

The 1– Minute Brief

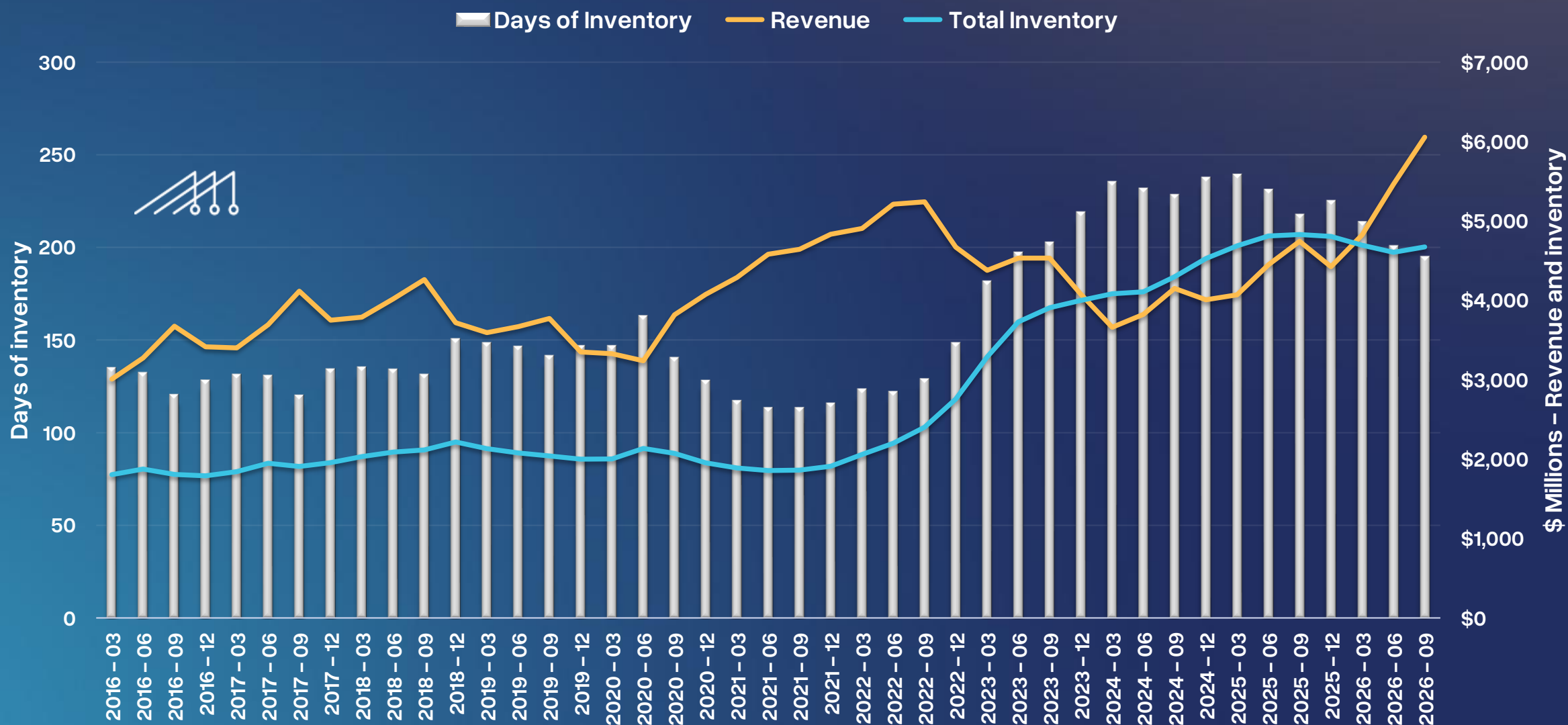
Texas Instruments

Q3'26 Earnings

Announced on 21, Oct'26

Key Takeaways

- Q3'26 revenue was \$6.1B, up 11% QoQ and 28% YoY, driven by cyclical recovery and broad-based growth across all end markets and regions
- DOI declined QoQ, while total inventory increased as TI expanded inventory and manufacturing capacity to support the demand recovery
- Gross margin improved QoQ, driven by higher revenue, pricing, and favorable product mix
- Industrial revenue increased more than 40% YoY, while data-center revenue nearly doubled, supported by AI infrastructure and rising semiconductor content

