

Qorvo Inc. (QRVO)

\$86.12 (Stock Price as of 12/26/2025)

Price Target (6-12 Months): **\$98.00**

Long Term: 6-12 Months | **Zacks Recommendation:** **Neutral**
(Since: 12/30/24)
Prior Recommendation: Underperform

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

Summary

Qorvo is well-positioned to win some of the industry's highest growth opportunities by leveraging its diversified product portfolio, systems-level expertise, R&D and manufacturing scale and internal assembly and test capabilities. The emerging market for 5G advanced smartphones, featuring additional transmit, receive and satellite bands, aligns favorably with Qorvo's portfolio and boasts substantial growth opportunity. The Anokiwave buyout will likely expand its addressable opportunities in the defense & aerospace, satellite communication and 5G markets. However, Qorvo operates in a competitive landscape that is becoming more complex. As each player strives to win designs for a greater share of the pie, the battle gets tougher. Frequent acquisitions have escalated integration risks. Macroeconomic headwinds are worrisome.

Data Overview

52 Week High-Low	\$106.30 - \$49.46
20 Day Average Volume (sh)	917,201
Market Cap	\$8.0 B
YTD Price Change	23.2%
Beta	1.37
Dividend / Div Yld	\$0.00 / 0.0%
Industry	Semiconductors - Radio Frequency
Zacks Industry Rank	Top 44% (107 out of 243)

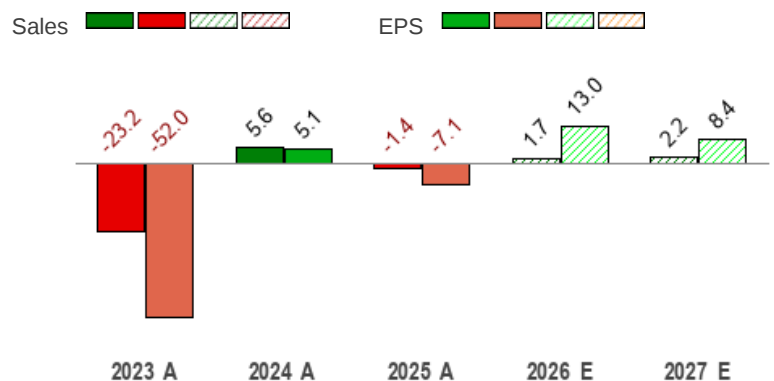
Last EPS Surprise	9.4%
Last Sales Surprise	3.2%
EPS F1 Est- 4 week change	0.0%
Expected Report Date	01/27/2026
Earnings ESP	0.0%

P/E TTM	14.0
P/E F1	13.2
PEG F1	1.2
P/S TTM	2.2

Price, Consensus & Surprise⁽¹⁾



Sales and EPS Growth Rates (Y/Y %)⁽¹⁾



Sales Estimates (millions of \$)⁽¹⁾

	Q1	Q2	Q3	Q4	Annual*
2027	838 E	1,010 E	1,041 E	966 E	3,865 E
2026	819 A	1,059 A	989 E	901 E	3,783 E
2025	887 A	1,047 A	916 A	869 A	3,719 A

EPS Estimates⁽¹⁾

	Q1	Q2	Q3	Q4	Annual*
2027	1.12 E	2.01 E	2.18 E	1.64 E	7.08 E
2026	0.92 A	2.22 A	1.93 E	1.44 E	6.53 E
2025	0.87 A	1.88 A	1.61 A	1.42 A	5.78 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 12/26/2025.

(2) The report's text and the price target are as of 12/04/2025.

Overview

Qorvo Inc. is a leading provider of core technologies and radio frequency (RF) solutions for mobile, infrastructure and aerospace/defense applications.

The company was formed with the merger of semiconductor manufacturing firms RF Micro Devices Inc. and TriQuint Semiconductor Inc. in an all-stock transaction. Qorvo went public in 2015.

