

# Qualcomm: Biggest phone chip maker gives upbeat sales forecast

DIGITAL ENGAGEMENT TEAM

19 NOVEMBER 2021

## TRADING MATTERS SERIES: STOCK HIGHLIGHT

Features a single stock and zooms in on its performance in the market

### KEY METRICS

Current Price	183.54
Latest Dividend	0.68
Dividend Ex-Date	1/12/2021
Indicated Dividend Yield	1.48%
RSI	84.45
Analysts 12M Target Price	197.20

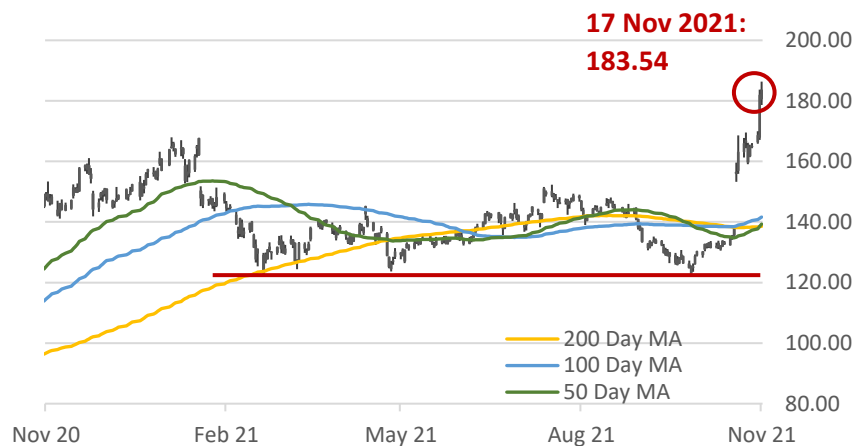
### REFINITIV STOCKREPORTS+ AVERAGE SCORE

**9/10**

As of 18 Nov 2021

Refer to page 3 for indicator components

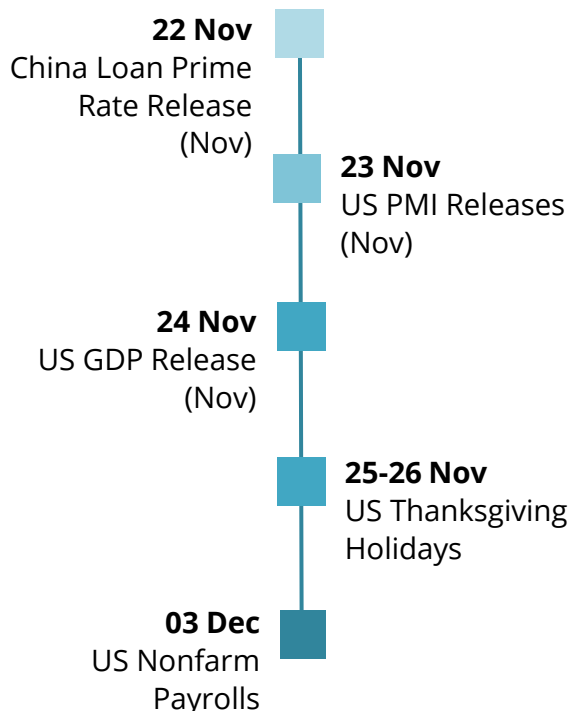
## Qualcomm (QCOM US) Price Chart



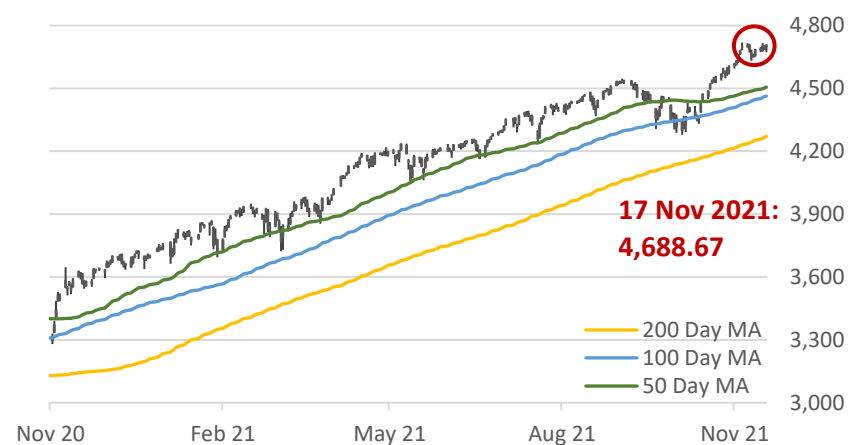
Any red lines drawn on the price charts are trendlines, which are visual representations of support & resistance levels. They are drawn by connecting a series of prices together to help indicate the data's best fit or the presence of any trend over a time frame, and are for illustration purposes only.

