

The 1–Minute Brief

AMD

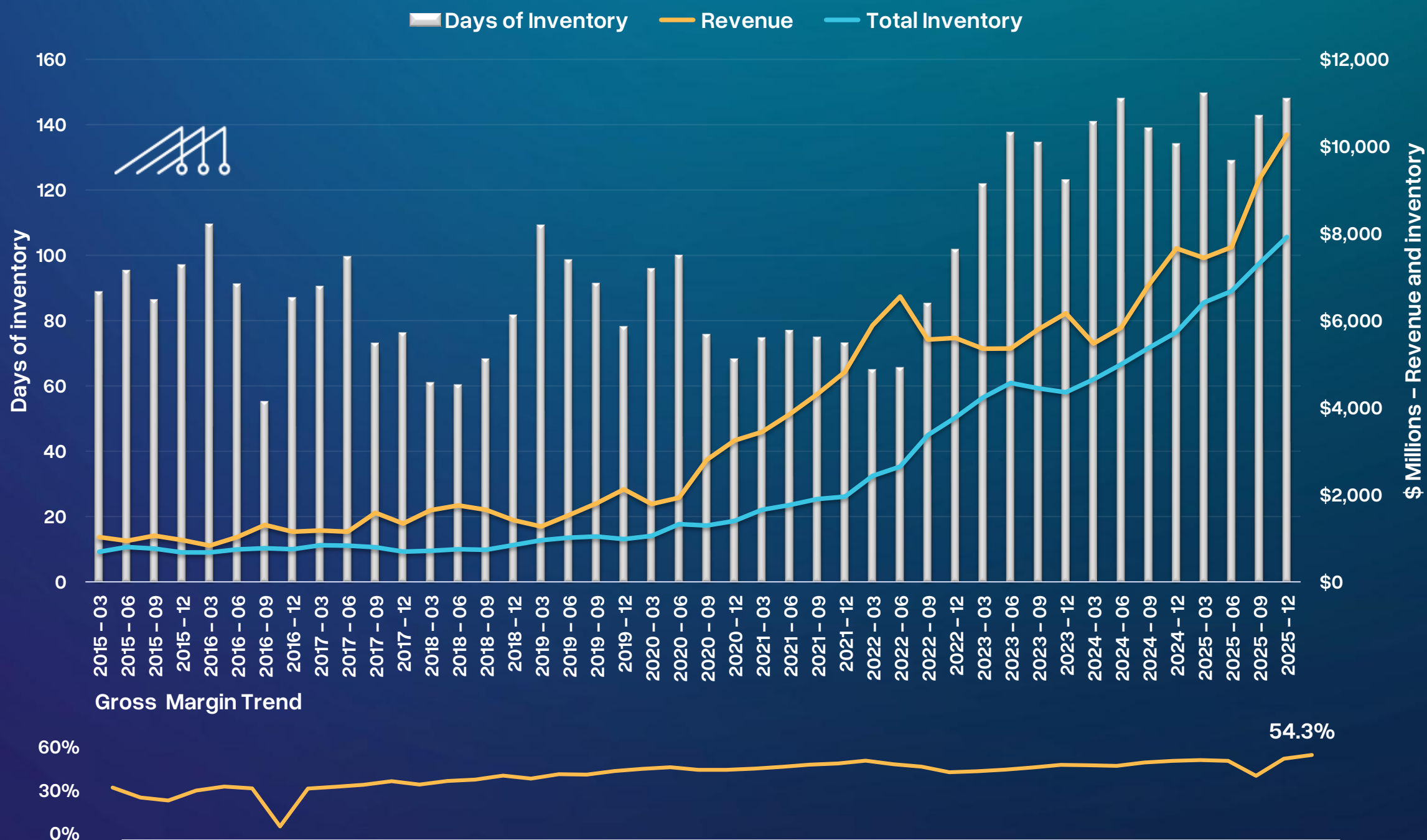
Q4'25 & FY 2025

Earnings

Announced on 03, Feb'26

