

Bloom Energy Corporation

NYSE: BE | Electrical Equipment & Parts | Research update | 24 September 2026

RATING	Last close	Weighted fair value	Accumulation zone	Investment score
WATCHLIST	\$275.19	\$205	\$155 – \$175	56 / 100
unchanged	23 Sep 2026 +16.8% since last report	34% below the market	36% to 44% below the market	was 57

The rating stays at Watchlist, and the gap between price and value has widened again. On 4 September the shares stood 12.8% above this report's probability-weighted fair value of \$205. They now stand 34% above it, after a 16.8% rise to \$275.19 that came mostly from the stock's addition to the S&P 500, effective 21 September. The business did not change much in the period. The company published a cost study on 800-volt DC power for AI data centres, and a partnership that includes Bloom won a conditional U.S. Army lease award at three installations. Neither changes earnings inside this report's two-year horizon. None of the three disclosures the previous reports asked for has appeared, insiders sold again in mid-September, and the ten-year Treasury yield rose from 4.77% to 5.11% after the Federal Reserve raised rates. Investment score 56 out of 100, against 57. All prices as at the 23 September 2026 close.

What has changed since the last report

The last report, published on 4 September at \$235.55, found an excellent operating business at a price that already reflected its success. It set an accumulation zone of \$155 to \$175 and asked the company for three things: a dated contracted backlog figure, a resolution of the scandium sourcing allegation, and restored free cash flow guidance. Twenty days later none of the three has been delivered. The next scheduled chance is the third-quarter report, expected after the close on 27 October.

The price move has a clear, documented cause. S&P Dow Jones Indices announced before the 8 September session that Bloom Energy would join the S&P 500 at the quarterly rebalance, replacing Molson Coors. The shares rose 9.6% to \$277.22 on 8 September on 27.5 million shares, roughly double the recent average. On 18 September, the day index funds had to buy before the change took effect, volume reached 73.5 million shares, about 4.6 times the twenty-day average. That is forced, price-insensitive buying. It says nothing about the value of the business, and the previous report said in advance that it would not treat it as a reason to move the zone.

The period also brought a tighter monetary backdrop. The Federal Reserve raised its target range by a quarter point to 3.75% to 4.00% on 16 September, the first increase in three years, and the ten-year yield closed at 5.11% on 23 September after S&P Global's flash composite PMI reached 58.4. For a stock with a five-year beta of 3.81 and a business financed largely through third-party power purchase structures, that is a headwind the price has so far ignored.

Company developments

Development	Status and date	What is known	What is forecast (and by whom)	Impact
S&P 500 addition	Effective 21 Sep 2026; announced before the 8 Sep session	Bloom Energy joined the index at the September rebalance. Index-fund buying concentrated on 18 Sep (73.5m shares traded)	None. This is an index event, not an operating change	Low for earnings; material for price formation
U.S. Army conditional lease award (Indelible-Bloom)	Announced by the Army 18 Sep 2026	Indelible-Bloom selected for commercial power generation at Fort Detrick, Letterkenny Army Depot and West Point. Awards are conditional. No capacity, value or technology split disclosed. Development slated to begin in 2027, initial operating capability by 2030 or earlier	None published by the Army or the company	Low

Development	Status and date	What is known	What is forecast (and by whom)	Impact
800V DC-native power study	Company release, 16 Sep 2026	Bloom published a total-cost model for a 1 GW AI data centre using 800-volt DC power. No product availability date, price or customer was announced	Company model: \$3.6bn (27%) lower non-compute capex and \$5.5bn (9%) lower five-year cost of ownership for 1 GW. Company survey: DC architectures 58% of new deployments by 2030	Low
Project financing with Brookfield	Reported only; relayed from a BMO Capital note, 18 Sep	Reported as a \$6.4bn financing package for data centres serving Meta, American Tower, Equinix and CoreWeave. Not confirmed by either company	None attributable	Low until confirmed
Insider sales	Rule 144 notices 16 Sep; Forms 4 filed 18 Sep	Four further proposed-sale notices and Forms 4 for officers Joshi, Kurzyski, Soderberg and Chitoori, after a Form 4 by chief executive KR Sridhar on 4 Sep	None	Low (governance signal)

Company releases, U.S. Army release of 18 September 2026, SEC filings via the moomoo notice feed. The financing package is a reported item and carries no weight in this analysis.

