

Company: NVIDIA	Ticker: NVDA Current Price: \$186.86	Industry: Semiconductors
Target Price: \$250 Stop Loss: \$169.2	TTM P/E: 53.24 Forward P/E: 41.12 EPS: \$3.51	Beta (5Y): 2.03 Credit Rating: AA- (S&P) Rating Outlook: Stable
52 Week High/Low: \$86.62-212.19		

Company Background:
NVIDIA Corporation is an American multinational computing infrastructure company headquartered in Santa Clara, California. Founded in 1993, it is a world-leading designer of graphics processing units (GPUs) and accelerated computing platforms. NVIDIA's best-known products include GeForce GPUs for gaming, the DRIVE platform for autonomous vehicles, and its industry-leading Data Center accelerated computing platforms and AI solutions powering modern AI workloads.

Industry Outlook:
CFRA maintains a positive fundamental outlook for the Semiconductors sub-industry. The firm projects semiconductor sales to rise 10%-15% in 2026, following a mid-teens growth pace in 2025. This growth is expected to be driven by significant capital spending from major cloud providers on compute, networking, and memory tools for Generative AI capabilities. The accelerator space, in particular, is forecast to grow more than 50% in 2025 and 30% in 2026. Industry is in a "supercycle" and estimates it will grow at a 10-year annualized pace of 6%-7%, or at least twice the rate of global GDP, fueled by expanding AI content across a host of markets.

Investment Thesis:
NVIDIA is the dominant leader in the AI semiconductor space, with LTM revenue of \$165.2B and a robust balance sheet. The company is at the epicenter of the AI boom, with explosive revenue growth driven by its leadership in data center AI accelerators and networking solutions. Its full-stack approach creates a powerful ecosystem, positioning it to capture the majority of multi-trillion-dollar expansion in AI and high-performance computing infrastructure.

Investment Risks:
1-Competition: For NVIDIA, while competition from AMD and Intel is real, the CFRA report frames NVIDIA as the undisputed leader with a "massive software moat" and "lowest TCO." The competition risk is secondary to its ability to supply the entire market.
2-Geopolitics: NVIDIA's technology is critical to AI and therefore at the forefront of export controls, making it vulnerable to geopolitical shifts.
3-Cyclicality: The cyclical nature of GPUs is currently overshadowed by the structural, hyper-growth demand for AI accelerators.

3-5 take away from last quarter investor call transcript:

- **Blackwell Ramp & Demand:** The launch of the Blackwell architecture is the fastest and largest product ramp in NVIDIA's history, generating an unexpected \$11 billion in revenue in Q4 alone. Demand is so strong that the company is prioritizing manufacturing speed over near-term gross margins.
- **The Dawn of "Reasoning AI":** NVIDIA identified a new, massive driver of compute demand beyond model training: Reasoning AI. Models like OpenAI's o3 and DeepSeek-R1 can consume 100x more compute per task for "long-thinking" inference. Blackwell was architected for this shift, delivering 25x higher throughput.
- **Sustained Demand:** Management expressed a "good line of sight" into continued growth, underpinned by the firm's scaling laws.

Financial Performance: NVDA								Discounted Cash Flow		
In millions*	2019	2020	2021	2022	2023	2024	TTM		2025-29	2030-35
Revenue*	11,716	10,918	16,675	26,914	26,974	60,922	165,218	Avg Revenue growth 3.9% NA	60.4%	N/A
Operating Profit*	3,804	2,846	4,721	10,041	5,577	32,972	95,980	Avg EBITDA Margin	65.1%	N/A
Net Income*	4,141	2,796	4,332	9,752	4,368	29,760	86,597	Avg Net EBIT Margin	64.3%	N/A
Revenue Growth %	20.6%	-6.8%	52.7%	61.4%	0.2%	125.9%	71.6%	Avg Debt/Equity	~.10	N/A
EBITDA%	34.7%	29.6%	34.9%	41.7%	26.4%	56.6%	59.5%	Avg FCF/Margin	~.48	N/A
Operating Profit %	32.5%	26.1%	28.3%	37.3%	20.7%	54.1%	58.4%	Cost of Debt		2.3%
Net Income Margin	35.3%	25.6%	26%	36.2%	16.2%	48.8%	52.4%	Tax Rate		14.5%
D/E	.21	.22	.45	.54	.26	.13	N/A	Cost of Equity		5.8%
EPS	.17	.11	.17	.39	.17	1.19	3.51	WACC		5.43%
PE Ratio	80x	135x	155x	75x	190x	70x	55x	Perpetuity growth rate		3%
Current Ratio	7.94	7.67	4.09	6.65	3.52	4.17	N/A	Analyst Opinion		
ROE	44.3%	22.9%	25.6%	36.6%	19.8%	69.2%	N/A	Buy:	Hold:	Sell:
ROA	31.1%	16.2%	15.1%	22.1%	10.6%	45.3%	N/A		Rating	Target
Dividend Per share	\$.02	\$.02	\$.02	\$.02	\$.02	\$.02	\$.04	S&P Capital IQ	Strong Buy	\$270
FCF %	31.9	43.6	34.9	33.8	20.9	46.1	46.6	Morning Star	★★★	N/A

Relative Valuation					Total Return			
	NVIDIA (NVDA)	Advanced Micro Devices (AMD)	Intel (INTC)	PEER GROUP Avg.*		NVDA	Industry	S&P 500
P/E	56.6x	135.6x	N/A	96.1x	YTD	39.15	26.86	15.13
P/B	48.3	7.3	1.7	19.1	Last 3 Years	1,046.73	172	77.88
Dividend Yield	.1%	0%	1%	.34%	Last 5 Years	1,282.59	174.36	92.9
PEG Ratio	N/A	N/A	N/A	N/A	CSR Characteristics			
EPS	3.51	1.91	.05	1.82		NVDA		
Revn Grth	71.6%	31.8%	-1.5%	34%	Governance Disclosure Score	-		
NI Grth	1884%	101.5%	N/A	992.7%	ESG Disclosure	13.43		
Operating Margin	58.1%	9.4%	-3.2%	21.4%	Social Disclosure Score	-		
Debt/Equity	.11	.07	.44	.21	Environmental Disclosure Score	-		
Market Cap	\$4.828T	\$405.79B	\$176.49B	--	Prepared by John Cordova (11/14/2025) using Bloomberg, S&P Net Advantage, Morning Star, Yahoo Finance			
Revenue TTM	165,218	32,027	53,439	--				
Net Income TTM	86.59	3.31	198	--				
FCF TTM	52.44	7.99	5.01	--				