

Advanced Micro Devices, Inc. (AMD)

Scheduled review · 2 October 2026 · Price of record \$615.73 (close, 1 October 2026) · Previous note 18 September 2026 at \$545.09

RECOMMENDATION	INVESTMENT SCORE	WEIGHTED FAIR VALUE	WATCH PRICE
WATCHLIST	65 / 100	\$525	\$472
Was Hold (18 Sep)	Was 69	Was \$531	Was \$484

Price	Market cap	2027E P/E	Price vs weighted FV	10-year yield
\$615.73 +13.0% since 17 Sep	~\$1.00tn ~1.63bn shares	52.3x was 45.4x	+17.3% above value	5.24% 4.94% at last note

Summary

The shares have run 13.0% past the previous note while the case for owning them at this price has weakened. The rally was not driven by anything AMD reported: a single session on 21 September added 9.9% when the whole processor group re-rated on the bet that AI agents will need far more general-purpose compute. Over the same fortnight the ten-year Treasury yield rose thirty basis points to 5.24%, its highest levels since 2007, which is exactly the downgrade condition the last note named. The one material company event is the agreed **\$8.2bn all-stock acquisition of World Labs** (28 September), which brings Fei-Fei Li in as chief scientist and adds spatial-intelligence research to the roadmap. It is strategically coherent, but on this analysis it trims 2027 earnings per share by about 1.9% and the weighted fair value from about \$535 to \$525. At \$615.73 the stock trades 17.3% above that value, the base case sits 13.9% below the market and the bear case costs 52.9%. The verdict is **Watchlist**, replacing the retired Hold rating; the name becomes interesting again at **\$472 or below**, where a 10% margin to the weighted fair value is restored.

1. Do the published levels still hold?

No. The 18 September note carried no position and named \$484 or below as the level at which the name became interesting, anchored to a hundred-day average then computed at \$484.27 and to the price that restored a 10% margin to a \$531 weighted value. Neither anchor still describes that level. The hundred-day average, recomputed here from a three-hundred-session series, has risen to \$508.52, while the weighted fair value has fallen to \$525. The two no longer coincide, so the level is restated in dollars and tied to value rather than to an average: \$472, which is 10% below the weighted fair value. The price never came near the old level: the lowest close since the last note was \$559.82 on 18 September.

Level	18 Sep note	Status at \$615.73	Read
Watch price	\$484 or below	Not reached	Restated to \$472; the 100-day average it was anchored to is now \$508.52
Weighted fair value	\$531 (32/47/21)	\$525 (33/47/20)	Price 17.3% above it
Bull case	\$672	\$660	Price 7.2% below; was 23.3% upside
Base case	\$540	\$530	Price 13.9% above it
Bear case	\$297	\$290	52.9% below the price; was 45.5%
Take-profit / cut-loss	Not stated	Not stated	No position is carried at a non-Buy rating

Levels assessed against the 1 October 2026 close of \$615.73. Moving averages and ATR recomputed in code from one 300-session daily series; none is carried forward from the previous note.

2. What has moved since the last note

The price, mostly on a sector move. The shares closed at \$559.82 on 18 September and then gapped 9.9% to \$615.52 on 21 September on 44.5m shares, more than double the twenty-day average, when Meta's Muse AI agent drew a strong early reception and investors bid up processor makers on the view that agentic workloads lift CPU demand. Intel and Arm rose more than AMD that day. The market value crossed \$1 trillion, a high of \$639.00 printed on 25 September, and the shares have since settled between \$600 and \$630. Of the 13.0% gain since the last note, about 10 points came in that one sector session. No AMD disclosure explains it.