Nothing in the period rises to high impact for this thesis. The Army award is the most concrete operating item, but it is conditional, undisclosed in size, and not expected to produce power before 2030, so it cannot move revenue or earnings in 2026 or 2027. The 800-volt study is the company's own model and names no buyer. The one item that could matter, a multi-billion project financing with Brookfield, rests on a single broker note and is excluded until the company confirms it. The verdict, levels and scores would be the same without any of these items.

Growth drivers

Driver	Status	Likelihood	Impact	Comment
Hyperscaler and neo-cloud orders (Oracle up to 2.8 GW framework, Brookfield \$25bn financing framework, AEP)	Announced Apr–Jun 2026; frameworks, not all firm orders	High near term	High	Drives the 2026 guidance. Contracted backlog still not published as a dated figure
Third-quarter results and guidance	Expected 27 Oct 2026	Scheduled	High	The first test of cash conversion and product margin since the Q2 raise
800V DC architecture	Study only (16 Sep)	Uncertain	Medium, from 2027	Relevant to NVIDIA's next-generation rack designs; no orders disclosed
Federal installations (Army award)	Conditional award (18 Sep)	Moderate	Low	Development from 2027; first power by 2030

Where the sell-side stands

Date	Firm	Price target	Rating
18 Sep	BMO Capital	\$227	Market Perform
15 Sep	RBC Capital	\$335 maintained	Outperform
14 Sep	Mizuho	raised to \$351	Outperform
14 Sep	Bernstein	\$282 maintained	Market Perform
8 Sep	Clear Street	raised to \$330	Buy
7 Sep	UBS	raised to \$325	Buy
1 Sep	Evercore ISI	\$350 maintained	Outperform

Broker actions from the momoo research feed and TipRanks, retrieved 24 September 2026. Consensus from StockAnalysis.com: average target \$280.24 across 29 analysts.

Targets rose with the price. The average target is \$280.24, 1.8% above the market, against \$275.08 three weeks ago when it sat 17% above. Put simply, the stock has caught up with the street. The spread of opinion is as wide as before: BMO at \$227 and Mizuho at \$351 are looking at the same business and disagree by more than half on its value.

Insiders, positioning and litigation

Insiders sold again. Four Rule 144 notices were filed on 16 September and four officers filed Forms 4 on 18 September, after a Form 4 from chief executive KR Sridhar on 4 September. The amounts are small against an \$81bn market capitalisation, and selling into an index-driven rally is rational. But it continues the pattern the last report flagged: the people closest to the backlog are selling while it goes unpublished. The management score stays at 5.

Reported holdings of active institutional managers read **Mixed** as of 30 June 2026, filings through 19 August 2026, with Low confidence. Over four quarters active managers were net buyers, about 7.6% of reported shares, but the latest quarter was a net reduction of about 3.8%, with 37 managers cutting against 25 adding. It was the first sizeable cut after a year of buying. 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 both the index addition and the September rally.

The securities class action for purchasers between 27 February 2025 and 8 July 2026 reaches its lead-plaintiff deadline on 28 September 2026. Law-firm notices have run daily through September. The deadline itself changes nothing. What matters is a later ruling on a motion to dismiss, which is not expected before next year.

Valuation

Measure	At \$275.19	At last report	Comment
P/E on FY26 guidance midpoint	101.9x	87.2x	Management non-GAAP range \$2.55–\$2.85, midpoint \$2.70
P/E, tax-normalised	127x	109x	Our calculation: guidance midpoint restated at a 21% tax rate against a 1.26% effective rate
P/E on FY27 consensus	55.9x	47.9x	Consensus adjusted EPS \$4.92, above our own base case of \$4.30
Market capitalisation	\$81.1bn	\$69.4bn	294.5m shares outstanding
Price vs weighted fair value	+34%	+12.8%	Weighted fair value unchanged at \$205

Guidance from the second-quarter release of 28 July 2026. Consensus and share data from StockAnalysis.com, retrieved 24 September 2026. Tax-normalised multiple is our calculation, not a company measure.

The multiple rose because the price did. Consensus earnings for this year and next have hardly moved since 4 September. On management's own guidance the stock trades at 102 times earnings for a year that is three-quarters over, and at 127 times once a normal tax charge is applied. The best bull argument is still the 2027 figure. At 56 times consensus earnings of \$4.92, a company expected to grow revenue 65% next year looks less extreme. Our base case stays below consensus at \$4.30, for the reason given before. Nearly all new demand comes from a few hyperscaler budgets, and the chief executive has declined to forecast whether that spending continues at this pace.

