

# Applied Materials | SECOND QUARTER FISCAL 2025

## FINANCIAL OVERVIEW

Q2'25 REVENUE

**\$7.10B**

↑ 7% YoY

**SEMICONDUCTOR  
SYSTEMS**

**\$5.26B**

↑ 7% YoY

**APPLIED GLOBAL  
SERVICES**

**\$1.57B**

↑ 2% YoY

**DISPLAY**

**\$259M**

↑ 45% YoY

This document contains forward-looking statements, which are subject to risks and uncertainties that could cause our actual results to differ. Information concerning the risks and uncertainties is contained in Applied's most recent Forms 10-K and 10-Q. 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](http://ir.appliedmaterials.com)

Applied Materials External Use



**Non-GAAP Gross Margin\***

49.2% ↑ 170bps YoY



**Non-GAAP EPS\***

\$2.39 ↑ 14% YoY



**Cash Flow**

\$1,061M in Free Cash Flow\*



**Shareholder Distributions**

\$1.7B share repurchases

\$325M dividends



Applied Materials' broad capabilities and connected product portfolio are driving strong results in 2025 amidst a highly dynamic macro environment. High-performance, energy-efficient AI computing remains the dominant driver of semiconductor innovation, and Applied is working closely with our customers and partners to accelerate the industry's roadmap. We are very well positioned at major technology inflections in fast-growing areas of the market, which supports our multi-year growth trajectory"

**Gary Dickerson,**  
PRESIDENT AND CEO

## KEY THEMES

The race to deliver energy-efficient AI computing is driving the industry's roadmap

- » Advances can only be achieved through disruptive innovation across the technology stack
- » AI innovation is shifting wafer fab equipment (WFE) spending this year toward leading-edge foundry-logic and DRAM

Applied is best positioned at major device architecture inflections enabling AI

- » We are accelerating innovations in logic, compute memory, advanced packaging and power devices
- » Inflections grow the WFE market, increase the relative mix of materials engineering, and provide opportunities for Applied to gain share

Our high-velocity co-innovation strategy is gaining traction

- » We are increasing the speed of developing and commercializing next-generation technologies through earlier and deeper collaboration with customers and partners
- » Construction of our new flagship R&D facility – the EPIC Center in Silicon Valley – is progressing on schedule, with operations expected to start in spring 2026