Headquartered in Greensboro, NC, Qorvo reported revenues of \$3.72 billion in fiscal 2025. The company's reportable segments are High Performance Analog (HPA), Connectivity and Sensors Group (CSG) and Advanced Cellular Group (ACG).

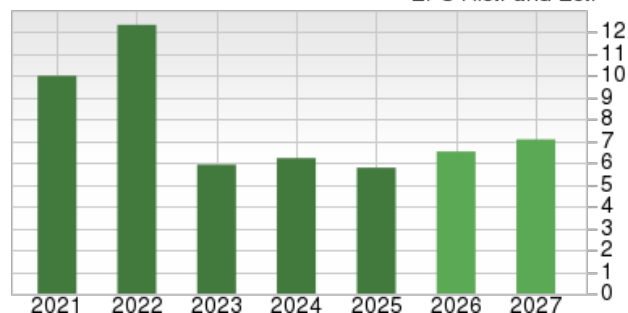
HPA (16.6% of revenues in the second quarter of fiscal 2026) is a leading global supplier of RF, analog mixed signal and power management solutions. It leverages a diverse portfolio of differentiated process technologies and products to serve customers in automotive, consumer, defense and aerospace, infrastructure, industrial and enterprise, and mobile markets.

CSG (10.1%) is a leading global supplier of connectivity and sensor solutions. CSG leverages broad expertise spanning ultra-wideband, Matter, Bluetooth Low Energy, Zigbee, Thread, Wi-Fi, cellular Internet of Things, and microelectromechanical force sensing touch sensors to serve customers in automotive, consumer, industrial and enterprise, and mobile markets.

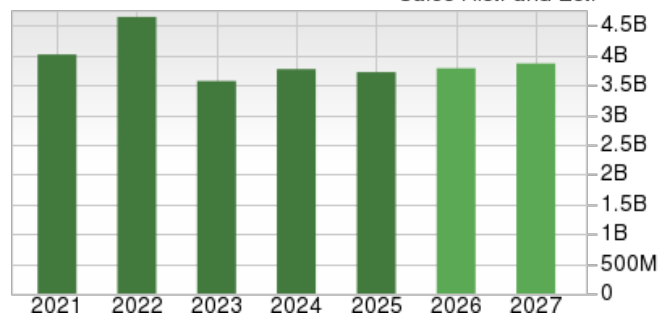
ACG (74%) is a leading global supplier of advanced cellular RF solutions for smartphones and consumer devices, including tablets and wearables. ACG leverages world-class technology and systems-level expertise to deliver a broad portfolio of high-performance discrete and highly integrated cellular products.

Qorvo primarily competes with Broadcom, Skyworks, Qualcomm, Analog Devices, and Cree, among others.

EPS Hist. and Est.



Sales Hist. and Est.



As of 12/26/2025



As of 12/26/2025

Reasons To Buy:

▲ Qorvo has introduced **highly integrated front-end solutions** that simplify and accelerate the implementation of multimode, multi-band 4G smartphones and tablets. These new RF Fusion front-end solutions showcase the company's ability to help leading OEMs to quickly launch their next-generation flagship devices. Qorvo's RF Flex solutions have been selected to support multiple upcoming leading 4G reference designs. RF Flex delivers best-in-class current consumption to enable superior device performance and leading-edge design flexibility to simplify regional customization. Going by the dozens of 5G field trials and demonstrations it has engaged in, the acceleration in 5G deployments should also be a boon for the company.

Qorvo is leveraging the industry's most comprehensive product portfolio, advanced technologies, and system-level expertise to gain an unrivaled competitive advantage.

▲ With a **comprehensive product portfolio**, Qorvo is likely to create new growth opportunities in three large global markets, namely, mobile devices, network infrastructure and aerospace/defense. It also offers higher data throughput for the overall benefit of carriers and consumers. Qorvo is expanding its opportunities across markets, customers and product categories while maintaining its commitment to technology leadership and productivity gains. The company offers the most complete product portfolio, targeting the highest growth segments of its market including filters, switches and tuners. Qorvo is well-positioned to win some of the industry's highest growth opportunities by leveraging its diversified product portfolio, systems-level expertise, R&D and manufacturing scale and internal assembly and test capabilities.