The discount rate, against the stock. The ten-year yield closed 1 October at 5.24%, having touched about 5.33% intraday, against 4.94% at the last note. Second-quarter GDP was revised up to a 2.2% annual rate, core PCE held at 3.0% year on year in August, and the ISM manufacturing prices index jumped to 77.9 in September. The Federal Reserve raised rates on 16 September and meets again on 27 and 28 October, with futures pricing a meaningful chance of a further increase. The previous note listed a further sustained rise in long-end yields as a downgrade trigger. It has occurred, and the multiple paid for 2027 earnings expanded by roughly 13% while it happened.

The sell side, toward the price. BofA Securities raised its target to \$720 from \$620 on 25 September, Wells Fargo initiated at Buy with \$700 on 29 September, Rosenblatt held \$700, StoneX \$685, Bernstein \$650, Stifel \$635 and President Capital moved to \$630 from \$588. William Blair kept a Hold. The average published target across 47 analysts is about \$568, below the current price, because many targets predate the rally. Insider selling, a feature of the four fortnights before the last note, has paused: no officer or director sale has been filed since 17 September.

3. Company developments

Development	Status and date	What is known	What is forecast (and by whom)	Impact
World Labs acquisition	Agreed 28 Sep 2026; close expected by end-2026	~\$8.2bn all-stock; share count set by a 10-day VWAP before closing; Fei-Fei Li to become EVP and chief scientist; no revenue or cost disclosed	Our estimate: 2027 EPS -1.5% to -2.4%; weighted fair value about \$10 lower	High
HPE order from Vultr for Helios racks	Announced 30 Sep 2026	\$1.2bn order for Helios racks (72 MI455X GPUs per rack, Venice CPUs) for Vultr's US data centres; delivery timing not disclosed	None quantified by AMD; our estimate is about 1% of 2027 group revenue at most	Medium
2030 compute market outlook raised	CFO remarks, 8 Sep 2026	Management widened its 2030 data centre compute market view to \$2tn-\$3tn from about \$2tn	Management forecast; data centre to more than double in 2027 (CEO)	Medium
Instinct systems live in Saudi Arabia; LUMI-AI selected	Announced 31 Aug 2026	Instinct systems with Cisco went live for HUMAIN; Instinct GPUs and EPYC CPUs chosen for Europe's LUMI-AI supercomputer	Contract values not disclosed	Low
ROCm 10 software release	Announced 27 Aug 2026	New version of the open AI software stack	Developer adoption not yet measurable	Low
EPYC Venice 2027 supply reportedly sold out	Reported 29-30 Sep 2026; not confirmed by AMD	Supply-chain reports of 2027 Venice capacity fully committed and server CPU prices up more than 40%	Unconfirmed; carries no weight in this report	Low
OCP Global Summit keynote	Scheduled 12 Oct 2026	Lisa Su to present AMD's full-stack agentic AI infrastructure	Product details, if any, not known in advance	Low

Company announcements, filings and the customer's own release; supply-chain items are reported, not confirmed by AMD, and carry no weight in the verdict. See Sources.

High item: the World Labs acquisition

What is known. On 28 September AMD agreed to acquire World Labs Technologies, a San Francisco developer of spatial-intelligence models that generate, reconstruct and simulate interactive 3D environments from text, image and video, together with robot-learning and simulation tools. The price is approximately \$8.2bn, paid entirely in AMD common stock issued privately. The 8-K filed the same day states that the share count is not yet known and will be set by the volume-weighted average price over the ten trading days ending two days before closing. Closing is expected by the end of 2026, subject to regulatory approval. Fei-Fei Li, World Labs' co-founder and chief executive, becomes executive vice president and chief scientist reporting to Lisa Su. AMD was already an investor through World Labs' \$1bn funding round earlier in 2026. The company has disclosed no revenue, headcount, cost or accretion figures for the deal. It is AMD's largest acquisition since Xilinx.

