

AMD FINANCIAL ANALYST DAY 2025

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AMD 
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This presentation contains forward-looking statements concerning Advanced Micro Devices, Inc. (AMD) including, but not limited to, AMD driving AI leadership and value creation; AMD's strong revenue growth and profit expansion; AMD's expected benefits of acquisitions and strategic investments; AMD's Data Center revenue growth; AMD's financial and operating performance; AMD's Data Center TAM; AMD's ability to expand data center and AI opportunities; AMD's long-term revenue growth outlook, including potential drivers; AMD's long-term financial outlook and model, including revenue growth, non-GAAP gross margin, non-GAAP operating margin, non-GAAP effective tax rate, non-GAAP FCF margin, non-GAAP EPS; AMD's disciplined investment strategy; AMD's capital allocation priorities; AMD's strong liquidity; AMD's ability to maintain a strong investment grade rating; AMD's ability to drive shareholder returns; and AMD's ability to accelerate financial momentum, which are made pursuant to the Safe Harbor provisions of the Private Securities Litigation Reform Act of 1995. Forward-looking statements are commonly identified by words such as "would," "may," "expects," "believes," "plans," "intends," "projects" and other terms with similar meaning. Investors are cautioned that the forward-looking statements in this presentation are based on current beliefs, assumptions and expectations, speak only as of the date of this presentation and involve risks and uncertainties that could cause actual results to differ materially from current expectations. Such statements are subject to certain known and unknown risks and uncertainties, many of which are difficult to predict and generally beyond AMD's control, that could cause actual results and other future events to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements. Investors are urged to review in detail the risks and uncertainties in AMD's Securities and Exchange Commission filings, including but not limited to AMD's most recent reports on Forms 10-K and 10-Q.

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This presentation contains historical non-GAAP financial measures including non-GAAP gross profit and margin, non-GAAP operating profit, and free cash flow. AMD is providing these financial measures because it believes this non-GAAP presentation makes it easier for investors to compare its operating results for current and historical periods and also because AMD believes it assists investors in comparing AMD's performance across reporting periods on a consistent basis by excluding items that it does not believe are indicative of its core operating performance. The non-GAAP financial measures disclosed in this presentation should be viewed in addition to and not as a substitute for or superior to AMD's reported results prepared in accordance with GAAP and should be read only in conjunction with AMD's Consolidated Financial Statements prepared in accordance with GAAP. These non-GAAP financial measures referenced are reconciled to their most directly comparable GAAP financial measures in the Appendices at the end of this presentation. This presentation also contains forward-looking non-GAAP measures concerning AMD's 2025 financial outlook and long-term financial model such as gross profit or margin, operating income or margin, effective tax rate, free cash flow margin and earnings per share. Projected 2025 non-GAAP gross profit and operating profit exclude \$800 million inventory and related charges associated with U.S. export restrictions recognized in Q2'25. For long-term financial model, AMD uses a projected non-GAAP tax rate of 13-15%, which excludes the tax impact of pre-tax non-GAAP adjustments, reflecting currently available information. These forward-looking non-GAAP measures are based on current expectations, assumptions and beliefs that involve numerous risks and uncertainties. Adjustments to arrive at the GAAP financial outlook and long-term financial model typically include stock-based compensation, amortization of acquired intangible assets, income tax provision, and other non-recurring items such as impairment charges and acquisition-related costs. A reconciliation to equivalent GAAP measures is not practicable at this time as the timing and impact of such adjustments are dependent on future events that are typically uncertain or outside of AMD's control. Such events may include unanticipated changes in AMD's GAAP effective tax rate, unanticipated one-time charges related to asset impairments, unanticipated acquisition-related expenses, unanticipated gains, losses, and impairments, and other unanticipated non-recurring items not reflective of ongoing operations. All statements made in this presentation are based on current expectations as of November 11, 2025, and assumptions and beliefs that involve numerous risks and uncertainties. AMD undertakes no intent or obligation to publicly update or revise its forward-looking statements made in this presentation except as may be required by law.

