

Jabil Inc. (JBL)

\$197.15 (Stock Price as of 11/24/2025)

Price Target (6-12 Months): **\$249.00**

Long Term: 6-12 Months | **Zacks Recommendation:** **Neutral**
(Since: 08/26/25)
Prior Recommendation: Outperform

Short Term: 1-3 Months | **Zacks Rank:** (1-5) **4-Sell**
Zacks Style Scores: VGM: A
Value: B | Growth: A | Momentum: A

Summary

Jabil is benefiting from solid demand in key end markets, together with excellent operational execution and skillful management of supply chain dynamics. Healthy traction in AI data center infrastructure, capital equipment and warehouse automation markets is positive. A higher free cash flow indicates efficient financial management practices and improved operational efficiency. A large-scale portfolio of business sectors offers Jabil a high degree of resiliency during times of macroeconomic and geopolitical disruption. Strong focus on innovation is a tailwind. However, Jabil operates in a highly competitive environment, facing competition from both domestic and international electronic manufacturers. The company is exposed to significant customer-concentration risk. Weak demand in the electric vehicle market remains a concern.

Data Overview

52 Week High-Low	\$237.14 - \$108.66
20 Day Average Volume (sh)	1,193,983
Market Cap	\$21.1 B
YTD Price Change	37.0%
Beta	1.26
Dividend / Div Yld	\$0.32 / 0.2%
Industry	Electronics - Manufacturing Services
Zacks Industry Rank	Top 4% (10 out of 243)

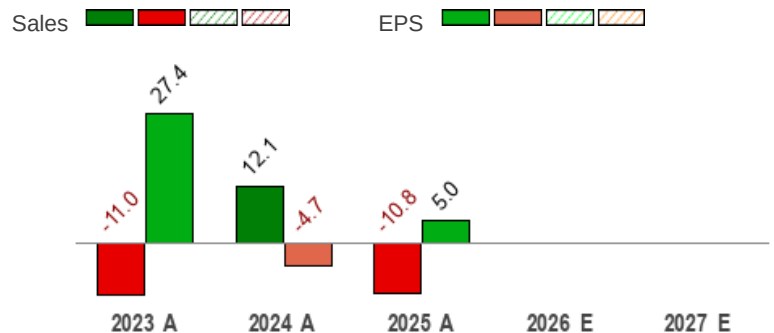
Last EPS Surprise	11.5%
Last Sales Surprise	7.7%
EPS F1 Est- 4 week change	0.0%
Expected Report Date	12/17/2025
Earnings ESP	0.0%

P/E TTM	20.2
P/E F1	21.2
PEG F1	1.6
P/S TTM	0.7

Price, Consensus & Surprise⁽¹⁾



Sales and EPS Growth Rates (Y/Y %)⁽¹⁾



Sales Estimates (millions of \$)⁽¹⁾

	Q1	Q2	Q3	Q4	Annual*
2027					32,400 E
2026					31,120 E
2025	6,994 A	6,728 A	7,828 A	8,252 A	29,802 A

EPS Estimates⁽¹⁾

	Q1	Q2	Q3	Q4	Annual*
2027					12.55 E
2026					11.03 E
2025	2.00 A	1.94 A	2.55 A	3.29 A	9.75 A

*Quarterly figures may not add up to annual.

(1) The data in the charts and tables, including the Zacks Consensus EPS and sales estimates, is as of 11/24/2025.

(2) The report's text and the price target are as of 10/30/2025.

Overview

Headquartered in St. Petersburg, FL, Jabil, Inc. is one of the largest global suppliers of electronic manufacturing services. The company offers electronics design, production, product management and after-market services to customers in the aerospace, automotive, computing, consumer, defense, industrial, instrumentation, medical, networking, peripherals, storage and telecommunications industries.

The company reported revenues of \$29.8 billion in fiscal 2025.

Jabil has reorganized its internal structure, and beginning fiscal 2025, the company is set to report its quarterly numbers under three reporting segments: Regulated Industries, Intelligent Infrastructure, Connected Living & Digital Commerce.