The macro variables that matter here

Two macro variables drive this business. The first is demand, which depends on data-centre capital budgets at a handful of hyperscalers and neo-cloud operators rather than on the consumer cycle. Broad activity data are strong. S&P Global's flash composite PMI reached 58.4 in September, the fastest expansion since July 2021, but the series to watch is still the named buyers' capex guidance in the October earnings season. The second is the discount rate, which bites twice. Third-party financiers such as Brookfield buy long-dated power cash flows whose value falls as yields rise, and a stock with almost no earnings yield is priced off the far future. The Fed raised its target range to 3.75% to 4.00% on 16 September, August core CPI rose 0.3% against a 0.2% forecast, and the ten-year yield closed at 5.11% on 23 September, up 34 basis points since the last report. The share price rose 17% over the same stretch. That is the index

bid at work, and it leaves the stock more exposed to rates than before, not less.

Technical picture

Indicator	Value	Reading
Close, 23 Sep 2026	\$275.19	Down 0.5% on the session on 8.2m shares, half the 20-day average
SMA 20 / EMA 20	\$250.53 / \$255.63	Price 9.8% above the 20-day average
SMA 50 / EMA 50	\$227.49 / \$243.38	Price 21.0% above the 50-day average
SMA 100	\$254.07	Reclaimed; price 8.3% above
SMA 200 / EMA 200	\$201.33 / \$199.12	Price 36.7% above the 200-day average
RSI (14)	60.0	Firm, not overbought
MACD (12,26,9)	13.88 vs 11.89	Histogram +1.99, positive but narrowing
ATR (14)	\$18.05	6.6% of price, from 8.2%
Volume, 20-day average	16.1m shares	Inflated by 73.5m on the 18 September index day
Support	\$250, then \$227	20-day average, then 50-day average
Resistance	\$281, then \$351	17 September close, then the 52-week high

Computed from Twelve Data daily OHLCV, 300 completed sessions from 16 July 2025 to 23 September 2026. RSI and ATR use Wilder smoothing. All distances are measured against the \$275.19 close.

The chart is the strongest part of the case. Price sits above every moving average, the 200-day average is rising, and daily volatility has fallen to 6.6% of price. The technical score rises to 7. Two cautions apply. The volume that carried the move was index-driven and will not repeat, and the stock is 37% above its 200-day average. The last time it stretched this far, in June, it lost half its value by late July on no fundamental news.

Scorecard

Dimension	Score	Prior	Bar	Rationale and what moved
Business quality weight 12%	8/10	8/10		Held. Differentiated technology with a real speed-to-power advantage. No new information
Financial strength weight 12%	6/10	6/10		Held. Strong cash generation offset by 24.7% share issuance over twelve months
Competitive advantage weight 13%	7/10	7/10		Held. The 800V study supports the roadmap but names no buyer
Management weight 10%	5/10	5/10		Held. Execution strong; insiders sold again while the backlog stays unpublished
Growth potential weight 18%	9/10	9/10		Held. The Army award is too small and too distant to move it
Valuation weight 20%	1/10	2/10		Lowered. 102x guided earnings and 34% above weighted fair value
Risk (10 = lowest risk) weight 10%	3/10	3/10		Held. Beta 3.81, live class action, rising yields, price partly set by index flows
Technical setup weight 5%	7/10	6/10		Raised. Above all four averages; volatility down to 6.6% of price
Overall investment score	56 / 100	57/100		Weighted sum of the factor scores; weights sum to 100% and the total was computed in code.

Scored 1–10, where 10 is always best, including Risk. The prior report used the same direction, so no restatement was needed. The composite of 55.6 rounds to 56.

A Risk score of 3 out of 10 means a high-risk holding, and the Risks discussed above support it: extreme beta, a live securities action, dependence on a few buyers' budgets, higher yields and a price lifted by forced buying. The two

agree.

Recommendation

Watchlist, unchanged. The argument is the same as on 4 September, and the numbers behind it are stronger. The weighted fair value stays at \$205 because the forecasts behind it have not changed. The share price has risen 16.8%, so the premium to fair value has grown from 12.8% to 34%. From \$275.19 the bull case at \$327 offers 19% upside and the bear case at \$76 carries 72% downside, a ratio of about 0.26 to one before weighting. On 4 September it was 0.57 to one.

The price at which the view changes is still **\$155 to \$175**, roughly 15% to 25% below weighted fair value. A sustained trade into that zone would upgrade the rating to Buy. The zone is now 36% to 44% below the market, and index membership may keep the stock out of it for some time. That cost is real. The alternative, moving the zone up to follow the price, would turn it into a chart of the share price. The zone moves only when the forecasts do.

