

The 1–Minute Brief

Analog Devices

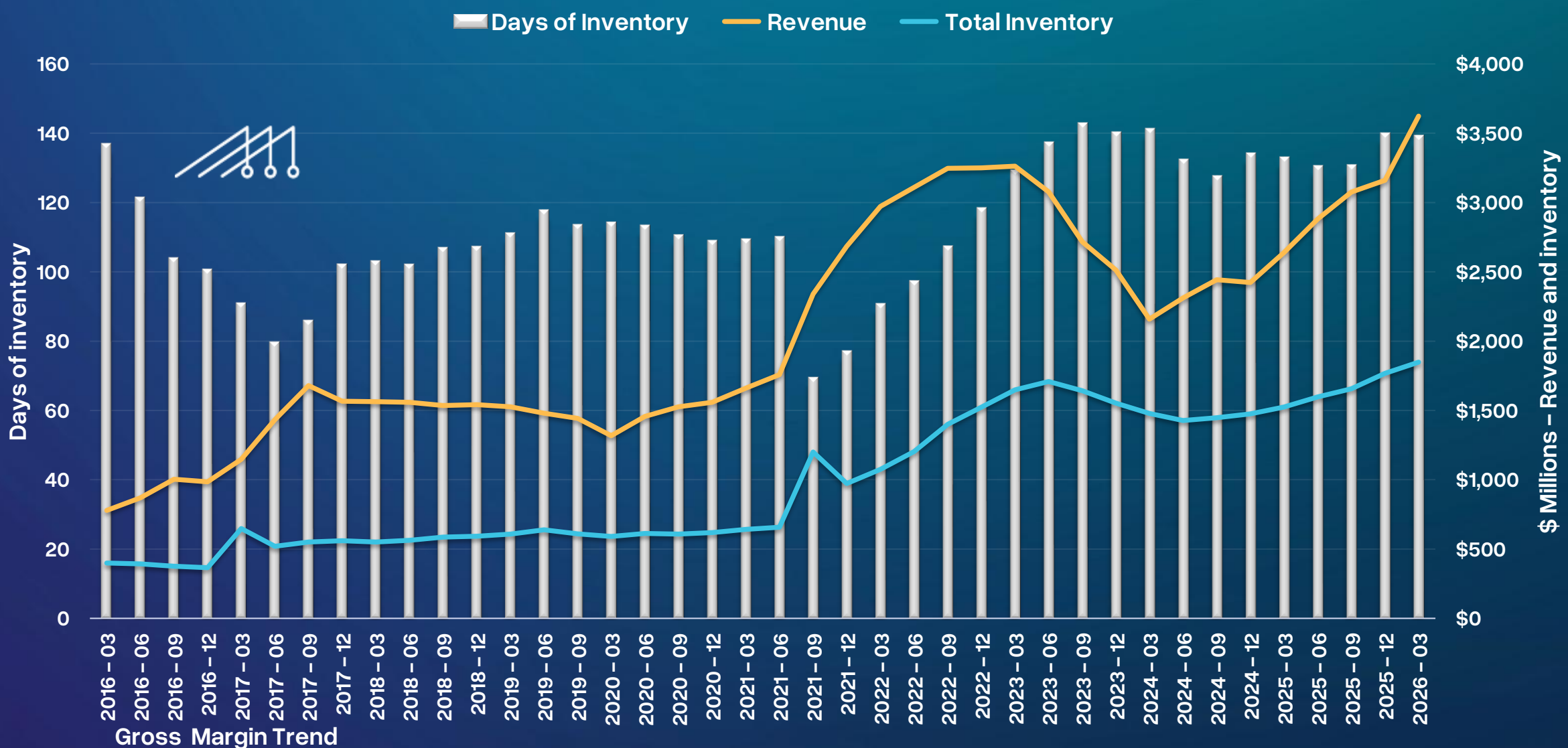
FY Q2'26 (CY Q1'26)