As of 17 Nov 2021 closing

### KEY MARKET EVENTS



## S&P 500 Index Price Chart



As of 17 Nov 2021 closing

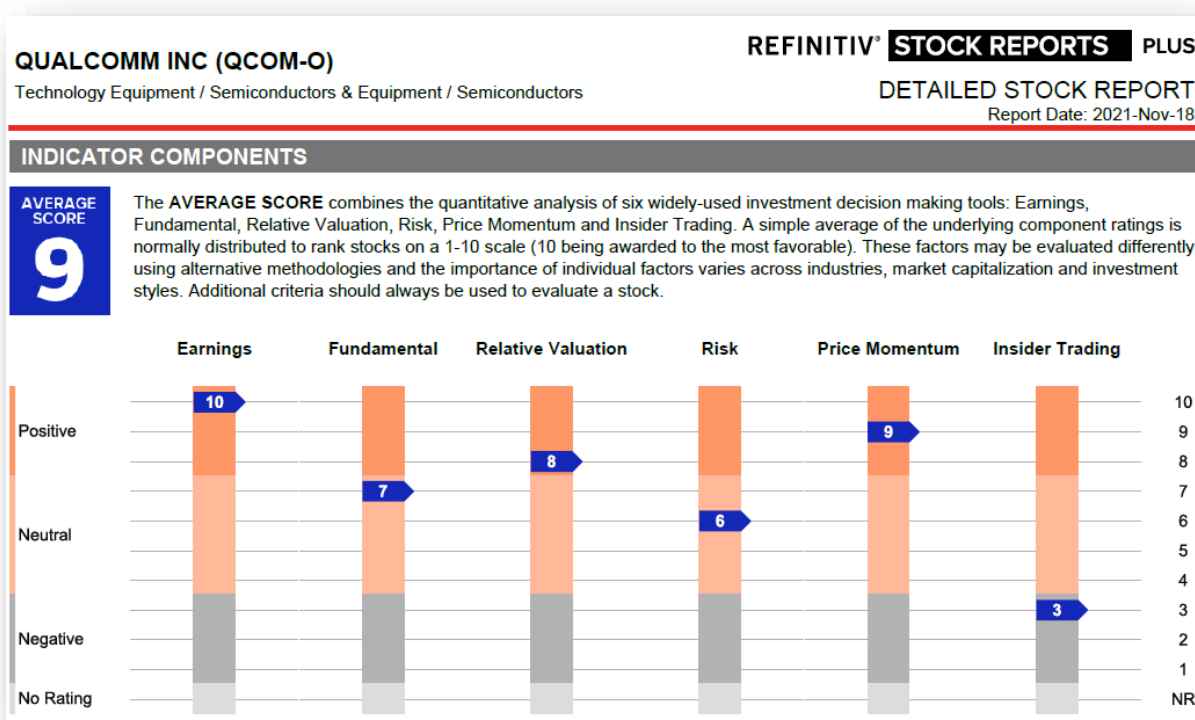
## Headline News & Information

- Qualcomm Incorporated operates as a multinational semiconductor and telecommunications equipment company. The Company develops and delivers digital wireless communications products and services based on CDMA digital technology. Qualcomm serves customers worldwide (Bloomberg)
- Qualcomm gives rosy forecast, fueled by push into new markets (17 Nov 2021, Bloomberg)
  - The biggest maker of chips that run smartphones, gave an upbeat sales forecast, fueled by growth in new markets. The shares jumped 7.9% to a record high
  - Revenue has the potential to top US\$46 billion by fiscal year 2024, Qualcomm Chief Financial Officer Akash Palkhiwala said
  - The chipmaker's revenue is on course to expand about 16% in its current fiscal year, 2022, before slowing to grow at 7% in the following year, according to estimates compiled by Bloomberg