Key Financial Priorities

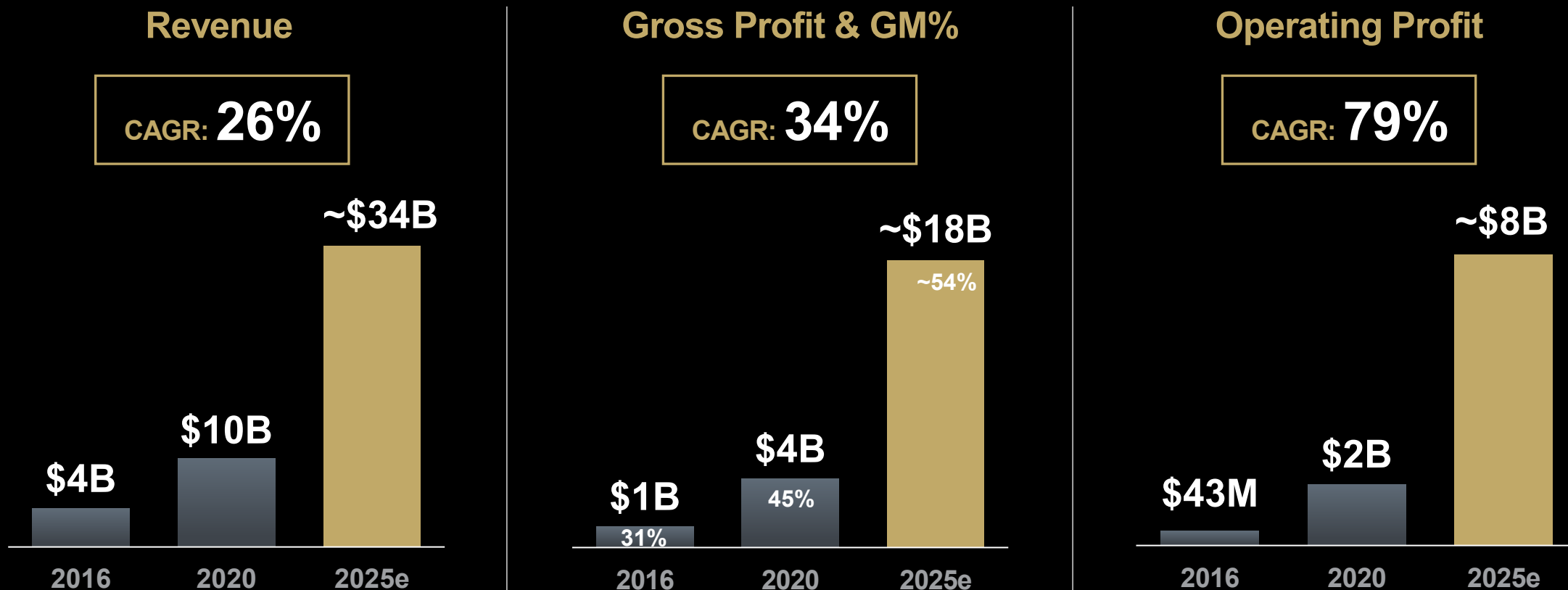
**Accelerating
Revenue Growth**

**Delivering
Compelling Profitability**

**Capital Allocation
for AI Leadership**

Driving AI Leadership & Value Creation

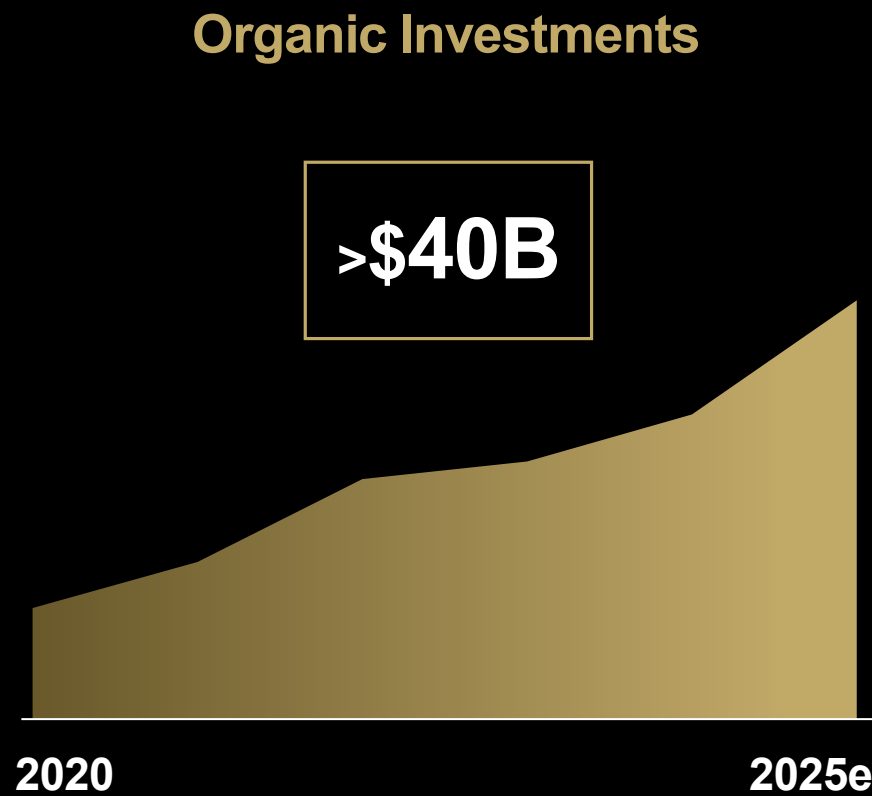
Strong Revenue Growth & Profit Expansion¹



(1) Non-GAAP financial measures, except for Revenue. See appendices for GAAP to non-GAAP reconciliation
2025e includes Q4'25 financial outlook and excludes \$800M inventory and related charges due to the U.S export restrictions. See Cautionary Statement on Slide 2
Not drawn to scale; Figures may be impacted by rounding

Strategic Investments Driving AI Growth

>\$100B Invested in Last 5 Years



PENSANDO SILO_{AI} **zi** Systems XILINX

LAMINI nod brim SYRMIA

UNTETHER AI **MKT** Mipsology Zero-Neural Network Computing Software Suite ENOSEMI

~\$60B
Acquisitions

VULTR seekr scale RANOVUS[™] abscl ZYPHRA

Hugging Face celestial AI cohere upstage Fireworks AI x1

THINKING MACHINES essential AI SOMITE Ayar Labs World Labs Technologies Maverick Silicon