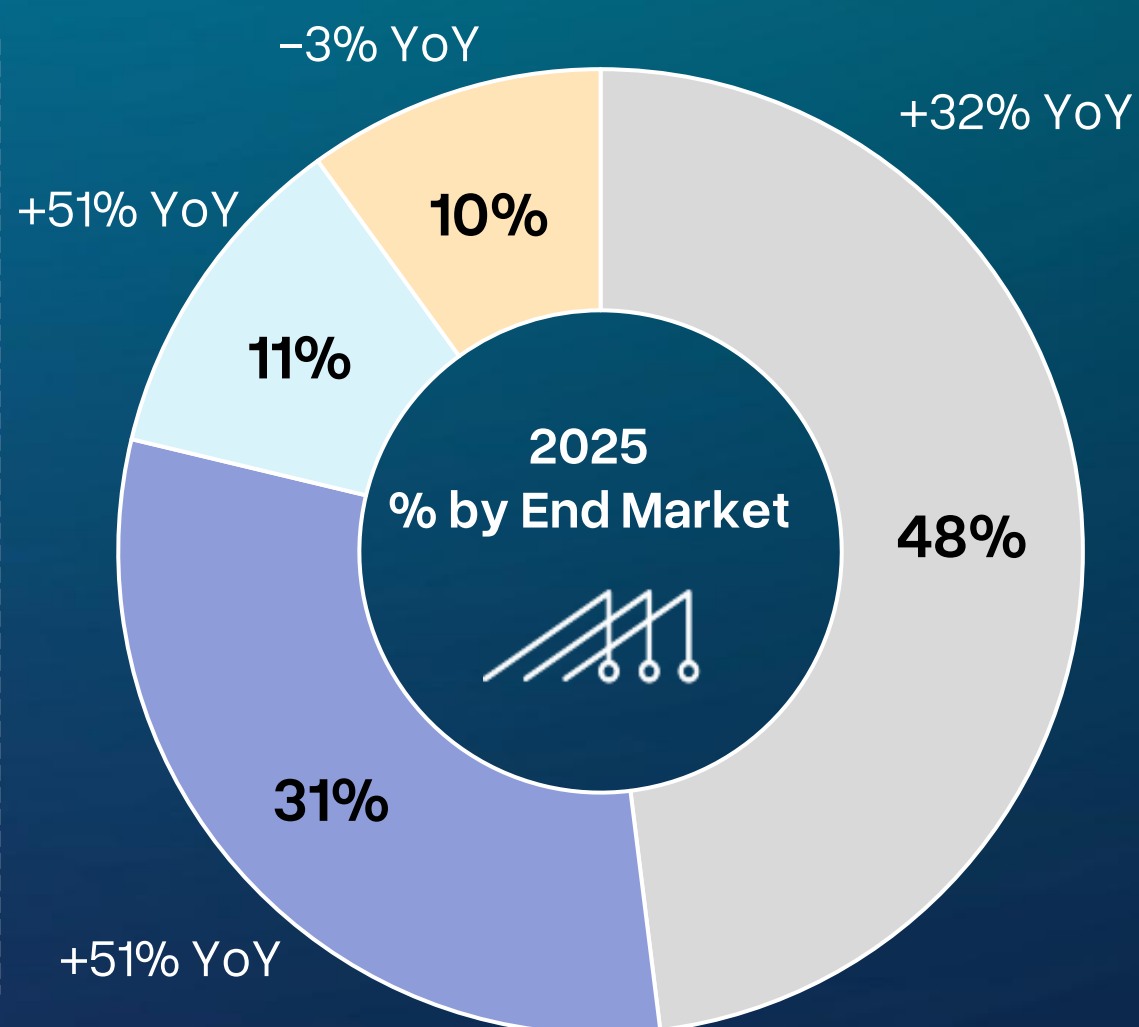
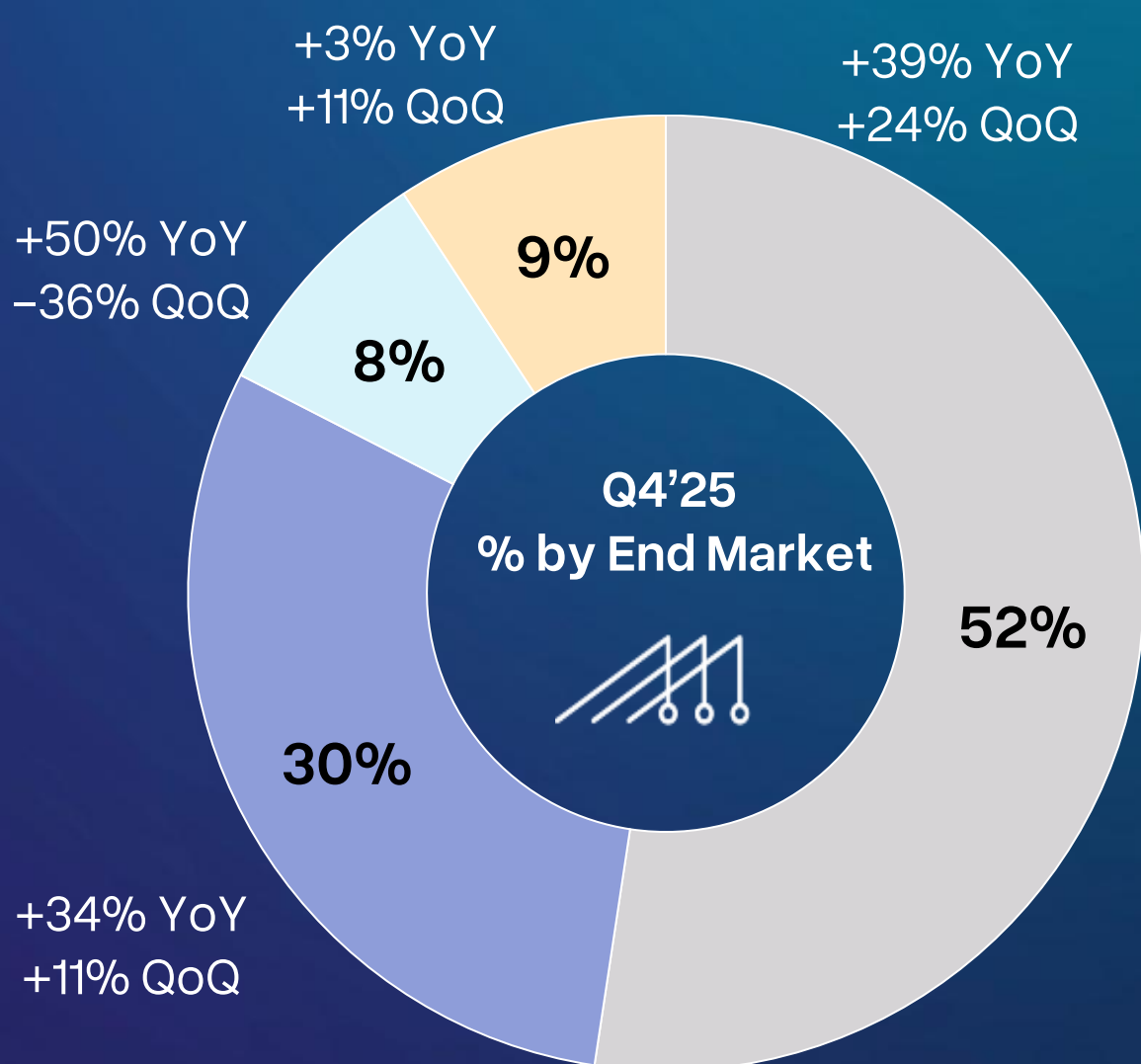
Key Takeaways