Why it matters here, and the test that applied. It is rated High on the capital test: \$8.2bn is about 132% of annualised free cash flow (\$1.558bn in the June quarter, times four, our calculation). It does not touch the flagship's revenue in the forecast window. World Labs' commercial product, Marble, is early and its revenue is undisclosed and assumed immaterial. The case for the deal is roadmap insight: owning a frontier model team that trains on Instinct GPUs informs future accelerator design and strengthens the open-software pitch behind ROCm, and it positions AMD in robotics and physical AI, where the compute sits at the edge as well as in the data centre.

What success and failure look like. Success is observable as Li's team shaping a named Instinct or edge product, World Labs models shipping optimised for AMD hardware first, and retention of the founding researchers past the first vesting cliffs. Failure is attrition of the research team, a regulatory delay past year-end, or costs that grow without a product to show for them. The first hard data points are the closing date, any cost disclosure on the 3 November call (expected; the company has not yet announced the date), and the 12 October OCP keynote, where Lisa Su is scheduled to present AMD's full-stack agentic AI infrastructure.

Economics. Paying in stock at a record price uses the company's most expensive currency, which is sound capital allocation for existing holders and preserves the \$13.1bn of cash and short-term investments. The cost is dilution and operating expense. At \$615.73, \$8.2bn equals about 13.3m new shares, 0.82% of the share base; a lower price at closing means more shares. Running costs are not disclosed. This analysis assumes \$150m to \$350m a year of cash operating expense outside stock compensation, which the company excludes from its non-GAAP results. Amortisation of acquired intangibles is excluded as well, so the non-GAAP earnings effect is dilution plus cash opex.

Precedent and competitors. AMD's own record on large deals is good: Xilinx built the embedded segment and ZT Systems supplied the rack-scale engineering behind Helios. Smaller AI software purchases such as Silo AI show a pattern of buying capability rather than revenue. Nvidia, also an investor in World Labs' last round, has built its own simulation and robotics stack and remains far ahead in physical-AI software, so the deal narrows a gap rather than opening a lead.

Sizing input (our calculation)	Value
Base 2027E non-GAAP EPS before the deal	~\$12.00 (built from company guidance)
Share base / new shares at \$615.73	~1.63bn / ~13.3m (+0.82%)
Assumed cash opex, pre-tax	\$150m - \$350m a year (base \$250m)
Tax rate	13%
EPS effect: success / base / failure	-1.5% / -1.9% / -2.4%
Base 2027E EPS after the deal	~\$11.77
Weighted fair value without / with the deal	~\$535 / \$525

Success uses \$150m of opex, failure \$350m; revenue contribution assumed nil through 2027. Computed in code. Inputs are assumptions where the company has not disclosed a figure.

Sized outcomes and what the price assumes. On those inputs the deal lowers 2027 earnings per share by between 1.5% and 2.4%, about \$0.23 in the base case. At the 45x base multiple that is roughly \$10 of fair value per share; across the three scenarios it moves the weighted value from about \$535 to \$525, a range of about \$8 to \$13 (a weighted value of \$522 to \$527) depending on the cost assumption. The deal was announced after the close on 28 September, a session in which the shares had already fallen 3.6% with the semiconductor group; the next session they closed essentially unchanged at \$607.57, so the market treated it as roughly neutral. If it fails outright, the earnings effect is the cost above

with no offset, which is small; the larger risk would sit in the multiple, if investors read it as AMD paying a premium to keep pace in AI research.

What is unknown. Headcount, cost run-rate, retention terms and any revenue, all of which should be settled by closing documents or by management on the November call. **Does it change the verdict?** No. Without the deal the weighted value would be about \$535, still 13% below the price, so the rating would be Watchlist either way. It lowers the watch price by about \$9.

