

Applied Materials | FISCAL YEAR 2026

FINANCIAL OVERVIEW

FY'26 REVENUE

$34.4B

↑ 21% YoY

SEMICONDUCTOR SYSTEMS **$26.1B** ↑ 22% YoY

APPLIED GLOBAL SERVICES **$6.9B** ↑ 20% YoY

Non-GAAP Gross Margin*
50.1% ↑ 130bps YoY

Non-GAAP EPS*
$12.89 ↑ 37% YoY

Cash Flow
$6.2B in Free Cash Flow*

Shareholder Distributions
$3.2B share repurchases
$1.6B dividends

"Applied Materials delivered record results in fiscal 2026, and we are on track to grow our Semiconductor Systems business more than 40 percent in our calendar 2026. AI continues to fuel strong incremental demand for semiconductors and Applied has built the most-enabling portfolio to advance the AI-computing roadmap, putting us in a great position for multi-year revenue and profit growth."

Gary Dickerson,
PRESIDENT AND CEO

KEY THEMES

Delivered record FY'26 and Q4'26 performance

- Seventh consecutive year of growth, with all-time highs for revenue and profitability
- Grew revenue 21% and grew earnings nearly twice as fast, demonstrating operating leverage
- 14th consecutive quarter of YoY gross margin expansion
- Q4'26 results:
  - Revenue: $10.4B, up 53% YoY
  - Non-GAAP GM*: 50.6%, up 250bps YoY
  - Non-GAAP EPS*: $4.16, up 92% YoY

Outgrowing WFE with leadership in the most-enabling AI technologies

- Expect to grow Semi Systems revenue >40% in CY'26
- Leading-edge logic and DRAM: larger addressable market and share gains at each new node
- CY'26: Expect adv packaging revenue up ~90%
- CY'26: Expect inspection and metrology revenue up >50%

Positioned for another record year in 2027

- Expect WFE demand up >30% as AI demand for advanced semiconductors outpaces supply
- Applied in strong position to outperform WFE again
- Investing to double systems output from Q4'26 levels by FY'28
- EPIC partnerships expand to 15, clear validation of value of co-innovating with Applied

This document contains forward-looking statements, which are not guarantees of future performance. Risks and uncertainties that could cause our actual results to differ materially from those expressed or implied by such statements include those described in our SEC filings, including our most recent Forms 10-K, 10-Q and 8-K. All forward-looking statements are based on management's current estimates, projections and assumptions, and we assume no obligation to update them.

* For reconciliation of GAAP to non-GAAP results, see the investor relations page at ir.appliedmaterials.com

CY'26 refers to FQ2'26-FQ1'27. FQ1'27 will be a 14-week quarter

APPLIED MATERIALS