MOREH Sciforium Teramount featherless CLASSIQ CHAI

LUMA AI FACTORY TENSORWAVE UNIPHORE Liquid Cerebras

~\$1B
Investments

2025e includes Q4'25 financial outlook. See Cautionary Statement on Slide 2

Data Center Driving AMD Revenue Growth Trajectory

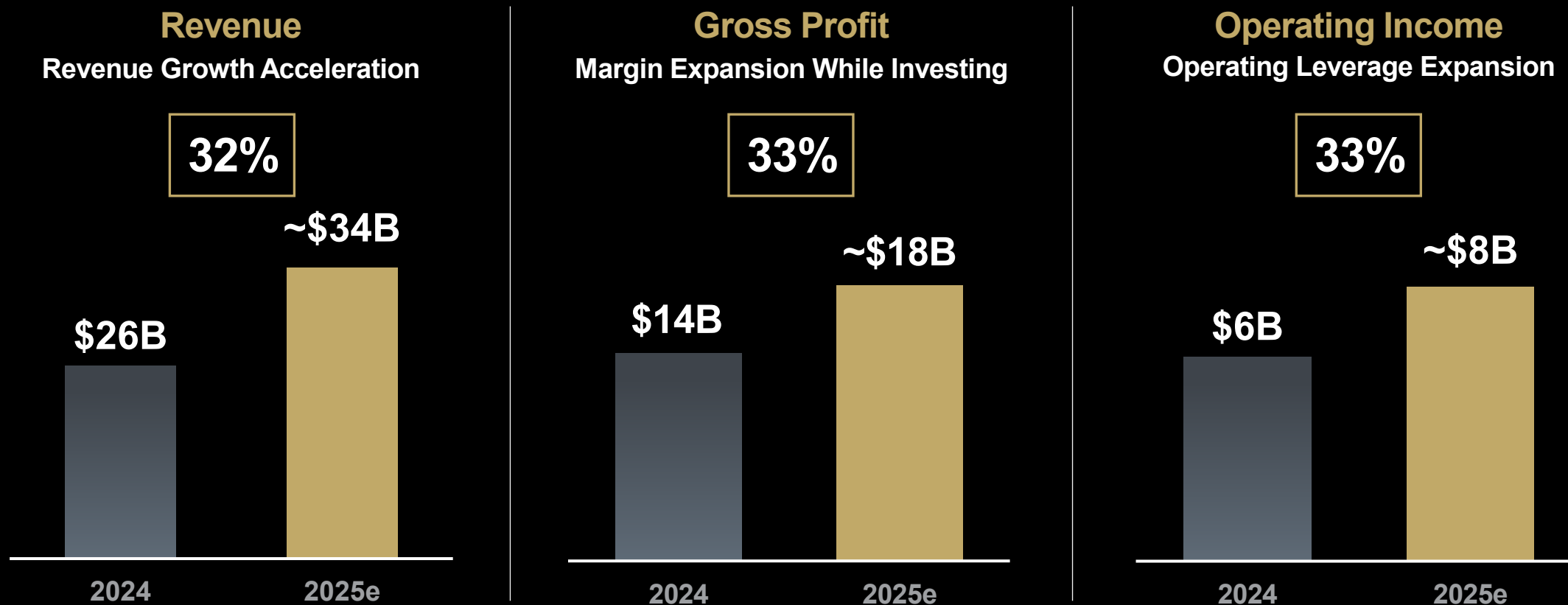


■ Core Business
■ Data Center

Data Center Business CAGR ~52%

2025e includes Q4'25 financial outlook. See Cautionary Statement on Slide 2
Not drawn to scale

2025: An Acceleration of Financial Momentum¹



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AMD Data Center TAM

Our Largest Growth Opportunity



Source: AMD Internal Projections

Accelerating Revenue Growth

End Market	Historical Performance 2020 – 2025e CAGR*	Growth Expectations Next 3 – 5 Years
Data Center	~52%	>60%
Core Business Client & Gaming, Embedded	~10%	>10%
AMD	~21%	>35%

* Calculated using 2020 pro forma net revenue as if the acquisition of Xilinx had been consummated as of the beginning of 2020. 2025e includes Q4'25 financial outlook; See Cautionary Statement on Slide 2

Long Term Financial Model¹

The Next 3-5 Years

Revenue Growth	>35% CAGR	>	- Data Center Momentum - Share Gains
Gross Margin	55-58%	>	- Richer Product Mix - Cost Improvements
Operating Margin	>35%	>	Scale & Operating Leverage
Effective Tax Rate	13-15%	>	Optimized Tax Structure
FCF Margin	~25%	>	Significant Cash Generation

(1) Non-GAAP financial measures except for Revenue. 2025 includes Q4'25 financial outlook. See Cautionary Statement on Slide 2

