

NVIDIA Corp



(NVDA | CUSIP Number : 67066G104)

USD 145.06

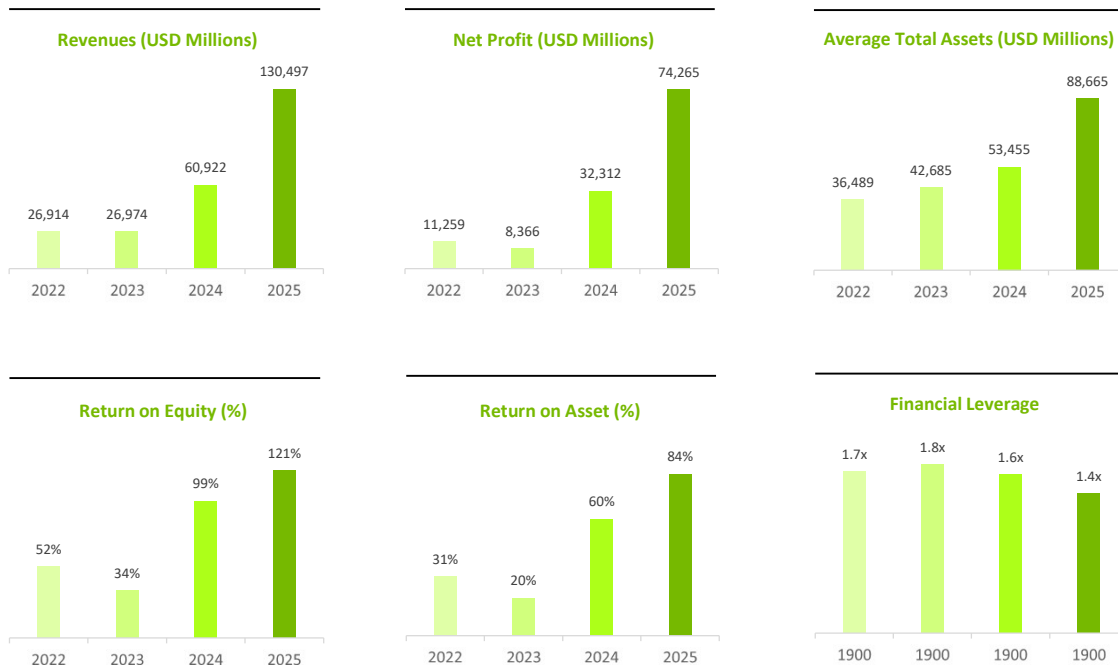
52 Week (High - USD 153.13 & Low - 86.62)

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About the Company

Nvidia Corporation is an American multinational corporation and technology company headquartered in Santa Clara, California, and incorporated in Delaware. Founded in 1993 by Jensen Huang (president and CEO), Chris Malachowsky, and Curtis Priem, it designs and supplies graphics processing units (GPUs), application programming interfaces (APIs) for data science and high-performance computing, and system on a chip units (SoCs) for mobile computing and the automotive market. Nvidia is also a leading supplier of artificial intelligence (AI) hardware and software. Nvidia outsources the manufacturing of the hardware it designs.

Financial Summary of DuPont Analysis



Recent Updates

- CEO Jensen Huang has been touring Europe (London, Paris, Berlin), advocating for “sovereign AI”—national AI infrastructure to reduce dependency on U.S. cloud giants.
- New strategic partnerships include Deutsche Telekom and French startup Mistral, alongside backing from EU leaders (e.g., £1 bln from the UK, €20 bln EU initiative).
- Oppenheimer estimates the global sovereign AI opportunity at ~\$1.5 trillion, with Europe accounting for ~\$120 billion. Nvidia’s stock ticked higher (~2%) on the news.
- Nvidia will attend the China International Supply Chain Expo (July 16–20) to maintain engagement despite export restrictions.
- The company is preparing a lower-cost, Blackwell-based chip for China (~\$6.5K–\$8K), replacing the H20 model, to comply with U.S. export rules.
- It will also exclude China from future financial forecasts due to uncertainties, citing substantial revenue impacts from export curbs.
- Huang described quantum computing as an “inflection point” at VivaTech and highlighted growing commercial interest.
- Nvidia continues advancing GPU architecture: Rubin (2026), Rubin Ultra (2027), Feynman (2028).

