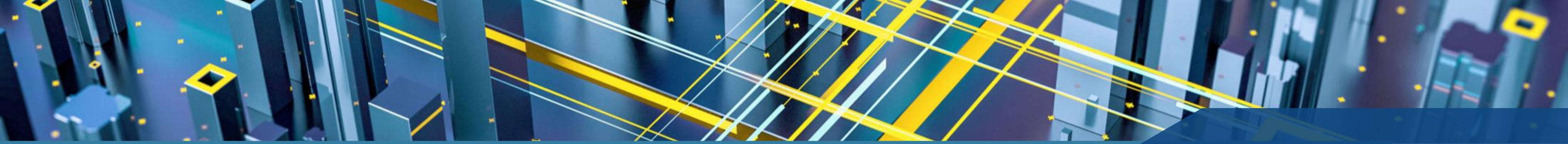

Applied Materials | THIRD QUARTER FISCAL 2026

FINANCIAL OVERVIEW

Q3'26 REVENUE

$9.12B

↑ 25% YoY

SEMICONDUCTOR SYSTEMS — **$7.04B** ↑ 27% YoY

APPLIED GLOBAL SERVICES — **$1.78B** ↑ 22% YoY

Non-GAAP Gross Margin*
50.4% ↑ 150bps YoY

Non-GAAP EPS*
$3.50 ↑ 41% YoY

Cash Flow
$2.33B in Free Cash Flow*

Shareholder Distributions
$440M share repurchases
$420M dividends

"Applied Materials delivered another record-breaking quarter, including the highest sequential revenue growth in the company's history. As the rapid global adoption of AI drives unprecedented demand for our materials engineering solutions, we are further raising our Semiconductor Systems revenue expectations for calendar 2026 and are confident we will grow faster than the market this year. Based on the increased demand visibility we are receiving from our customers, we expect another strong growth year for Applied Materials in 2027.

Gary Dickerson,
PRESIDENT AND CEO

KEY THEMES

Record Q3 results with demand strengthening across all leading indicators

- Record-breaking quarter, including highest QoQ growth in company history
- 13th straight quarter of YoY gross margin expansion
- Largest customers providing 8-quarter forecasts which increases demand visibility and enables supply chain readiness

Accelerating AI technology leadership in leading-edge foundry-logic, DRAM and advanced packaging

- Expect these markets to drive ~80% of WFE growth
- Announced eight new products spanning deposition, CMP and eBeam
- Now expect advanced packaging revenue to grow >70% in CY26
- Record foundry-logic revenue; DRAM, including HBM packaging, up 52% YoY

Helping customers expand capacity while scaling to meet demand

- Expect AGS to grow >20% in CY26; >37,000 chambers connected to AI^{x} software
- Expect process diagnostics and control to grow >50% in CY26
- New products increase wafer output per square meter of fab space
- Investing to double quarterly system manufacturing capacity by 2028
- EPIC partnerships now total 11; EPIC Center to begin operations in the Fall

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

CY26 refers to FQ2'26-FQ1'27. FQ1'27 will be a 14-week quarter

APPLIED MATERIALS