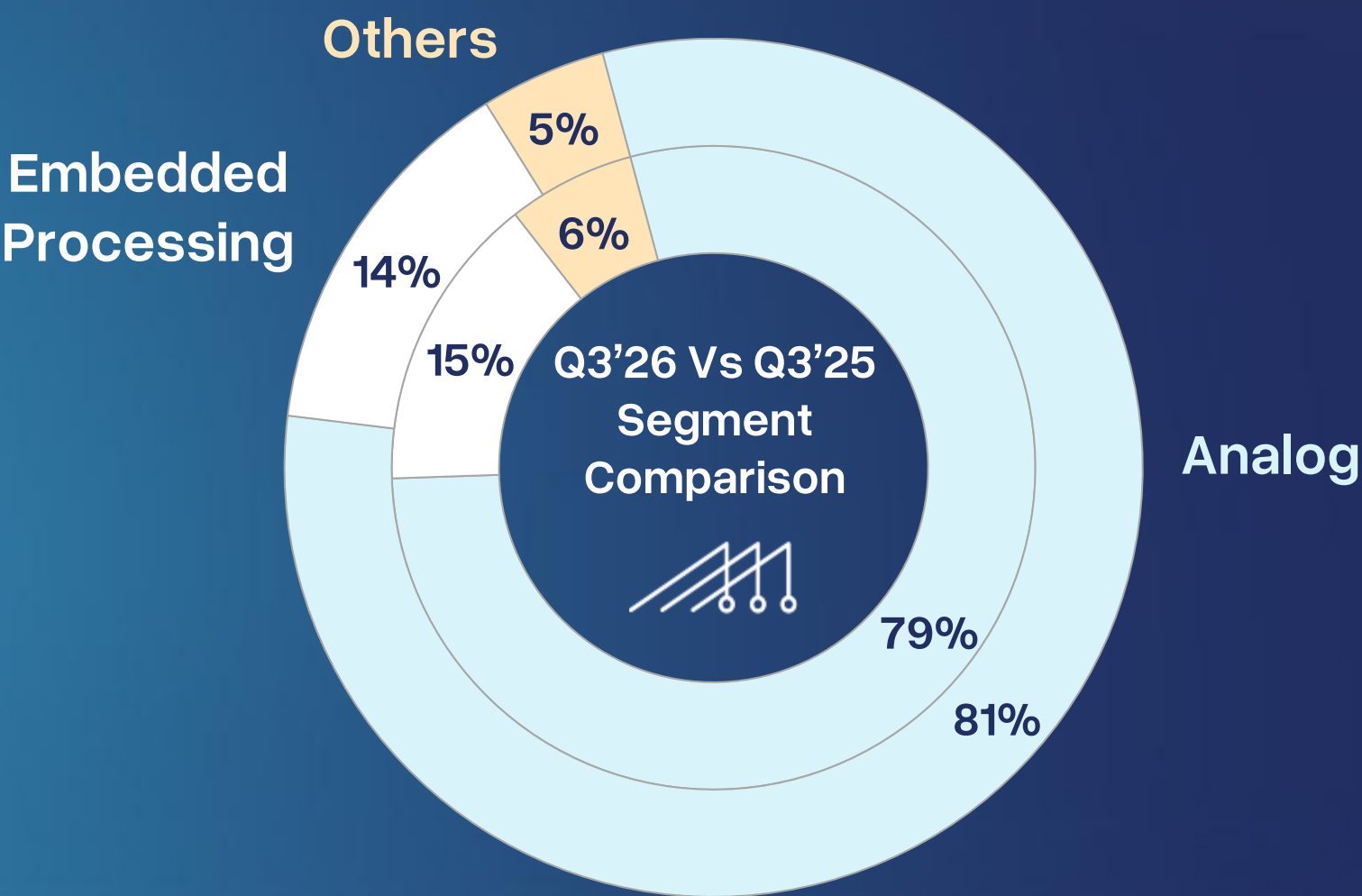


Gross Margin Trend



Performance by Segment

Segment	YoY Growth	QoQ Growth	Key Drivers
Analog	+32%	+13%	Industrial recovery, tight supply
Embedded Processing	+21%	+9%	Cyclical recovery, capacity expansion
Other	-6%	-8%	Weaker non-core business demand
Industrial	More than 40%	~10%	Cyclical recovery and higher semiconductor content
Automotive	+Mid-teens	~10%	Low inventories, strong EV/hybrid demand
Data Center	~95%	~20%	AI infrastructure and power-management demand
Personal Electronics	~Flat	+Upper Single Digits	Sequential demand improvement
Communications Equip.	↑ Grew	↑ Grew	Broad-based market recovery



Outlook

- **Q4'26 quarter midpoint guidance:**
+36.8% YoY (vs. Q4'25) and 0.1% QoQ (vs. Q3'26)
- Above seasonal Q4 guidance indicates a definitive cyclical recovery across its core markets
- TI expects the semiconductor recovery to continue, with industrial and data-center demand, improving pricing, and manufacturing investments supporting growth into 2027