 0 to 100	Value	Peer median	Percentile	Peers	Period end
Profitability, sleeve percentile 38.2						
Gross profitability		38.0%	28.5%	30.2	558	2025-10-26
Return on invested capital		not computable	10.9%			latest aligned inputs end 2020-10-25; latest annual assets end 2025-10-26
Accruals ratio		(2.7%)	(7.4%)	76.5	621	2025-10-26
Gross margin stability, five years		0.8 pts	2.4 pts	7.9	429	2025-10-26
Solvency, sleeve percentile 23.6						
Twelve-month failure probability		0.03%	0.05%	26.0	101	2026-07-26
Altman Z double-prime		10.17	2.18	8.3	566	2025-10-26
Net debt to EBITDA		not computable	1.11x			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	2.02x	36.5	666	2025-10-26
Growth and financing, sleeve percentile 42.7						
Revenue growth, three-year compound		3.2%	6.4%	58.5	538	2025-10-26
Free cash flow growth, three-year compound		7.3%	17.2%	61.4	268	2025-10-26
Reinvestment rate		32.0%	14.3%	43.1	226	2025-10-26
Asset growth, three years		10.7%	5.0%	32.2	563	2025-10-26
Net share issuance, one year		(2.5%)	0.5%	18.5	407	2025-12-05

Among 497 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
54	Super Micro Computer, Inc. (SMCIP)	10.6	A	late filer, fortress balance sheet
55	Meridian Holdings Inc./NV (MRDN)	10.9	A	
56	LiveRamp Holdings, Inc. (RAMP)	11.1	A	fortress balance sheet

57	Universal Display Corp. \Pa\ (OLED)	11.3	A	
58	Logitech International S.A. (LOGI)	11.5	A	
59	Applied Materials Inc. (AMAT) <	11.7	A	
60	Braze, Inc. (BRZE)	11.9	A	
61	AvePoint, Inc. (AVPT)	12.1	A	
62	D-Wave Quantum Inc. (QBTS)	12.3	A	dilution
63	OSI Systems Inc. (OSIS)	12.5	A	
64	Zscaler, Inc. (ZS)	12.7	A	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	125.1%	2.2%	94
Distance from 52-week high	(29.5%)	(30.0%)	51
EBIT to enterprise value	2.1%	1.5%	56
Free cash flow yield	1.4%	2.7%	36
Book value to price	0.06	0.23	18
Sales to price	0.07	0.30	14
Composite equity issuance, five years	(18.8%)	3.9%	15
Relative strength against the sector, log excess return	0.53	(0.26)	94

Diagnostics
not in 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	50 (10-Q received Aug 20, 2026)
Median daily dollar volume, 63 sessions	\$3.2B

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	\$13.8B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
2	assets	us-gaap:Assets	\$36.3B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
3	operating income	us-gaap:OperatingIncomeLoss	\$4.4B	2020-10-25	2022-12-16	10-K	0000006951-22-000043
4	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesMinorityShareAndPreferredDividends	\$4.2B	2020-10-25	2022-12-16	10-K	0000006951-20-000048
5	income tax	us-gaap:IncomeTaxExpenseBenefit	\$547.0M	2020-10-25	2022-12-16	10-K	0000006951-22-000043
6	total debt	us-gaap:LongTermDebt	\$5.4B	2020-10-25	2020-12-11	10-K	0000006951-20-000048
7	book equity	us-gaap:StockholdersEquity	\$10.6B	2020-10-25	2023-12-15	10-K	0000006951-23-000041
8	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$5.4B	2020-10-25	2022-12-16	10-K	0000006951-22-000043
9	total debt	us-gaap:LongTermDebt	\$5.3B	2019-10-27	2020-12-11	10-K	0000006951-20-000048
10	book equity	us-gaap:StockholdersEquity	\$8.2B	2019-10-27	2022-12-16	10-K	0000006951-22-000043
11	cash	us-gaap:CashAndCashEquivalentsAtCarryingValue	\$3.1B	2019-10-27	2021-12-17	10-K	0000006951-21-000043
12	net income	us-gaap:NetIncomeLoss	\$7.0B	2025-10-26	2025-12-12	10-K	0001628280-25-056742