- Qualcomm forecasts post-Apple sales growth, shares hit all-time high (17 Nov 2021, Reuters)
  - Qualcomm said on 16 Nov 2021 it expects chip sales to Apple Inc to dwindle to a trickle in the coming years but predicted brisk growth in chips for autonomous cars and other connected devices, sending shares up 7.9% to a record high close of US\$181.81
  - Qualcomm expects revenue from the automotive sector, where sales were just under US\$1 billion in fiscal 2021, to reach US\$3.5 billion in five years and US\$8 billion in 10 years. Earlier on 16 Nov 2021, Qualcomm landed a deal to sell self-driving car chips to German automaker BMW

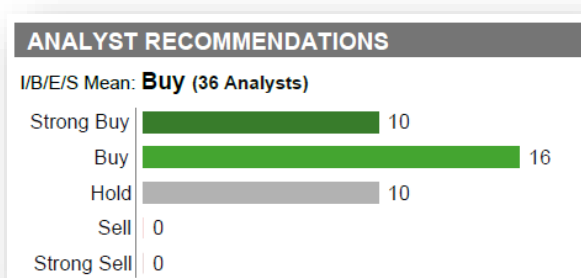
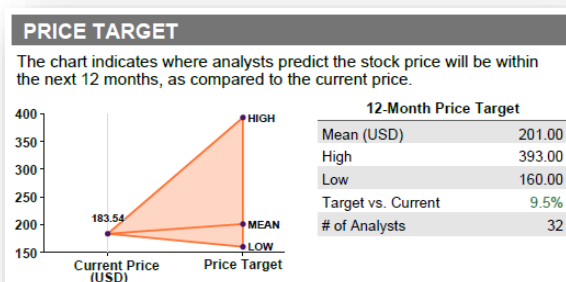
TRADING FLOWS	RESISTANCE LEVELS	SUPPORT LEVELS
<ul style="list-style-type: none"> <li>• Shares rose 15% in the past 5 days and rose 41% in the past 30 days</li> </ul>	<ul style="list-style-type: none"> <li>• 198.55 (Analysts' Consensus 12M Target Price)</li> </ul>	<ul style="list-style-type: none"> <li>• 153.30 (04 Nov 2021)</li> <li>• 122.17 (12 Oct 2021)</li> </ul>

