

Qualcomm Inc (QCOM.O)

	Market Data
Last Close	146.96
Price 52 Week High	161.07
Price 52 Week Low	58
Market Cap (M)	\$168,281.49
Enterprise Value (M)	\$172,923.49

	Wall St. Recos
Strong Buy	10
Buy	13
Hold	7
Sell	1
Sell	0

	Price Targets
Price Target - Mean	164.22
Price Target - Number of Included Estimates	27
Price Target - High	200
Price Target - Low	112
Price Target - Standard Deviation	22.28
Long Term Growth - Mean	24.18
Lido Estimate	172
Upside	17.04

Multiples	LTM	NTM
EV/SALES	7.35	7.35
EV/EBITDA	22.69	22.69
EV/EBIT	27.77	27.77
P/E	32.85	32.85
P/B	27.69	27.69
ROA (%)	15.17	15.17
ROE (%)	94.63	94.63
PEG	1.36	1.36

Key Points

A lot of the price increase has been due to the company leveraging the 5G smartphone market. News of AAPL wanting to make its own broadband chip took the stock down over 7% (12/11/2020)

AAPL has done this before with chips and will finally have their own in the Macs.

It remains to be seen if AAPL is serious about this or is using it as a bargaining chip. If they are, then a launch should come within two years' time. However, companies like Samsung, and Huawei already have their own chips.

So, Apple is the one that has been left behind. QCOM currently does have a six-year licensing agreement and is a leader in the space but I would fully expect some cases propping up in the next few years against QCOM by Apple to reduce the amount that they pay in royalty.

By the time this plays out, with a functional 5G network, expect other drivers for like Autos (connectivity and infotainment) and IOT to be bringing in a steady revenue stream.