▲ Qorvo delivered a stellar trailing four-quarter earnings surprise of 31.2%, on average. The company is likely to **benefit from the faster-than-expected transition from 4G LTE to 5G technology** in emerging markets. The emerging market for 5G advanced smartphones that feature additional transmit, receive and satellite bands aligns favorably with Qorvo's portfolio and boasts substantial growth opportunity. The transition from legacy mechanical systems to active electronics scanning systems is driving growth in the defense and aerospace business. Signs of a rebound in the SSDs and PC market are expected to boost net sales in the power management portfolio.

▲ Qorvo has inked an agreement to acquire Anokiwave for an undisclosed amount to augment its position in various industries. The transaction promises **to expand Qorvo's addressable opportunities in the defense & aerospace, satellite communication and 5G markets**.

Reasons To Sell:

- ▼ Qorvo operates in a **competitive landscape** that is becoming more complex. As each player strives to win designs for a greater share of the pie, the battle gets tougher. The increased competition is exerting pricing pressure, which remains a matter of concern for the company. Despite easing of channel inventory, management expects persistence of weakness in end markets, exacerbating the competitive pressures.
- ▼ A significant portion of Qorvo's revenue comes from a handful of customers. Its top-line growth is significantly dependent on iPhone's growth trajectory. Additionally, the company is engaged in developing a custom product for Apple, which is **pushing up Qorvo's R&D expense**, thereby hurting its profitability. Furthermore, the US government's banning of Huawei remains a headwind.
- ▼ Frequent acquisitions have **escalated integration risks** for Qorvo. As of Sep 27, 2025, QRVO had \$1.1 billion in cash and cash equivalents and \$1.54 billion of long-term debt. Capital expenditure remains concentrated in areas where the company sees continued demand for differentiated products. High debt burden makes it vulnerable to various financial risks and economic downturns.
- ▼ Qorvo's net sales are **impacted by prevailing macroeconomic turmoil**. CSG segment reported lower revenues due to seasonal dynamics. Net sales in second-quarter fiscal 2025 were \$106.9 million, down from \$146.8 a year ago.

Qorvo operates in a competitive landscape that is becoming more complex with low barriers to entry, exerting pricing pressure and reducing margins.

Last Earnings Report

Qorvo Q2 Earnings Surpass Estimates, Revenues Rise Y/Y

Qorvo reported strong second-quarter fiscal 2026 results, with both adjusted earnings and revenues surpassing the respective Zacks Consensus Estimate.

The company reported revenue growth year over year due to healthy demand in the Advanced Cellular Group (ACG) and High Performance Analog (HPA) segments. Solid momentum in the aerospace, defense and data center vertical is a tailwind. Management's restructuring initiative in the Connectivity and Sensors Group (CSG) segment to improve prospects and profitability is a positive.

Net Income

On a GAAP basis, the company reported a net income of \$119.6 million or \$1.28 per share against a net loss of \$17.4 million or a loss of 18 cents per share in the prior-year quarter. Top-line growth and lower operating expenses boosted the bottom line during the quarter.

Revenues

Net sales during the quarter were \$1.05 billion from \$1.04 billion in the prior-year quarter. Industry-wide transition to DOCSIS 4 is driving demand for Qorvo's broadband amplifiers. Demand for Qorvo's base station small signal devices also remains strong. It is also witnessing healthy traction in the radars, drones, enterprise and AI data centers, smartphones and wearables verticals. The top line beat the Zacks Consensus Estimate of \$1.02 billion.

Segmental Performance

High Performance Analog (HPA) contributed \$174.6 million in revenues compared with \$148.3 million in the year-ago quarter, largely driven by solid revenues in the defense and aerospace business. In power management, the company continues to boast a strong presence in the consumer electronics sector. The growing demand for DOCSIS 4.0 hybrid power doublers is supporting the growth of the infrastructure business.