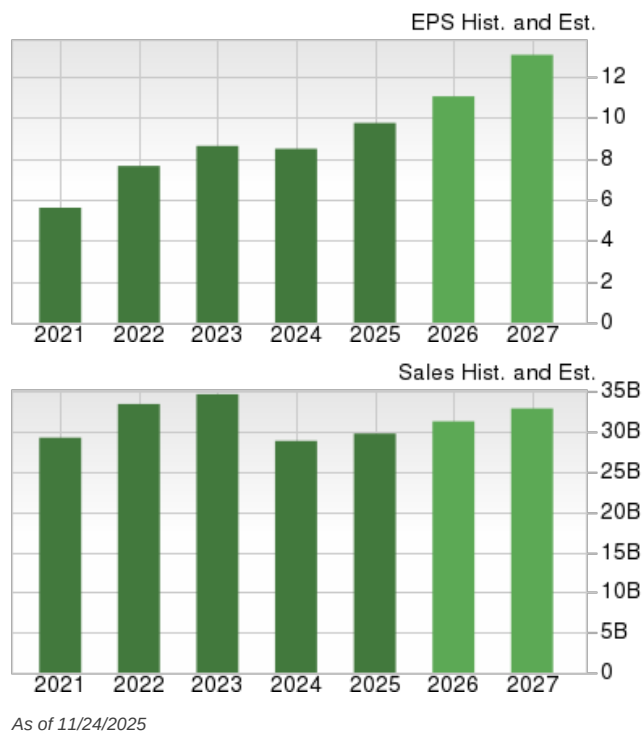
Regulated Industries (39.9% of fiscal 2025 net sales): The segment primarily focuses on developing high-quality manufacturing products for automotive & transportation, renewables & energy infrastructure, and healthcare end markets.

Intelligent Infrastructure (41.3%): The segment's portfolio includes products related to capital equipment, networking & communications, and cloud & data center infrastructure end markets.

Connected Living & Digital Commerce (18.8%): The segment offerings include various consumer-facing products under the connected living end market and retail & warehouse automation products in the digital commerce end market.

The company's largest customers are Apple, Cisco, Hewlett-Packard Company, Keysight Technologies, LM Ericsson, NetApp, Nokia Networks, SolarEdge Technologies, Valeo S.A. and Zebra Technologies.

Jabil faces significant competition from the likes of Benchmark Electronics, Celestica, Flex, Hon-Hai Precision Industry, Plexus and Sanmina.



Reasons To Buy:

- ▲ Jabil's focus on **end-market and product diversification** is a key catalyst. The company's target that "no product or product family should be greater than 5% operating income or cash flows in any fiscal year" is commendable. This initiative should position the company well on the growth trajectory. The diversification will increase reliability of the company's earnings and revenues, thereby driving returns for investors in the long haul.
- ▲ Jabil's top-line is expected to benefit from strength in AI data center infrastructure, capital equipment and warehouse automation markets. The company is expected to gain from rapid adoption of 5G wireless and cloud computing in the long haul. The company is benefiting from **solid demand in key end markets** together with excellent operational execution and skillful management of supply chain dynamics. The Johnson & Johnson deal is a major growth driver for Jabil. A large-scale portfolio of business sectors offers Jabil a high degree of resiliency during times of macroeconomic and geopolitical disruption.
- ▲ Jabil has an established **global presence and a worldwide connected factory network** which enables it to scale up production as per the evolving market dynamics. Management's focus on improving working capital management and integration of sophisticated AI and ML capabilities to enhance the efficiency of its internal process are major tailwinds.
- ▲ The company's **free cash flow** was \$1.3 billion in fiscal 2025, and it remains committed to generating more than \$1.3 billion free cash flow in fiscal 2025. A higher free cash flow indicates efficient financial management practices, optimum utilization of assets and improved operational efficiency.
- ▲ Jabil has **reorganized its internal structure to align its operations more closely with specific end markets**. With this transition, the company aims to develop domain-specific expertise in core areas and become more agile in response to market demands. This restructuring initiative is expected to position the company for long-term growth.

Diversifying business and expanding opportunities in the healthcare, cloud, data center, power and energy infrastructure businesses are growth drivers.

Reasons To Sell:

- ▼ Supply chain disruptions and elevated variable costs have hurt the company's profitability. Jabil operates in 30 countries around the globe, exposing it to foreign exchange volatility. The tense geopolitical situation between the United States and China and the wars in Europe and the Middle East remain headwinds. Against the backdrop of this global uncertainty, low demand in some consumer-centric markets is **negatively affecting the company's margins**.
- ▼ Jabil is exposed to **significant customer-concentration risk**. Given the competitive nature of the industry, the uncertainty in demand from or loss of any of its key customers will severely impact the company's results.
- ▼ Jabil operates in a **highly competitive environment**, facing competition from both domestic and international electronic manufacturers, manufacturing service providers and design providers. Many of Jabil's current and potential customers are assessing the merits of in-house manufacturing against the advantages of outsourcing. In the past, some of JBL's clients had already shifted from outsourcing to internal manufacturing processes. This trend is a major concern for the company as it can significantly affect revenues.
- ▼ Jabil has been witnessing a **slowdown in multiple end markets** in recent quarters. Demand softness in connected living, network and communications verticals is affecting revenues. Fluctuating demand patterns in the electric vehicle market induced by changes in EV tariffs and government incentives in some regions are hurting net sales.