4. Growth drivers

Driver	Status and date	Fact vs forecast	Likelihood	Impact
Data centre doubling in 2027 (MI450 / Helios ramp)	Shipping; ramp in 2H 2026	Management expects the segment to more than double in 2027 (forecast)	Medium-high	High
Helios orders beyond hyperscalers	HPE-Vultr \$1.2bn order, 30 Sep	Order is fact; delivery timing undisclosed	Fact	Medium
Server CPU demand from agentic AI	Venice ramping	Reported 2027 sell-out and >40% price rises are unconfirmed	Medium	Medium
2030 compute market of \$2tn to \$3tn	CFO comments, 8 Sep	Management forecast, raised from \$2tn	Low-medium	Long-dated
World Labs and physical AI	Agreed 28 Sep; close by year-end	Strategic; no revenue disclosed	Medium	Low to 2027
Q3 results	Expected 3 Nov (not yet announced)	Guided ~\$13.0bn +/- \$0.3bn revenue, ~56% gross margin	Due	High for timing

Guidance from the company's second-quarter results release of 4 August 2026.

5. Valuation

The estimate build is carried forward from the previous note and adjusted only for World Labs: group revenue approaching \$70bn in 2027, data centre more than doubling off a 2026 base near \$25bn, a 57% gross margin, a 13% tax rate and about 1.64bn shares after the deal, giving about \$11.77 of non-GAAP earnings per share. Nothing disclosed since the last note justifies revising the revenue line. The HPE order is real but about 1% of 2027 group revenue even if all of it were AMD content, and the reported CPU price rises are unconfirmed.

Measure	18 Sep (at \$545.09)	Now (at \$615.73)	Read
Market capitalisation	~\$888bn	~\$1.00tn	\$116bn added, mostly in one sector session
P/E on 2027E EPS	~45.4x on \$12.00	~52.3x on \$11.77	Richer multiple on slightly lower earnings
P/E on the \$20 long-term EPS marker	~27.3x	~30.8x	Management's strategic-timeframe target
Price vs weighted fair value	+2.6% (\$531)	+17.3% (\$525)	Price has moved further from value
Price vs base case	+0.9% (\$540)	+13.9% (\$530)	Base case well below the market
Bear case downside	-45.5% (\$297)	-52.9% (\$290)	Dominant risk, grown again
Bull case upside	+23.3% (\$672)	+7.2% (\$660)	Little left even if everything goes right

2027 EPS is this analysis's estimate built from company guidance, not a company forecast. Percentages computed in code from \$615.73.

The macro variables that matter here. Two. The first is the long end of the Treasury curve, because nearly all of AMD's value sits in earnings expected in 2027 and beyond. The ten-year stands at 5.24% and the Federal Reserve, having raised rates on 16 September, meets again on 27 and 28 October with core PCE at 3.0% and input prices accelerating. Every move higher in that yield lowers what a 50x multiple on 2027 earnings is worth, independent of execution. The second is the AI infrastructure spending cycle, which is demand rather than discount rate. It continues to point up: business investment orders were strong in August and new Helios orders are arriving from outside the largest clouds. Consumer conditions matter only for the client and gaming segments, where confidence at a twelve-year low is a drag on the mix rather than on the thesis.

6. Technicals

The trend is strong and extended. Price sits above every average: 10.4% above the twenty-day at \$557.60, 20.3% above the fifty-day at \$511.65, 21.1% above the hundred-day at \$508.52 and 65.3% above the two-hundred-day at \$372.59. The fifty- and hundred-day averages have converged near \$510, the first zone of support that has been tested in the past quarter. Relative strength at 67.0 is high but short of overbought. MACD remains positive at 34.87 against a 30.07 signal, but the histogram has narrowed to +4.81 from +6.70 at the last note, and the twenty-day volume average now runs 3.0% below the fifty-day, so participation has faded since the gap. The price has made no new high since 25 September.