DuPont Analysis - Return on Equity & Return on Asset

Return on Equity (ROE)							
	Jan-19	Jan-20	Jan-21	Jan-22	Jan-23	Jan-24	Jan-25
Net Profit	4,143.0	3,580.0	6,277.0	11,259.0	8,366.0	32,312.0	74,265.0
Average Shareholder's Equity	8,406.5	10,773.0	14,548.5	21,752.5	24,356.5	32,539.5	61,152.5
Return on Equity	49.28%	33.23%	43.15%	51.76%	34.35%	99.30%	121.44%

ROE - DuPont Equation							
	Jan-19	Jan-20	Jan-21	Jan-22	Jan-23	Jan-24	Jan-25
Net Profit	4,143.0	3,580.0	6,277.0	11,259.0	8,366.0	32,312.0	74,265.0
Revenue	11,716.0	10,918.0	16,675.0	26,914.0	26,974.0	60,922.0	130,497.0
Net Profit Margin (A)	35.36%	32.79%	37.64%	41.83%	31.02%	53.04%	56.91%
Revenue	11,716.0	10,918.0	16,675.0	26,914.0	26,974.0	60,922.0	130,497.0
Average Total Asset	12,266.5	15,303.5	23,053.0	36,489.0	42,684.5	53,455.0	88,664.5
Asset Turnover Ratio (B)	1.0x	0.7x	0.7x	0.7x	0.6x	1.1x	1.5x
Average Total Asset	12,266.5	15,303.5	23,053.0	36,489.0	42,684.5	53,455.0	88,664.5
Average Shareholder's Equity	8,406.5	10,773.0	14,548.5	21,752.5	24,356.5	32,539.5	61,152.5
Financial Leverage (C)	1.5x	1.4x	1.6x	1.7x	1.8x	1.6x	1.4x
Return on Equity (A*B*C)	49.28%	33.23%	43.15%	51.76%	34.35%	99.30%	121.44%

Return on Asset (ROA)							
	Jan-19	Jan-20	Jan-21	Jan-22	Jan-23	Jan-24	Jan-25
Net Profit	4,143.0	3,580.0	6,277.0	11,259.0	8,366.0	32,312.0	74,265.0
Average Total Asset	12,266.5	15,303.5	23,053.0	36,489.0	42,684.5	53,455.0	88,664.5
Return on Asset (ROA)	33.77%	23.39%	27.23%	30.86%	19.60%	60.45%	83.76%

ROA - DuPont Equation							
	Jan-19	Jan-20	Jan-21	Jan-22	Jan-23	Jan-24	Jan-25
Net Profit	4,143.0	3,580.0	6,277.0	11,259.0	8,366.0	32,312.0	74,265.0
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Asset Turnover Ratio (B)	1.0x	0.7x	0.7x	0.7x	0.6x	1.1x	1.5x
Return on Asset (A*B)	33.77%	23.39%	27.23%	30.86%	19.60%	60.45%	83.76%

DuPont Summary

- Return on Equity (ROE) Highlights:** ROE rose to **121.44% in FY2025**, up from 99.30% in FY2024 and 34.35% in FY2023. This growth was driven by improvements in **profitability** and **operational efficiency**, despite a reduction in financial leverage.
- Net Profit Margin:** Increased significantly from **31.02% in FY2023** → **53.04% in FY2024** → **56.91% in FY2025**. Reflects strong gains in operating profitability, largely from growth in AI and data center segments.
- Asset Turnover Ratio:** Improved from **0.6x in FY2023** → **1.1x in FY2024** → **1.5x in FY2025**. Shows Nvidia's increased efficiency in generating revenue from its assets.
- Financial Leverage:** Decreased from **1.8x in FY2023** → **1.6x in FY2024** → **1.4x in FY2025**. Indicates that Nvidia relied less on borrowed capital, yet still delivered higher shareholder returns.
- Return on Asset (ROA) Trends:** ROA climbed sharply from **19.60% in FY2023** → **60.45% in FY2024** → **83.76% in FY2025**. This increase was fueled by both higher profit margins and better asset utilization. Nvidia's ROA indicates that the company is highly efficient in converting assets into net income, without needing excessive financial leverage.
- Overall Takeaway:** Nvidia's stellar FY2025 performance is marked by **record profitability**, **strong operational efficiency**, and **conservative leverage**. The company is generating exceptional returns for shareholders and utilizing its resources more effectively than ever before.

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