Driving Gross Margin Expansion

Key Drivers

Scale & Volume

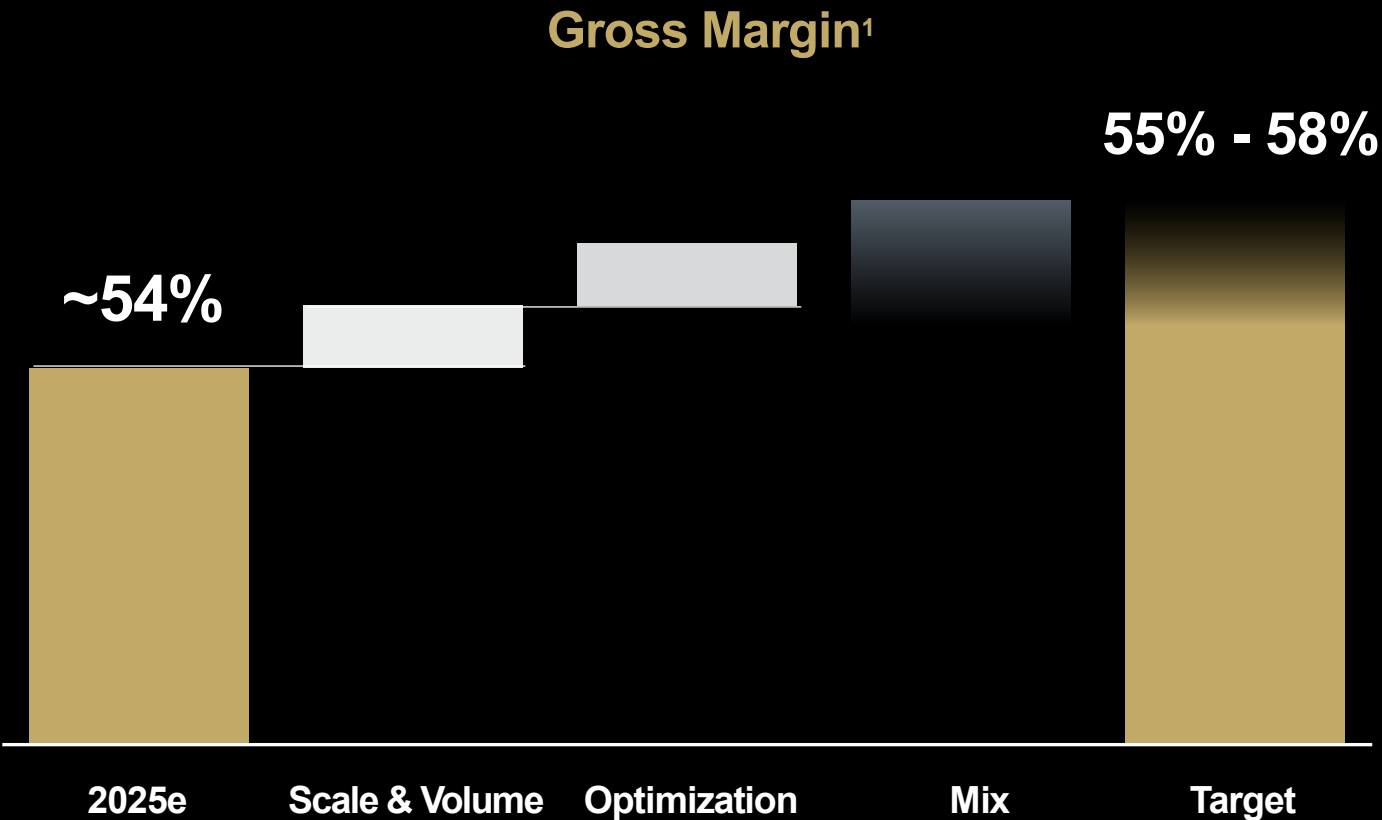
- ▲ Operational leverage through scale

Optimization

- ▲ Yield & test time improvement
- ▲ Design for cost & quality focus

Mix

- ▲ Product leadership
- ▲ ▼ Product & customer mix



(1) Non-GAAP financial measure; 2025e includes Q4'25 financial outlook. See Cautionary Statement on Slide 2
Not drawn to scale
Long-term model timeframe is 3 – 5 years