Jabil is negatively impacted by weakness in several end markets. Rising competition in the electronic manufacturing service market and customer concentration risk are concerns.

Last Earnings Report

Jabil Q4 Earnings Surpass Estimates on Strong Revenue Growth

Jabil reported strong fourth-quarter fiscal 2025 results, with both bottom and top lines surpassing the Zacks Consensus Estimate. The company reported a top-line expansion year over year, owing to healthy traction in the data center infrastructure, capital equipment, healthcare and retail automation end-markets.

JBL's Net Income

Net income on a GAAP basis in the quarter was \$218 million or \$1.99 per share compared with \$138 million or \$1.18 in the prior-year quarter. The improvement is primarily driven by top-line growth.

Non-GAAP net income in the reported quarter was \$360 million or \$3.29 per share compared with \$270 million or \$2.3 in the prior-year quarter. The bottom line surpassed the Zacks Consensus Estimate of \$2.95.

For fiscal 2025, the GAAP net income was \$657 million or \$5.92 per share compared with \$1.38 billion or \$11.17 per share a year ago. Non-GAAP net income was \$1.08 billion or \$9.75 per share compared to \$1.05 billion or \$8.49 per share in fiscal 2024.

JBL's Revenues

Net sales during the quarter increased to \$8.3 billion from \$6.96 billion reported in the year-ago quarter. The top line beat the consensus estimate of \$7.66 billion. Solid demand in the Intelligent Infrastructure segment boosted the top line.

Jabil generated \$29.8 billion in revenues in 2025 compared to \$28.9 billion in 2024.

In the fiscal fourth quarter, the Regulated Industries segment contributed 38% to revenues. The 3% year-over-year growth is driven by healthy traction in the healthcare & packaging end market.

The Intelligent Infrastructure contributed 45% of total revenues, up 62% year over year. The healthy demand in the Capital Equipment, AI-related Cloud and Data Center Infrastructure verticals supported the net sales.

About 17% of the total revenues came from the Connected Living & Digital Commerce segment. The 14% year-over-year decline is due to soft demand for consumer-driven products. Strong growth in the digital commerce market partially reversed this trend.

JBL's Other Details

Gross profit was \$783 million compared with \$663 million in the year-ago quarter. Non-GAAP operating income aggregated \$337 million, up from \$318 million in the year-ago period. Non-GAAP operating margin was 6.3% up from the year-ago quarter's figure of 5.8%.

JBL's Cash Flow & Liquidity

In fiscal 2025, Jabil generated \$1.64 billion of net cash from operating activities compared to \$1.71 billion a year ago. As of Aug. 31, 2025, the company had \$1.93 billion in cash and cash equivalents, with \$2.38 billion of notes payable and long-term debt. Free cash flow stands at \$1.31 billion compared to \$1.05 billion in 2024.

JBL's Guidance

For the first quarter of fiscal 2026, revenues are expected to be in the range of \$7.7-\$8.3 billion. Non-GAAP operating income is projected in the \$400-\$460 million range. Management estimates non-GAAP earnings per share within the band of \$2.47-\$2.87.

Management expects AI data center infrastructure, healthcare and advanced warehouse and retail automation to be the major growth drivers in 2026. For fiscal 2026, revenues are now projected at \$31.3 billion. Non-GAAP earnings per share are expected to be \$11.00. The company is expected to generate more than \$1.3 billion in adjusted free cash flow.

FY Quarter Ending **8/31/2025**

Earnings Reporting Date	Sep 25, 2025
Sales Surprise	7.67%
EPS Surprise	11.53%
Quarterly EPS	3.29
Annual EPS (TTM)	9.78

Recent News

On Oct 13, 2025, Jabil announced the launch of J-422G server designed to match the growing performance requirement of AI and data center clients. The server processor's is engineered to meet the high efficiency and performance requirements of AI, machine learning, high-performance computing and large language models.