- FY25 revenue was \$34.6B, up 34% YoY, driven by Data Center, Client & Gaming. Q4'25 delivered record revenue of \$10.3B, up 34% YoY and 11% QoQ, led by record EPYC, Ryzen and Instinct processor sales
- Inventory levels are at historic high, to support strong Data Center CPU and AI GPU demand
- Q4'25 gross margin improved YoY, boosted by a \$360M inventory reserve release and a richer mix of high-margin Data Center CPUs and AI GPUs
- AMD's AI business is accelerating, with record Q4 Instinct GPU revenue and rising MI400 adoption



FY25 Performance by Segment

- **Data center:** Record revenue, driven by growth across both EPYC CPUs and AMD Instinct GPUs
- **Client:** Record YoY revenue, driven by continued revenue share gains and a richer product mix
- **Gaming:** YoY sales driven by improved semi-custom sales and strong demand for AMD Radeon GPUs
- **Embedded:** Despite YoY decline, reflecting the impact of customer inventory level adjustments earlier in the year



Outlook

- **Q4'25 midpoint guidance:**
+32% YoY (vs. Q1'25) and -5% QoQ (vs. Q4'25)
- Sequential decline in revenue due to seasonal Client Gaming and Embedded softness

Long-Term outlook

- AMD targets more than 60% annual Data Center revenue growth over the next 3 to 5 years
- Gaming faces a double-digit revenue drop in 2026 as the console cycle matures
- MI450 GPUs and the Helios rack-scale platform will begin production in 2H'26, marking a major inflection point expected to drive tens of billions in Data Center AI revenue by 2027



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