Delivering Compelling Profitability at Scale

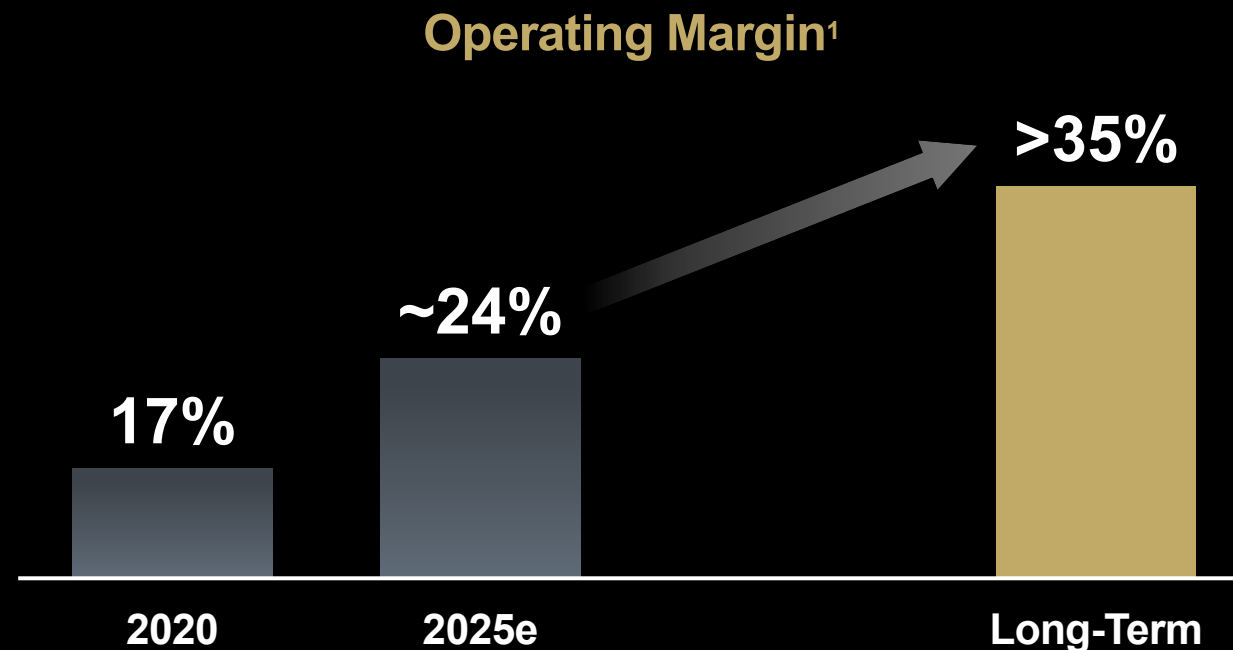
Disciplined Investment Strategy

R&D

- Aggressively invest in AI & technology
- Leverage AI to drive R&D efficiency

SG&A

- Invest in go-to-market & ecosystems
- Drive G&A efficiency through scale & AI



Operating Leverage Through Scale

(1) Non-GAAP financial measure See appendices for GAAP to non-GAAP reconciliation.

2025e includes Q4'25 financial outlook and excludes \$800M inventory and related charges due to the U.S export restrictions. See Cautionary Statement on Slide 2
Not drawn to scale

Long Term Financial Model¹

The Next 3-5 Years

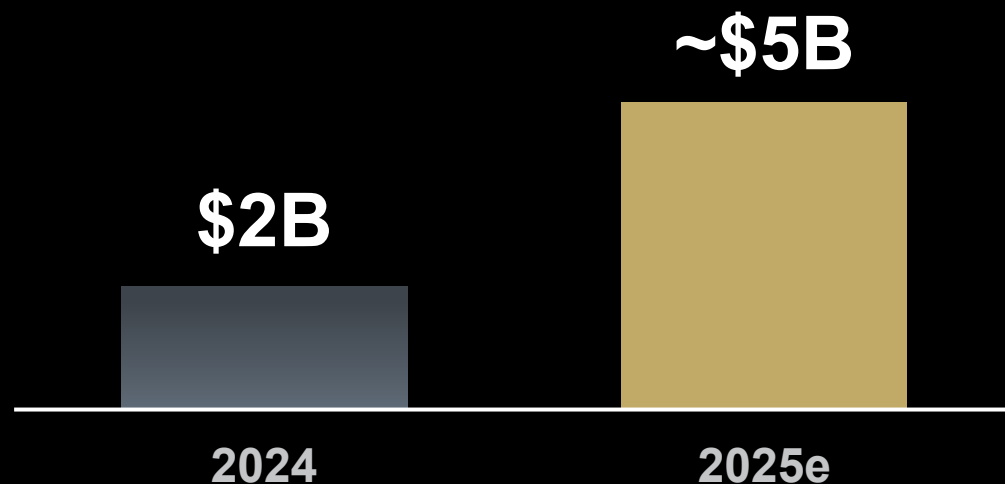
Revenue Growth *Based on 2025 Outlook	>35% CAGR	>	▪ Data Center Momentum ▪ Share Gains
Gross Margin	55-58%	>	▪ Richer Product Mix ▪ Cost Improvements
Operating Margin	>35%	>	▪ Scale & Operating Leverage
Effective Tax Rate	13-15%	>	▪ Optimized Tax Structure
FCF Margin	~25%	>	▪ Significant Cash Generation
EPS	> \$20	>	▪ Financial Model Leverage