Holders face a different choice from buyers. Nothing here argues for selling a business that is doubling revenue with a 23% return on invested capital. It does argue for not adding at 102 times this year's guided earnings, and for sizing any existing position for a stock that has twice lost half its value in a year.

What would change the view

Item	Trigger	Consequence
Price	A sustained trade into \$155–\$175	Upgrade to Buy; the bear case largely paid for
Backlog disclosure	A dated, contracted backlog figure	Would support a higher base-case multiple. Not done
Q3 FY2026 result (expected 27 Oct)	Another guidance raise with product gross margin above 36%	Would lift growth and moat evidence and the base case
Cash conversion	Free cash flow tracking the \$375m-plus operating baseline for two quarters	Confirms revenue quality without the withdrawn guidance line
Brookfield financing	Company confirmation of the reported \$6.4bn package, with named sites	Would move from reported to fact and support the 2027 base case
Litigation	Dismissal, or a settlement immaterial in size	Removes the disclosure overhang. Lead-plaintiff deadline 28 Sep 2026
Negative: demand	A hyperscaler capex cut, or a Bloom order deferral	Bear case activates; downside toward \$76
Negative: rates	Yields keep rising while project-finance spreads widen	Pressure on the third-party financing that carries most deployments
Negative: flows	A fade back through \$227 on falling volume after the index event	Would show the September gain was mechanical

Scenario analysis

Case	Prob.	FY27 rev.	Op. margin	Adj. EPS	Multiple	Fair value	Assumptions
Bull	25%	\$7.4bn	25%	\$5.45	60x	\$327	AI capex accelerates, share held, margin expands
Base	45%	\$6.5bn	23%	\$4.30	52x	\$224	Growth moderates, margin holds, tax begins to normalise. Below the \$4.92 consensus
Bear	30%	\$4.8bn	17%	\$2.31	33x	\$76	Capex digestion, orders deferred, multiple de-rates
Weighted	100%					\$205	34% below the \$275.19 close

Probabilities sum to 100%. Estimates are ours, not company guidance, and unchanged from the last report because the forecasts behind them have not moved. The weighted value was computed in code: $0.25 \times 327 + 0.45 \times 224 + 0.30 \times 76 = \$205.35$.

None of the period's developments changes a scenario. The Army work starts in 2027 and produces power by 2030, after this horizon. The 800-volt study is a sales argument, not an order. The reported Brookfield financing would support

the base case if confirmed, but the base case already assumes the Brookfield framework is used.

Investment verdict

No, not at \$275.19. The business is as good as it was three weeks ago. It remains the fastest route to power for data centres that cannot wait for the grid, and it is growing revenue at triple digits with a 23% return on invested capital. The price is what changed, and for a reason unrelated to the business: index funds had to buy the stock. Buyers now pay 102 times management's own guided earnings, with the ten-year yield at 5.11% and rising, for demand that depends on a few capital budgets nobody will forecast. The biggest concern is still valuation, and it has grown. What would change the answer is the same list as before: publish the backlog, resolve the sourcing allegation, restore cash flow guidance, or let the price fall into \$155 to \$175.

Sources and basis of preparation

Price of record from Alpha Vantage (23 September 2026 close). Daily OHLCV from Twelve Data, 300 sessions; all indicators computed from that series. Company releases from investor.bloomenergy.com, including "Bloom Energy's 800V DC-Native Power Can Cut Billions from AI Data Center Costs" (16 September 2026), the Oracle partnership release (13 April 2026), the Brookfield partnership release (30 June 2026) and the second-quarter results release (28 July 2026). U.S. Army release "Army announces conditional lease solicitation awards for commercial power generation" (army.mil, 18 September 2026). Rule 144 notices and Forms 4 via the moomoo notice feed. Broker actions from the moomoo research feed and TipRanks. The reported Brookfield financing package from BMO Capital commentary as relayed by Stocktwits/Yahoo Finance, 21 September 2026. Consensus and share statistics from StockAnalysis.com, retrieved 24 September 2026. Class-action notices from GlobeNewswire and PR Newswire, 11–22 September 2026. Macro figures from Federal Reserve, BLS and S&P Global releases between 10 and 23 September 2026. No earnings call has taken place since the second-quarter call of 28 July 2026. Reported institutional holdings are as of 30 June 2026, filings through 19 August 2026.

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