Indicator	18 Sep note	Now	Read
Close	\$545.09	\$615.73	Close of 1 October
SMA 20	\$486.24	\$557.60	Price above by 10.4%
SMA 50	\$495.59	\$511.65	Price above by 20.3%
SMA 100	\$484.27	\$508.52	Old watch-price anchor; now \$36 above the restated level
SMA 200	\$352.92	\$372.59	Price above by 65.3%
RSI(14)	62.8	67.0	High, not yet overbought
MACD / signal	8.92 / 2.22	34.87 / 30.07	Histogram +4.81, from +6.70
ATR(14)	\$24.44 (4.5%)	\$23.78 (3.9%)	Range narrowing as a share of price
52-week range	\$149.85 - \$584.73	\$160.49 - \$639.00	High set 25 September; price 3.6% below

Distances measured against the \$615.73 price of record. All averages computed from one 300-session daily series. Technicals inform timing only.

7. Business, financials and competitive position

Nothing in the operating picture has changed since the last note, because AMD has not reported. The June quarter delivered \$11.54bn of revenue, up 50%, with data centre at \$6.72bn, up 107%, client at \$3.06bn, up 23%, embedded at \$0.98bn, up 19%, and gaming at \$0.78bn, down 31%. Non-GAAP gross margin was 56%, non-GAAP operating income \$3.09bn and non-GAAP earnings per share \$1.66 (\$1.38 GAAP). Free cash flow was \$1.56bn and cash and short-term investments \$13.11bn. Guidance for the September quarter is about \$13.0bn, plus or minus \$300m, at a 56% gross margin. Against Nvidia's data centre business, still more than ten times larger and earning a materially higher margin, AMD remains the challenger for the second socket. The HPE order for Vultr, 72 MI455X GPUs per rack with Venice CPUs, is HPE's first Helios order, for a mid-sized cloud, and is direct evidence that Helios is selling beyond the anchor customers.

8. Sentiment

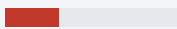
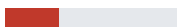
Analyst sentiment is bullish and rising, with seven targets at or above \$630 published in the last fortnight, though the average published target sits below the price. ARK Invest reportedly sold more than \$110m of the shares around 29 September while adding to Nvidia. Insider selling has paused since 17 September. Options activity is heavy, with open interest of about 3.3m contracts. Taken together the near-term tone is positive, but the sell side is chasing the price rather than leading it.

Institutional positioning: Supportive (as of 30 June 2026, filings through 19 August 2026, moderate confidence). Active managers made a net addition of about 2.6% of reported shares over four quarters and 2.3% year on year, with 41 managers adding against 30 cutting and no single buyer accounting for more than a third of the net. The buying came from a shrinking active base. Based on reported holdings filed by the cutoff. Late filers are not included, and passive, strategic and mixed holders are left out of the flow measure. The positioning predates the September rally.

9. Risks

Risk	Probability	Severity	Assessment
Multiple compression from a rising long end	High	High	Ten-year at 5.24% and an FOMC meeting on 27-28 October; a ~52x multiple on 2027 earnings is the most rate-sensitive part of the case
AI capex pause in 2027	Medium	Severe	Carries the bear case at \$290, now a 52.9% loss from the price
Helios or MI450 ramp slip	Medium	Severe	The ramp is still unreported; the HPE order lowers but does not remove this
Sector sentiment reversal	Medium	High	About ten points of the recent gain came from one sector-wide session on an agentic-CPU narrative
World Labs integration and cost	Medium	Low	Undisclosed costs and retention; small against earnings, larger if read as a premium paid
Memory and component cost inflation	High	Low	Contained in the client segment's margin
Customer concentration in the 2027 build	Medium	High	A named gigawatt customer moving to a competitor would be structural