(1) Non-GAAP financial measures except for Revenue; 2025 includes Q4'25 financial outlook. See Cautionary Statement on Slide 2

Capital Structure

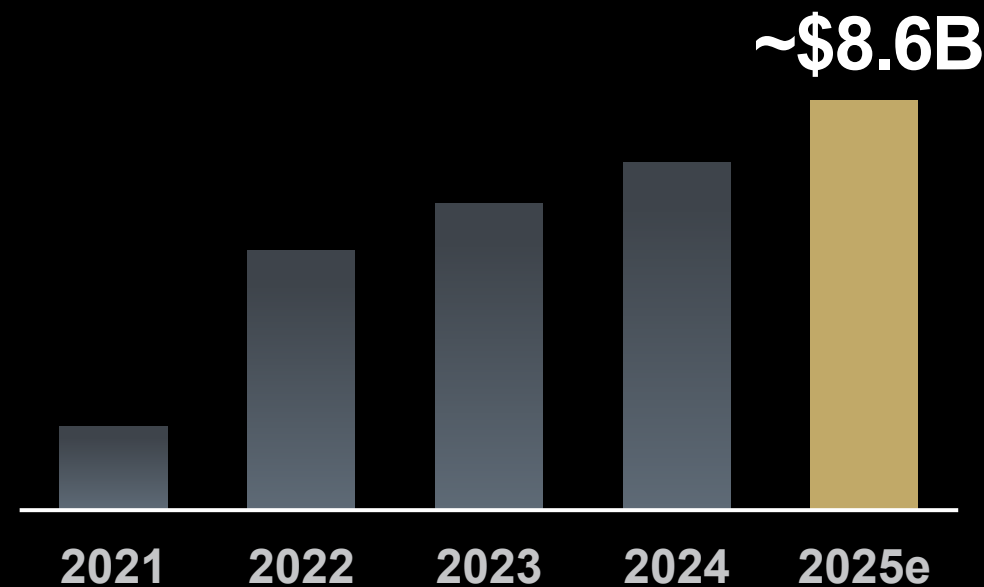
Strong Free Cash Flow¹ & Balance Sheet

- Liquidity: \$10B (\$7B Cash² + \$3B Revolver)
- A1/A Investment Grade Rating



Cash Returns to Shareholders Since 2021

Cumulative Share Repurchase



(1) Non-GAAP financial measure. See appendices for GAAP to non-GAAP reconciliation

(2) Cash refers to cash, cash equivalents and short-term investments

2025e includes Q4'25 financial outlook. See Cautionary Statement on Slide 2

Not drawn to scale; Figures may be impacted by rounding

Capital Allocation: Invest in AI Leadership

Invest in the Business

- Technology, products, go-to-market
- Infrastructure and talent

M&A

- Strategic M&A to drive AI leadership
- AI ecosystem investments

Shareholder Returns

- Incremental opportunistic buybacks with baseline of anti-dilutive
- \$9.4B share repurchase authorization remaining

Balance Sheet

- Maintain strong balance sheet
- Strong investment grade rating & financial flexibility

Accelerating Financial Momentum

**Targeting >\$1T
Market Opportunity**

**>35% Revenue CAGR
>35% Operating Margin¹**

**Capital Allocation
For AI Leadership**

A Clear Path to >\$20 EPS¹

(1) Non-GAAP financial measures. 2025 includes Q4'25 financial outlook; See Cautionary Statement on Slide 2