13	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$8.0B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
14	assets	us-gaap:Assets	\$34.4B	2024-10-27	2025-12-12	10-K	0001628280-25-056742
15	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$28.4B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
16	gross profit	us-gaap:GrossProfit	\$12.9B	2024-10-27	2025-12-12	10-K	0001628280-25-056742
17	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$27.2B	2024-10-27	2025-12-12	10-K	0001628280-25-056742
18	gross profit	us-gaap:GrossProfit	\$12.4B	2023-10-29	2025-12-12	10-K	0001628280-25-056742
19	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$26.5B	2023-10-29	2025-12-12	10-K	0001628280-25-056742
20	gross profit	us-gaap:GrossProfit	\$12.0B	2022-10-30	2024-12-13	10-K	0000006951-24-000044
21	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$25.8B	2022-10-30	2024-12-13	10-K	0000006951-24-000044
22	gross profit	us-gaap:GrossProfit	\$10.9B	2021-10-31	2023-12-15	10-K	0000006951-23-000041
23	revenue	us-gaap:RevenueFromContractWithCustomerExcludingAssessedTax	\$23.1B	2021-10-31	2023-12-15	10-K	0000006951-23-000041
24	current assets	us-gaap:AssetsCurrent	\$20.9B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
25	current liabilities	us-gaap:LiabilitiesCurrent	\$8.0B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
26	retained earnings	us-gaap:RetainedEarningsAccumulatedDeficit	\$55.2B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
27	operating income	us-gaap:OperatingIncomeLoss	\$8.3B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
28	book equity	us-gaap:StockholdersEquity	\$20.4B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
29	liabilities	us-gaap:Liabilities	\$15.9B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
30	depreciation amortization	us-gaap:Depreciation	\$320.0M	2020-10-25	2022-12-16	10-K	0000006951-22-000043
31	operating income	us-gaap:OperatingIncomeLoss	\$7.7B	2023-10-29	2025-12-12	10-K	0001628280-25-056742
32	interest expense	us-gaap:InterestExpense	\$238.0M	2023-10-29	2023-12-15	10-K	0000006951-23-000041
33	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$2.3B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
34	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$8.7B	2024-10-27	2025-12-12	10-K	0001628280-25-056742
35	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$1.2B	2024-10-27	2025-12-12	10-K	0001628280-25-056742
36	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$8.7B	2023-10-29	2025-12-12	10-K	0001628280-25-056742
37	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$1.1B	2023-10-29	2025-12-12	10-K	0001628280-25-056742
38	operating cash flow	us-gaap:NetCashProvidedByUsedInOperatingActivities	\$5.4B	2022-10-30	2024-12-13	10-K	0000006951-24-000044
39	capital expenditure	us-gaap:PaymentsToAcquirePropertyPlantAndEquipment	\$787.0M	2022-10-30	2024-12-13	10-K	0000006951-24-000044
40	depreciation amortization	us-gaap:Depreciation	\$389.0M	2025-10-26	2025-12-12	10-K	0001628280-25-056742
41	pretax income	us-gaap:IncomeLossFromContinuingOperationsBeforeIncomeTaxesExtraord	\$9.3B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
42	income tax	us-gaap:IncomeTaxExpenseBenefit	\$2.3B	2025-10-26	2025-12-12	10-K	0001628280-25-056742
43	current assets	us-gaap:AssetsCurrent	\$21.2B	2024-10-27	2025-12-12	10-K	0001628280-25-056742
44	current liabilities	us-gaap:LiabilitiesCurrent	\$8.5B	2024-10-27	2025-12-12	10-K	0001628280-25-056742
45	assets	us-gaap:Assets	\$30.7B	2023-10-29	2024-12-13	10-K	0000006951-24-000044
46	assets	us-gaap:Assets	\$26.7B	2022-10-30	2023-12-15	10-K	0000006951-23-000041
47	shares outstanding	dei:EntityCommonStockSharesOutstanding	792,943,366	2025-12-05	2025-12-12	10-K	0001628280-25-056742
48	shares outstanding	dei:EntityCommonStockSharesOutstanding	813,684,638	2024-12-06	2024-12-13	10-K	0000006951-24-000044