Revenues from CSG were \$106.9 million compared with \$146.8 million in the year-earlier quarter. A delayed ramp-up for the ultra-wideband product from a major customer is impacting the revenue. Net sales in ACG were \$777 million, up 3.4% year over year, backed by growth in the premium smartphone segment.

Other Details

Non-GAAP gross profit declined to \$526.2 million from \$492 million, with respective margins of 49.7% and 47%. Non-GAAP operating expenses decreased to \$273.5 million from \$279.8 million a year ago. Non-GAAP operating income was \$252.6 million compared with \$212.2 million in the year-ago quarter.

Cash Flow & Liquidity

As of Sept. 27, 2025, QRVO had \$1.1 billion in cash and cash equivalents and \$1.54 billion of long-term debt. The company generated \$84 million in net cash from operating activities in the quarter, with a free cash flow of \$42.2 million.

Outlook

For third-quarter fiscal 2026, the company expects revenues of \$985 million (+/- \$50 million). Non-GAAP gross margin is projected to be within 47%-49%. Non-GAAP earnings are likely to be about \$1.85 per share (+/- 20 cents).

Non-GAAP net income was 208.3 million or \$2.22 per share compared with \$179.8 million or \$1.88 per share in the year-ago quarter. The bottom line surpassed the Zacks Consensus Estimate by 19 cents.

FY Quarter Ending **3/31/2025**

Earnings Reporting Date	Oct 28, 2025
Sales Surprise	3.19%
EPS Surprise	9.36%
Quarterly EPS	2.22
Annual EPS (TTM)	6.17

Valuation

Qorvo's shares are up 14.4% in the past six months and up 30.1% in the trailing 12-month period. Stocks in the Zacks sub-industry are down 6.6% in the past six months, while stocks in the Zacks Computer and Technology sector are up 27.7%. Over the past year, the Zacks sub-industry is down 14.4%, but the sector is up 25.7%.

The S&P 500 Index is up 18.4% in the past six months and up 15.6% in the past year.

The stock is currently trading at 12.95X forward 12-month earnings compared with 13.76X for the Zacks sub-industry, 28.76X for the Zacks sector and 23.53X for the S&P 500 Index.

Over the past five years, the stock has traded as high as 29.32X and as low as 8.62X, with a five-year median of 17.14X. Our Neutral recommendation indicates that the stock will perform in line with the market. Our \$98 price target reflects 7.57X forward 12-month earnings.

The table below shows summary valuation data for QRVO.

Valuation Multiples - QRVO					
		Stock	Sub-Industry	Sector	S&P 500
P/E F12M	Current	12.95	13.76	28.76	23.53
	5-Year High	29.32	19.84	30.04	23.82
	5-Year Low	8.62	7.89	18.7	15.73
	5-Year Median	17.14	14.85	26.45	21.19
P/S F12M	Current	2.15	1.78	6.73	5.33
	5-Year High	5.48	5.71	7.4	5.5
	5-Year Low	1.29	1.74	4.24	3.84
	5-Year Median	2.6	2.66	6.28	5.04
EV/Sales TTM	Current	2.38	1.95	8.17	5.75
	5-Year High	5.79	6.48	8.36	5.81
	5-Year Low	1.42	1.43	4.17	3.77
	5-Year Median	2.94	2.93	6.92	5.12

As of 12/03/2025

Source: Zacks Investment Research

Industry Analysis⁽¹⁾ Zacks Industry Rank: Top 44% (107 out of 243)



Top Peers⁽¹⁾

Company (Ticker)	Rec	Rank
Allegro MicroSystems...(ALGM)	Neutral	3
Applied Materials, I...(AMAT)	Neutral	3
Alpha and Omega Semi...(AOSL)	Neutral	4
ARM Holdings PLC Spo...(ARM)	Neutral	4
ASE Technology Holdi...(ASX)	Neutral	3
Broadcom Inc. (AVGO)	Neutral	3
RF Industries, Ltd. (RFIL)	Neutral	3
Skyworks Solutions, ...(SWKS)	Neutral	3

