

WALL ST TRENDS — MISPRICED?
A TWO-SIDED LOOK: GENUINE VALUE, OR A CYCLICAL PEAK?

Micron: A Low Multiple on Record Earnings — But It's Already Up 256% This Year

NASDAQ: MU Micron Technology, Inc. | Data as of early Sept 2026 — highly volatile, re-verify before acting

The bull argument is that Micron trades at a low forward P/E despite record, largely *contracted* earnings — a "materially mispriced" AI-infrastructure winner. The bear argument is that memory is deeply cyclical, and a low multiple on peak earnings is the classic value trap. Both are serious. Note up front: this is not an undiscovered cheap stock — it's up ~256% in 2026 and has crossed a \$1 trillion market cap. **"Mispriced" is a contested thesis, not a fact. This is independent research, not investment advice, and not a recommendation to buy or sell.**

THE MISPRICING ARGUMENT (THE BULL THESIS)

Cheap on forward earnings — if they hold. Earnings are surging faster than the share price, so despite the run the forward P/E screens low. Bulls argue the market still doesn't fully believe the earnings power is durable.

Contracted, not hoped-for. Micron reports ~\$100B of minimum contract revenue across 14 of 16 Strategic Customer Agreements, backed by ~\$22B in cash deposits and letters of credit; its 2026 HBM supply is fully booked and HBM4 is ramping. Goldman pegged the 2026 DRAM shortage as the most severe in ~15 years.

~\$1,000+	>\$1T	+256%	\$50B±1	\$400–1,625	Strong Buy
SHARE PRICE*	MARKET CAP	2026 YTD	Q4 REV GUIDE	ANALYST TARGETS	CONSENSUS (44/4)

*Approximate as of early September 2026; MU is exceptionally volatile and moves on memory-pricing and AI headlines — re-pull the live price and confirm all figures before any use.

NEAR-TERM CATALYST (DATED)

Fiscal Q4 2026 earnings are expected in **late September 2026** (verify the exact date) — the next hard, dated event, and the one that will either validate the re-rating or hand the cyclical skeptics their moment. Management guided to a record ~\$50B revenue quarter (±\$1B) and has said tight conditions could persist beyond calendar 2027. HBM4 volume ramp is a secondary ongoing catalyst.

THE BULL CASE

- ▶ **Structural HBM shortage.** HBM sits next to every AI accelerator and only three firms make it at scale; Micron is the #2 player (~21% share) in a tight duopoly-plus market.

▶ **Visibility.** Contracted revenue and cash deposits give unusual earnings visibility for a memory name; several analysts (e.g., UBS ~\$1,625) argue the premium is "structurally durable."
- ▶ **Supply stays tight.** New industry capacity (including Micron's own \$100B+ fab plans) isn't expected to add meaningful supply until ~fiscal 2028.

▶ **Record momentum.** A multi-quarter run of record results with margins expanding on the HBM mix shift.

THE BEAR CASE

- ▼ **Peak, not a floor.** Goldman (target ~\$400) warns memory remains cyclical and today's margins are a peak; synchronized capacity expansion is how memory up-cycles historically end.

▼ **Already ran ~256%.** A \$1T+ name that has tripled+ in a year has a lot priced in; the reward-to-risk is very different from a year ago.
- ▼ **Huge target dispersion.** A \$400-to-\$1,625 analyst range is not confidence — it's the market openly disagreeing on where the cycle is.

▼ **Other risks.** Reported Taiwan labor-strike risk, heavy capital intensity, and export/geopolitical exposure.

THE CYCLICAL VALUE-TRAP TRAP — READ THIS

Memory stocks look **cheapest at the top**. When earnings are at a cycle peak, the P/E looks low — right before earnings fall and the multiple re-rates down at the same time (a double hit). A low P/E here is only "cheap" if these earnings are durable; if the cycle turns, it was expensive. Treat any position as high-risk, size it small, and remember the late-September earnings print is a binary-style event that can gap the stock hard in either direction.

IMPORTANT DISCLOSURES — READ BEFORE ACTING

This is independent research published under the Wall St Trends brand by [legal entity that operates Wall St Trends — name it]. It is NOT investment advice and NOT a recommendation to buy, sell, or hold any security. It was not prepared by a registered investment adviser or dealer. "Materially mispriced" / "undervalued" is a contested opinion, not a fact; serious analysts disagree, and the bear case may be correct.

Compensation: Wall St Trends has **not** been compensated by Micron or any third party to produce or distribute this note. (Wall St Trends publishes both independent research like this and, separately, paid promotional content; paid pieces carry their own compensation disclosure. This piece is the former.) **Position:** Wall St Trends and/or its principals **[do / do not]** hold a position in MU and may buy or sell at any time without notice.

Timeliness: MU is highly volatile; the price (~\$1,000+), market cap, guidance, and the fiscal Q4 earnings date are as of early September 2026 and change fast. Re-verify the live price, the exact earnings date, and all figures against primary sources (Micron IR, SEC filings) immediately before acting.

Risk: All equity investing carries risk of loss, including total loss. Cyclical semiconductors can fall sharply and quickly; earnings events are especially volatile. Do your own due diligence and consult a licensed professional.

Sources: Micron fiscal Q3 2026 results & guidance and IR materials; analyst notes (UBS, Goldman Sachs, consensus via 24/7 Wall St / stockanalysis.com); coverage from Yahoo Finance, Simply Wall St, indmoney, Barchart (Jun–Sep 2026). Figures approximate and fast-moving; verify against primary filings.