On Jun 17, 2025, Jabil announced that it intends to invest \$500 million over the next several years in the Southeast U.S. region. The investment is focused on expanding manufacturing capabilities and workforce development for the cloud and AI data center infrastructure market. The strategic investment will strengthen Jabil's position in the AI hardware supply chain.

On May 21, 2025, Jabil announced that it has joined forces with AVL an industry-leading engineering services provider. Jabil aims to combine its robust expertise in industrialization, manufacturing and supply chain solutions with AVL's expertise in product design, software, simulation, and device testing. The partnership will focus on developing next-generation vehicle technology such as powertrain and charging technology, sensor-based driver assistance systems and various other on-board compute and control products. Such an initiative is expected to have boosted Jabil's commercial prospects in the automotive and transportation industry.

Valuation

Jabil's shares are up 50.6% in the past six months and 80.6% over the trailing 12-month period. Stocks in the Zacks sub-industry are up 116%, while those in the Zacks Computer and Technology sector are up 44.3% in the past six months. Over the past year, the Zacks sub-industry is up 147.9% and the sector is up 38.3%.

The S&P 500 Index is up 25.2% in the past six months and up 23.1% in the past year.

The stock is currently trading at 21.33X forward 12-month earnings, which compares to 28.96X for the Zacks sub-industry, 30.75X for the Zacks sector and 24.03X for the S&P 500 Index.

Over the past five years, the stock has traded as high as 24.01X and as low as 7.36X, with a five-year median of 12.28X. Our Neutral recommendation indicates that the stock will perform in line with the market. Our \$249 price target reflects 12.23X forward 12-month earnings.

The table below shows summary valuation data for JBL.

Valuation Multiples - JBL					
		Stock	Sub-Industry	Sector	S&P 500
P/E F12M	Current	21.33	28.96	30.75	24.03
	5-Year High	24.01	28.96	30.75	24.03
	5-Year Low	7.36	8.04	18.7	15.72
	5-Year Median	12.28	11.52	26.28	21.2
P/S F12M	Current	0.75	1.04	7.3	5.51
	5-Year High	0.82	1.04	7.4	5.52
	5-Year Low	0.19	0.17	4.25	3.84
	5-Year Median	0.32	0.26	6.29	5.02
P/B TTM	Current	15.73	11.99	12	9.07
	5-Year High	19.21	11.99	12	9.19
	5-Year Low	2.73	1.8	6.53	6.62
	5-Year Median	4.44	2.77	9.48	8.03

As of 10/29/2025

Source: Zacks Investment Research

Industry Analysis⁽¹⁾ Zacks Industry Rank: Top 4% (10 out of 243)



Top Peers⁽¹⁾

Company (Ticker)	Rec	Rank
Celestica, Inc. (CLS)	Outperform	1
Flex Ltd. (FLEX)	Outperform	2
Sanmina Corporation (SANM)	Outperform	1
ADTRAN Holdings, Inc...(ADTN)	Neutral	3
Akamai Technologies,...(AKAM)	Neutral	2
Cogent Communication...(CCOI)	Neutral	3
Motorola Solutions, ...(MSI)	Neutral	3
Plexus Corp. (PLXS)	Neutral	3