Earnings

Announced on 20, May'26

Key Takeaways

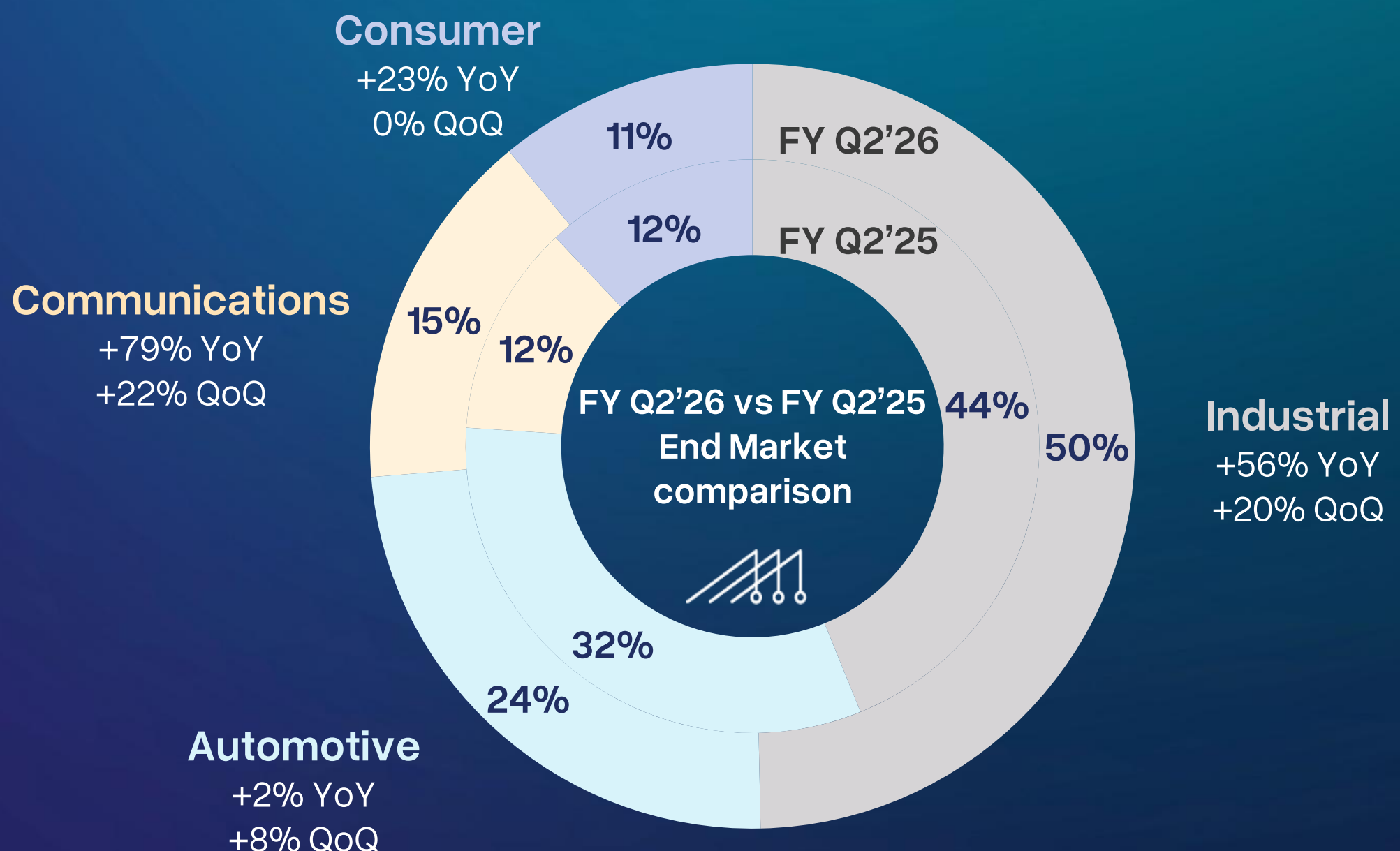
- Record FY Q2'26 revenue reached \$3.6B, up 37% YoY and 15% QoQ, driven by broad-based strength especially in Industrial and Communications
- Industrial rose 56% YoY on A&D and automation demand, while Communications surged 79% YoY on data center growth
- Gross margin improved YoY and QoQ, driven by higher utilization, favorable mix and pricing
- ADI announced acquisition of Empower Semiconductor to strengthen AI server power delivery and integrated voltage regulator capabilities



Performance Breakdown


- **Industrial:** Broad-based YoY growth recorded across all segments, led by aerospace and defense, ATE*, ETM*, and the broad market
- **Automotive:** Growth driven by strong ADAS/infotainment demand for GMSL*, safe power, and A2B technologies; EV BMS* returning to YoY growth after two years
- **Communications:** Data center now drives over 75% of Communications, surging 90%+ YoY on strength in optical and power portfolios. Wireless demand also accelerated, up 35%+ YoY
- **Consumer:** Growth supported by strong high-end demand and prosumer momentum

*ATE- Automatic Test Equipment; *ETM- Electronic test & measurement; *GMSL- Gigabit Multimedia Serial Link; *BMS- Battery management system



Outlook

- **FY Q3'26 (CY Q2'26) midpoint guidance:**
+35.4% YoY (vs. FY Q3'25) and +7.6% QoQ (vs. FY Q2'26)

Segment	FY Q3'26 QoQ Outlook	Key Drivers 
Industrial	↑ Mid- to high-single digits	Automation, robotics, A&D, ETM, energy infrastructure, and AI-driven factory demand
Automotive	↑ Mid- to high-single digits	ADAS, infotainment, EV BMS recovery, China demand, and strong bookings
Communications	↑ Low- to mid-teens (Fastest-growing segment)	AI infrastructure, optical connectivity, and power management demand
Consumer	↓ Low-single digits	Resilient premium consumer and prosumer demand

Long-Term Outlook:

- ADI expressed increasing confidence in sustained growth through FY27, driven by AI infrastructure expansion, industrial automation, energy systems and healthcare solutions



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