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APPENDIX

APPENDICES

Reconciliation of GAAP to Non-GAAP Gross Profit and Gross Margin

\$ in millions, except % (Unaudited)	2016	2020	2024	YTD Q3 2025
GAAP gross profit	\$ 1,003	\$ 4,347	\$ 12,725	\$ 11,575
GAAP gross margin	23%	45%	49%	47%
Stock-based compensation	2	6	22	18
Amortization of acquisition-related intangibles	-	-	946	771
Acquisition-related and other costs ⁽¹⁾	-	-	1	1
Inventory loss at (recovery from) contract manufacturer ⁽²⁾	-	-	65	(67)
Loss contingency on legal matter	-	-	-	12
Charge related to the sixth amendment to the WSA with GF ⁽³⁾	340	-	-	-
Non-GAAP gross profit	\$ 1,345	\$ 4,353	\$ 13,759	\$ 12,310
Non-GAAP gross margin	31%	45%	53%	51%
Inventory and related charges associated with U.S. export restrictions	-	-	-	800
Non-GAAP gross profit (as adjusted to exclude inventory and related charges associated with U.S. export restrictions)	\$ 1,345	\$ 4,353	\$ 13,759	\$ 13,110
Non-GAAP gross margin (as adjusted to exclude inventory and related charges associated with U.S. export restrictions)	31%	45%	53%	54%

(1) Acquisition-related and other costs primarily include transaction costs, purchase price fair value adjustments for inventory, certain compensation charges, and workforce rebalancing charges.

(2) Inventory loss at (recovery from) contract manufacturer is related to losses due to an incident at a third-party contract manufacturing facility in Q1'24 and the corresponding recovery.

(3) Charge related to the sixth amendment to the Wafer Supply Agreement with GlobalFoundries

APPENDICES

Reconciliation of GAAP Operating Income (Loss) to Non-GAAP Operating Income

\$ in millions, except % (Unaudited)	2016	2020	2024	YTD Q3'25
GAAP operating income (loss)	\$ (373)	\$ 1,369	\$ 1,900	\$ 1,942
GAAP operating margin	(9)%	14%	7%	8%
Stock-based compensation	86	274	1,407	1,152
Amortization of acquisition-related intangibles	-	-	2,394	1,697
Acquisition-related and other costs ⁽¹⁾	-	14	186	178
Inventory loss at (recovery from) contract manufacturer ⁽²⁾	-	-	65	(67)
Loss contingency on legal matter	-	-	-	12
Restructuring charges ⁽³⁾	(10)	-	186	-
Charge related to the sixth amendment to the WSA with GF ⁽⁴⁾	340	-	-	-
Non-GAAP operating income	\$ 43	\$ 1,657	\$ 6,138	\$ 4,914
Non-GAAP operating margin	1%	17%	24%	20%
Inventory and related charges associated with U.S. export restrictions	-	-	-	800
Adjusted Non-GAAP operating income (excluding inventory and related charges associated with U.S. export restrictions)	\$ 43	\$ 1,657	\$ 6,138	\$ 5,714
Adjusted Non-GAAP operating margin (exclude inventory and related charges associated with U.S. export restrictions)	1%	17%	24%	23%

(1) Acquisition-related and other costs primarily include transaction costs, purchase price fair value adjustments for inventory, certain compensation charges, and workforce rebalancing charges.

(2) Inventory loss at (recovery from) contract manufacturer is related to losses due to an incident at a third-party contract manufacturing facility in Q1'24 and the corresponding recovery.

(3) Restructuring charges are related to the 2015 and 2024 Restructuring Plan which comprised of employee severance charges and non-cash asset impairments.

(4) Charge related to the sixth amendment to the Wafer Supply Agreement with GlobalFoundries

APPENDICES

Reconciliation of GAAP Net Cash Provided by Operating Activities of Continuing Operations to Free Cash Flow

\$ in millions, except % (Unaudited)	2024
GAAP net cash provided by operating activities of continuing operations	\$ 3,041
<i>Operating cash flow margin % from continuing operations</i>	12%
Purchases of property and equipment	(636)
Free cash flow	\$ 2,405
<i>Free cash flow margin %</i>	9%