Industry Comparison⁽¹⁾ Industry: Electronics - Manufacturing Services

	JBL	X Industry	S&P 500	CLS	PLXS	SANM
Zacks Recommendation (Long Term)	Neutral	-	-	Outperform	Neutral	Outperform
Zacks Rank (Short Term)	4	-	-	1	3	1
VGM Score	A	-	-	D	A	A
Market Cap	21.06 B	8.39 B	37.59 B	37.09 B	3.70 B	8.39 B
# of Analysts	4	3	22	3	3	2
Dividend Yield	0.16%	0.00%	1.52%	0.00%	0.00%	0.00%
Value Score	B	-	-	F	B	B
Cash/Price	0.09	0.09	0.04	0.01	0.08	0.12
EV/EBITDA	12.56	12.57	14.28	51.00	12.57	16.16
PEG Ratio	1.62	0.96	2.19	NA	NA	0.63
Price/Book (P/B)	13.95	3.23	3.28	18.28	2.56	3.23
Price/Cash Flow (P/CF)	12.74	14.64	14.62	66.00	14.64	20.33
P/E (F1)	21.78	18.15	19.79	54.64	18.45	15.95
Price/Sales (P/S)	0.71	0.92	3.01	3.29	0.92	1.03
Earnings Yield	5.60%	5.51%	5.03%	1.83%	5.42%	6.27%
Debt/Equity	1.57	0.19	0.57	0.37	0.06	0.11
Cash Flow (\$/share)	15.47	7.56	8.99	4.89	9.44	7.56
Growth Score	A	-	-	B	A	A
Hist. EPS Growth (3-5 yrs)	27.50%	15.30%	8.17%	38.42%	3.79%	9.09%
Proj. EPS Growth (F1/F0)	-4.72%	34.85%	8.30%	52.06%	0.81%	59.60%
Curr. Cash Flow Growth	-5.21%	10.08%	7.00%	34.09%	34.38%	10.08%
Hist. Cash Flow Growth (3-5 yrs)	14.36%	7.36%	7.32%	22.35%	7.36%	5.24%
Current Ratio	1.00	1.58	1.18	1.47	1.58	1.72
Debt/Capital	61.13%	16.08%	38.16%	27.17%	5.95%	10.03%
Net Margin	2.20%	3.03%	12.77%	6.35%	4.29%	3.03%
Return on Equity	68.63%	12.77%	17.03%	30.53%	12.77%	11.59%
Sales/Assets	1.65	1.56	0.53	1.83	1.30	1.56
Proj. Sales Growth (F1/F0)	12.10%	7.79%	5.53%	26.30%	7.80%	72.20%
Momentum Score	A	-	-	D	F	A
Daily Price Chg	0.23%	3.45%	1.55%	15.17%	-0.17%	4.65%
1 Week Price Chg	-2.56%	-2.56%	0.49%	-9.91%	-1.36%	-8.41%
4 Week Price Chg	-6.67%	4.35%	-2.47%	6.86%	-3.52%	13.90%
12 Week Price Chg	-3.75%	8.72%	3.79%	65.62%	0.89%	30.80%
52 Week Price Chg	47.13%	47.13%	11.99%	276.80%	-14.35%	94.96%
20 Day Average Volume	1,193,983	834,811	3,114,983	3,639,458	165,905	834,811
(F1) EPS Est 1 week change	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
(F1) EPS Est 4 week change	0.00%	3.66%	0.23%	7.32%	-0.16%	32.42%
(F1) EPS Est 12 week change	-2.38%	2.76%	0.58%	7.90%	-3.51%	32.42%
(Q1) EPS Est Mthly Chg	0.00%	9.26%	-0.10%	17.03%	1.49%	22.76%

Zacks Stock Rating System

We offer two rating systems that take into account investors' holding horizons: Zacks Rank and Zacks Recommendation. Each provides valuable insights into the future profitability of the stock and can be used separately or in combination with each other depending on your investment style.

Zacks Recommendation

The Zacks Recommendation aims to predict performance over the next 6 to 12 months. The foundation for the quantitatively determined Zacks Recommendation is trends in the company's estimate revisions and earnings outlook. The Zacks Recommendation is broken down into 3 Levels; Outperform, Neutral and Underperform. Unlike many Wall Street firms, we have an excellent balance between the number of Outperform and Neutral recommendations. Our team of 70 analysts are fully versed in the benefits of earnings estimate revisions and how that is harnessed through the Zacks quantitative rating system. But we have given our analysts the ability to override the Zacks Recommendation for the 1200 stocks that they follow. The reason for the analyst over-rides is that there are often factors such as valuation, industry conditions and management effectiveness that a trained investment professional can spot better than a quantitative model.

Zacks Rank

The Zacks Rank is our short-term rating system that is most effective over the one- to three-month holding horizon. The underlying driver for the quantitatively-determined Zacks Rank is the same as the Zacks Recommendation, and reflects trends in earnings estimate revisions.

Zacks Style Scores

The Zacks Style Score is as a complementary indicator to the Zacks rating system, giving investors a way to focus on the highest rated stocks that best fit their own stock picking preferences.

Academic research has proven that stocks with the best Value, Growth and Momentum characteristics outperform the market. The Zacks Style Scores rate stocks on each of these individual styles and assigns a rating of A, B, C, D and F. We also produce the VGM Score (V for Value, G for Growth and M for Momentum), which combines the weighted average of the individual Style Scores into one score. This is perfectly suited for those who want their stocks to have the best scores across the board.

Value Score	B
Growth Score	A
Momentum Score	A
VGM Score	A

As an investor, you want to buy stocks with the highest probability of success. That means buying stocks with a Zacks Recommendation of Outperform, which also has a Style Score of an A or a B.

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