10. Scorecard

Factor	Score	Weight	Basis
Business Quality	 9/10	14%	Unchanged. 56% non-GAAP gross margin, three profitable segments, data centre the majority of revenue.
Financial Strength	 8/10	10%	Unchanged. \$13.1bn cash and short-term investments; the \$8.2bn deal is paid in stock, not cash.
Competitive Advantage	 7/10	12%	Unchanged. Helios orders broadening; Nvidia still more than ten times AMD's data centre scale.
Management	 9/10	10%	Unchanged. Using a record share price as acquisition currency; no financial disclosure on the deal.
Growth Potential	 9/10	16%	Unchanged. Data centre guided to more than double in 2027; World Labs adds optionality beyond the window.
Valuation	 3/10	18%	Cut from 4. ~52x 2027E earnings and 17.3% above weighted fair value; World Labs trims the EPS base.
Risk (10 = lowest risk)	 3/10	15%	Cut from 4. Bear case now costs 52.9%; ten-year at 5.24% with another FOMC meeting on 27-28 October.
Technical Setup	 6/10	5%	Cut from 7. Extended above all averages; MACD histogram narrowing and volume fading.
Investment Score	65 / 100	100%	Weighted sum of the factor scores above; was 69 on 18 September

Scored 1-10, where 10 is always best, including Risk. A long bar is always the favourable outcome. The 18 September scorecard used the same scale and direction, so no restatement was required. The composite was computed in code and matches the figure printed here.

Three scores moved. Valuation falls to 3 from 4 because the price rose 13% on earnings that fell slightly; the World Labs dilution and cost contribute to that move through the earnings the multiple is applied to. Risk falls to 3 from 4 because the bear case now costs 52.9% and the ten-year yield has risen thirty basis points with another policy meeting four weeks away. Technical Setup falls to 6 from 7 on extension above the averages, a narrowing MACD histogram and fading volume. Management stays at 9: paying in stock at a record price is sound, though the absence of any financial disclosure on an \$8.2bn deal is noted. World Labs moved no other factor.

11. Recommendation

Verdict: Watchlist, from Hold, which is no longer a rating this coverage uses. The substance is a step colder than the last note. Then the price sat 2.6% above the weighted value; now it sits 17.3% above it, the base case is 13.9% below the market, the bull case offers only 7.2% and the bear case costs 52.9%. One of the previous note's downgrade triggers, a further rise in long-end yields, has fired, and neither upgrade trigger has. The business is in excellent shape, which is why this is Watchlist rather than Avoid: the doubt is about price, not quality. The rating would be the same without World Labs; the deal lowers the watch price by about \$9.

Item	Level	Basis
Verdict	Watchlist	Price 17.3% above weighted fair value; quality intact
Where it becomes interesting	\$472 or below	10% below the \$525 weighted fair value. Close to the 14 September swing low of \$480.33 and the 100-day exponential average at \$483.99
First support	~\$510	Where the 50- and 100-day averages converge; a pullback there would leave the price only about 3% below weighted value, short of the 10% margin
Take-profit / cut-loss	Not stated	No position is carried at a Watchlist rating
Event timing	12 Oct, 27-28 Oct, 3 Nov	OCP keynote; FOMC meeting; Q3 results (expected). The watch price assumes no change to the 2027 build from these events
Horizon	12-24 months	Settled by the 2027 data centre ramp

What would change the view

Development	Direction	Why it matters
A pullback to about \$472 or below with the ramp intact	Upgrade	Restores a 10% margin to weighted fair value
The September and December quarters confirming the data centre step-up	Upgrade	Moves the 2027 build from estimate to reported trajectory and would justify a higher fair value, not just a higher price
AMD confirming sold-out 2027 server CPU supply or higher pricing	Upgrade	Would turn an unconfirmed report into an estimate revision for the CPU line
A further sustained rise in long-end yields as the Federal Reserve follows through	Downgrade	Compresses the multiple on 2027 earnings regardless of execution
A named gigawatt customer moving to a competitor, or a Helios delay	Downgrade	Turns the competitive gap from scale to structure
World Labs costs or retention terms well above this report's assumptions	Downgrade	Would widen the earnings drag beyond the 2.4% failure case

12. Scenario analysis

Each case now carries the World Labs base-cost assumption, which lowers its 2027 earnings by roughly 2%. Multiples are unchanged: the rise in yields argues for lower ones and the broadening of Helios demand argues for higher, and neither is strong enough to move them. One point of probability moves from the bear case to the bull case on the HPE order, HPE's first Helios order and one for a cloud outside the anchor customers, which is dated evidence against the schedule-slip scenario.