# Fundamental Viewpoint

## An Extract from STOCKREPORTS+



## Analyst Price Target and Recommendations



Source: REFINITIV STOCKREPORTS+, extracted 18 Nov 2021

## US Peer Analysis (STOCKREPORTS+)

PEER ANALYSIS													Currency in USD	
Average Score	Ticker	PRICE MOMENTUM				VALUATION			FUNDAMENTAL		ANALYSTS			
		Price (2021-11-17)	1-Mo Return	3-Mo Return	1-Yr Return	Market Cap	Trailing PE	Forward PE	Dividend Yield	Net Margin	LTG Forecast	I/B/E/S Mean	# of Analysts	
8	NVDA	292.61	33.8%	50.4%	118.0%	759.8B	104.3	67.3	0.1%	32.3%	32.6%	Buy	44	
9	AVGO	569.64	13.2%	19.0%	49.7%	231.8B	42.3	18.7	2.5%	22.9%	14.7%	Buy	31	
6	INTC	50.23	-7.8%	-4.7%	10.3%	204.1B	9.8	14.1	2.8%	26.9%	3.2%	Hold	47	
9	QCOM	183.54	41.0%	27.1%	23.4%	184.7B	23.3	17.2	1.5%	26.9%	30.1%	Buy	35	
8	AMD	151.34	35.0%	40.7%	81.5%	178.6B	46.8	48.1	-	26.7%	35.3%	Buy	39	
6	TXN	189.57	-2.5%	1.7%	21.9%	175.5B	24.3	23.6	2.4%	41.4%	10.0%	Hold	33	
9	ADI	187.04	8.7%	12.5%	37.7%	99.1B	40.9	26.6	1.5%	26.2%	17.3%	Buy	27	
8	MU	75.46	11.5%	6.6%	21.7%	86.5B	14.7	8.7	0.5%	21.2%	22.3%	Buy	40	
7	MRVL	73.64	12.2%	25.8%	71.4%	60.5B	-	43.6	0.3%	-10.7%	38.2%	Buy	28	
9	NXPI	217.81	14.8%	5.5%	45.8%	57.9B	38.5	18.4	1.0%	15.0%	21.7%	Buy	30	
8	XLNX	216.18	29.3%	51.6%	65.8%	53.0B	67.4	54.9	0.7%	23.1%	18.8%	Hold	20	
7.9	Average	200.64	17.2%	21.5%	49.7%	190.1B	41.2	31.0	1.3%	22.9%	22.2%	Buy	34	

PEER COMPANIES			
ADI	Analog Devices Inc	MU	Micron Technology Inc
AMD	Advanced Micro Devices Inc	NVDA	NVIDIA Corp
AVGO	Broadcom Inc	NXPI	NXP Semiconductors
INTC	Intel Corp	TXN	Texas Instruments Inc
MRVL	Marvell Technology Inc	XLNX	Xilinx Inc

Source: REFINITIV STOCKREPORTS+, extracted 18 Nov 2021

## Global Peer Analysis (Bloomberg)

Ticker	Name	Mkt Cap (USD) (Millions)	Last Px	P/E	P/E 5Yr Avg	P/B	P/B 5Yr Avg	Indicated Yield (%)
<b>Average</b>		<b>163,100</b>	<b>320.61</b>	<b>42.28</b>	<b>40.77</b>	<b>12.21</b>	<b>9.75</b>	<b>1.70</b>
QCOM US	QUALCOMM INC	205,565	183.54	24.45	25.40	20.75	19.71	1.48
AVGO US	BROADCOM INC	234,473	569.64	39.75	43.22	11.38	8.30	2.53
2454 T	MEDIATEK INC	62,396	1,085.00	17.82	23.37	4.34	3.46	3.41
2379 TT	REALTEK SEMICONDUCTOR CORP	10,084	549.00	18.85	21.81	8.11	7.47	2.55
TXN US	TEXAS INSTRUMENTS INC	175,073	189.57	24.32	27.59	14.41	15.97	2.43
INTC US	INTEL CORP	204,285	50.23	10.55	11.78	2.27	2.70	2.77
NOD NO	NORDIC SEMICONDUCTOR ASA	6,662	302.40	103.77	74.94	15.49	9.30	#N/A N/A
NVDA US	NVIDIA CORP	731,525	292.61	88.31	69.32	30.74	20.41	0.05
STM FP	STMICROELECTRONI CS NV	47,054	45.67	25.58	25.77	5.52	4.03	0.46
XLNX US	XILINX INC	53,587	216.18	62.97	43.70	15.78	11.39	0.68
IFX GR	INFINEON TECHNOLOGIES AG	63,391	42.90	48.75	81.62	5.49	4.48	0.63

Source: Bloomberg, extracted 17 Nov 2021 closing

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