Industry Comparison⁽¹⁾ Industry: Semiconductors - Radio Frequency

	QRVO	X Industry	S&P 500	AVGO	RFIL	SWKS
Zacks Recommendation (Long Term)	Neutral	-	-	Neutral	Neutral	Neutral
Zacks Rank (Short Term)	3	-	-	3	3	3
VGM Score	A	-	-	C	A	A
Market Cap	7.96 B	58.85 M	39.23 B	1,669.54 B	63.79 M	9.63 B
# of Analysts	8	8	22	14	1	9
Dividend Yield	0.00%	0.00%	1.4%	0.74%	0.00%	4.42%
Value Score	B	-	-	D	B	A
Cash/Price	0.14	0.12	0.04	0.01	0.05	0.14
EV/EBITDA	13.26	6.57	14.67	49.41	-28.49	8.59
PEG Ratio	1.23	1.21	2.24	1.02	NA	NA
Price/Book (P/B)	2.27	1.76	3.34	20.54	1.84	1.66
Price/Cash Flow (P/CF)	9.09	9.99	15.39	45.71	85.38	8.11
P/E (F1)	13.19	14.45	19.90	36.33	17.09	14.39
Price/Sales (P/S)	2.17	1.51	3.12	26.13	0.84	2.36
Earnings Yield	7.58%	6.91%	5.01%	2.75%	5.85%	6.95%
Debt/Equity	0.44	0.09	0.56	0.76	0.00	0.09
Cash Flow (\$/share)	9.47	0.07	8.98	7.70	0.07	7.91
Growth Score	B	-	-	B	A	B
Hist. EPS Growth (3-5 yrs)	-20.19%	-14.09%	8.16%	20.23%	19.85%	-14.09%
Proj. EPS Growth (F1/F0)	12.98%	23.46%	8.50%	42.08%	NA	-24.79%
Curr. Cash Flow Growth	-14.28%	-38.68%	6.86%	30.10%	-63.08%	-10.59%
Hist. Cash Flow Growth (3-5 yrs)	-5.12%	-5.12%	7.48%	18.95%	-29.04%	-1.19%
Current Ratio	2.95	1.62	1.18	1.71	1.62	2.33
Debt/Capital	30.62%	19.28%	38.01%	43.26%	0.00%	7.94%
Net Margin	5.95%	2.76%	12.78%	36.20%	-0.44%	11.67%
Return on Equity	13.30%	8.61%	17.00%	37.45%	5.20%	12.01%
Sales/Assets	0.61	0.56	0.53	0.38	1.06	0.51
Proj. Sales Growth (F1/F0)	1.70%	0.87%	5.84%	44.90%	18.50%	-11.20%
Momentum Score	B	-	-	A	C	B
Daily Price Chg	-0.02%	-0.02%	-0.03%	0.55%	-0.66%	-0.47%
1 Week Price Chg	-2.77%	-0.82%	2.29%	-5.44%	-0.82%	-3.42%
4 Week Price Chg	0.58%	-2.83%	1.72%	-11.43%	-3.94%	-1.73%
12 Week Price Chg	-5.92%	-26.17%	3.20%	4.12%	-26.17%	-17.01%
52 Week Price Chg	20.23%	-4.38%	14.78%	43.52%	54.12%	-28.99%
20 Day Average Volume	917,201	86,807	2,745,060	41,389,740	47,451	2,356,372
(F1) EPS Est 1 week change	0.00%	0.00%	0.00%	-0.37%	0.00%	0.00%
(F1) EPS Est 4 week change	0.00%	0.00%	0.00%	6.26%	0.00%	0.00%
(F1) EPS Est 12 week change	4.92%	4.92%	0.64%	8.39%	0.00%	6.59%
(Q1) EPS Est Mthly Chg	0.00%	0.00%	0.00%	5.57%	NA	0.00%

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	B
Momentum Score	C
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.

Disclosures

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