Case	2027E EPS	Conditions	Fair value	vs \$615.73	Prob.
Bull	~\$13.75	Helios ramps ahead of plan, Venice pricing holds, gross margin above 57%; World Labs at base cost; ~48x	\$660	+7.2%	33%
Base	~\$11.77	Data centre roughly doubles as guided, PC softness contained; World Labs at base cost; ~45x	\$530	-13.9%	47%
Bear	~\$8.79	An AI spending pause or a Helios slip, sector re-rating unwinds, margin compresses; World Labs at base cost; ~33x	\$290	-52.9%	20%

Probability-weighted fair value: $\$524.90 = 0.33 \times \$660 + 0.47 \times \$530 + 0.20 \times \$290$, which is 14.8% below the \$615.73 price. Without the World Labs cost the same probabilities give about \$535. Probabilities sum to 100%. EPS figures are non-GAAP estimates built by this analysis from

company guidance, not company forecasts. Computed in code; the stated weighted value matches its inputs.

13. Investment memo

Would an investor commit fresh money to AMD at \$615.73? No. A fortnight ago the stock traded 2.6% above this analysis's weighted value and the rating was a cautious hold. Since then the shares have added 13.0%, the earnings base has been trimmed slightly by an acquisition, and the discount rate applied to those earnings has risen thirty basis points. The price and the value have moved in opposite directions, and the gap between them is now 17.3%.

The rally deserves to be read for what it was. Roughly ten of the thirteen points came in a single session on 21 September, when the whole processor group re-rated on a view about agentic AI and CPU demand. That view may prove right, and reports that AMD's 2027 server CPU supply is already committed point the same way, but AMD has not confirmed them and nothing it has disclosed changes the 2027 build. Paying 52 times an unreported year's earnings, with a ten-year yield at 5.24% and a Federal Reserve that may raise again on 28 October, leaves almost no room for anything to go wrong: the bull case offers 7.2%, the bear case costs 52.9%.

World Labs is the one real company event, and it does not change this conclusion. It is a sensible use of an expensive share price to buy a frontier research team, and it costs about 2% of 2027 earnings on this analysis's assumptions. It lowers the weighted value by about \$10 and the watch price by about \$9, but the rating would be Watchlist with or without it.

The business remains among the best in the semiconductor group and the 2027 ramp remains the most important fact in the case, which is why this is Watchlist and not Avoid. The single biggest concern is that the price already discounts a successful ramp at a higher multiple than the last note, in a higher-rate world. It becomes interesting again at \$472 or below, a 23% fall that would need more than one ordinary pullback, or sooner if the September and December quarters lift the 2027 earnings base enough to raise the value toward the price.

Disclaimer. This report is for informational and educational purposes only and does not constitute investment advice, a recommendation, or an offer to buy or sell any security. It was prepared from public sources believed to be reliable, but accuracy and completeness are not guaranteed. The 2027 earnings estimates and the World Labs sizing are built by this analysis from company guidance and stated assumptions and are not company forecasts. Figures are as of 1 October 2026 unless stated. The author may hold positions in securities mentioned. Readers should conduct their own research and consider their own circumstances before making any investment decision.

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Consensus rating and average target: [MarketBeat](https://www.marketbeat.com) AMD forecast page, 1 October 2026

Price of record: Alpha Vantage GLOBAL_QUOTE, 1 October 2026 close. Daily OHLCV: Twelve Data time_series (300 sessions); indicators computed in code

Macro: Beating The Bull economic data posts of 24, 25, 29, 30 September and 1 October 2026 (BEA, BLS, ISM, Conference Board, US Treasury par yield curve)

Institutional positioning: Beating The Bull quarterly reported-holdings read for Q2 2026 (cutoff 19 August 2026)