Prices as of 2026-11-13 close · Financials through Q3 2026 (2026-09-30; earnings release 8-K filed 2026-10-29, 10-Q filed 2026-10-30)

**Amazon** AMZN

# Amazon: AWS grows 39%; TTM free cash flow of −$42.4B; Anthropic IPO will trigger a remeasurement of the stake

Q3 net sales were $201.9B, up 12.1% year over year (Prime Day moved into Q2; the company states growth would have been roughly 4 percentage points higher excluding the shift). Operating income was $28.1B and the 13.9% operating margin is a record; AWS net sales were $46.0B, up 39.3%, the fastest growth in nearly five years (8-K, 2026-10-29). Compared with our previous report, Q3 earnings no longer include Anthropic valuation gains (other income of −$0.7B), although the fair value of the Anthropic convertible notes rose by about $48.3B in the quarter and was recorded in other comprehensive income rather than net income (10-Q, 2026-10-30). Cash flow pressure has increased: quarterly capital expenditure was $77.3B, company-defined TTM free cash flow was −$42.4B, the face value of long-term debt rose to $180.9B and total contractual commitments reached $883.6B; the company expects capital expenditure to increase meaningfully in 2027. Excluding the 9M Anthropic gains, the current-year P/E is about 33.2x (est.), above the peer median of 26.2x. Anthropic plans to list on 2026-11-19, and Q4 GAAP earnings may again include large non-operating gains or losses (our inference).

| Rating · 12 months · vs S&P 500 | Price | Market cap | 1-year change |
|---|---|---|---|
| Neutral<br>Confirmed 2026-11-17 · Rating definitions | $266.66<br>2026-11-13 close | $2.88T<br>Consumer Cyclical | +12.2%<br>YTD +15.5% |
| **Current-year P/E** | **Next earnings** | | |
| 20.8x<br>EPS 12.80 (consensus mean) | 2026-10-30<br>yfinance calendar | | |

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## Market context

As of 2026-11-13, the S&P 500 was +10.5% YTD, −2.0% over 1 month and −2.9% over 3 months; the Nasdaq Composite was −5.8% over 1 month, with technology-heavy indices correcting more. The Consumer Discretionary ETF (XLY) was +7.6% over 1 month and

+1.1% YTD. The stock was +5.0% over 1 month and +15.5% YTD, with excess returns versus the S&P 500 of 3M +4.4%, 6M −1.1%, 1Y +0.0% and YTD +5.1%.

Rates remain elevated: the 10-year Treasury yield is 5.15% (−3.6bp over 1 month) and the US Dollar Index is 103.5 (+1.7 over 1 month). October CPI rose 0.4% month over month, above expectations, and the market prices roughly a 90% probability of a 25bp hike in December. The VIX is 20.0. The stock's 1-year beta is 1.33 and its correlation with the S&P 500 is 0.54.

Transmission to the stock: (1) long-end yields near 5% raise the discount rate for long-duration growth equities and lift coupons on new debt (the September sterling notes carry coupons of 5.20%–6.65%); (2) concerns over AI infrastructure financing drove a technology sell-off in the first week of November, and Amazon ranks near the top of its peer group in capital expenditure and bond issuance, making it sensitive to this sentiment; (3) weak consumer confidence affects holiday-season retail, although the North America segment operating margin still rose to 7.7% in Q3.

## Indices and sector

| | Last | 1W | 1M | 3M | YTD | 1Y |
|---|---|---|---|---|---|---|
| S&P 500 | 7,561.67 | +2.5% | -2.0% | -2.9% | +10.5% | +12.2% |
| Nasdaq Composite | 25,136.27 | +2.3% | -5.8% | -6.0% | +8.2% | +9.9% |
| Dow Jones Industrial | 52,347.55 | +2.1% | +1.4% | -2.6% | +8.9% | +10.3% |
| Russell 2000 | 2,790.49 | +1.3% | +2.2% | -9.1% | +12.4% | +17.1% |
| Consumer Cyclical sector ETF | 119.98 | +2.0% | +7.6% | +1.7% | +1.1% | +4.3% |
| **AMZN** | **266.66** | **+2.8%** | **+5.0%** | **+1.5%** | **+15.5%** | **+12.2%** |

## Rates, volatility and relative performance

| VIX | 10-year Treasury yield | US Dollar Index | Beta vs S&P | 3M excess return | 1Y excess return |
|---|---|---|---|---|---|
| 20.01 | 5.15% | 103.54 | 1.33 | +4.4% | +0.0% |
| 1M +0.02 | 1M -4bp | 1M +1.70 | 1-year correlation 0.54 | vs S&P 500 | vs S&P 500 |

## Macro and market events

| Date | Event | Implications for the company | Source |
|---|---|---|---|
| 2026-11-10 | US October CPI rose 0.4% month over month versus a 0.3% forecast; the 10-year Treasury yield rose 14bp to 5.00% on the day and the 2-year rose 19bp to 4.738%; CME FedWatch showed a 90.5% probability of a 25bp December hike and 9.5% for 50bp | Inflation above expectations → higher odds of a December hike → higher long-end yields, which compress valuation multiples for richly valued growth stocks and raise the cost of Amazon's future bond issuance. Q3 interest expense already rose to $1.7B (prior-year quarter $0.5B). | TheStreet（Yahoo Finance 转载） |

| Date | Event | Implications for the company | Source |
|---|---|---|---|
| 2026-10-29 | The FOMC voted 10–2 to hold the federal funds target range at 3.75%–4.00% (after a 25bp hike in September); the next meeting is December 8–9, and Governor Waller publicly supported considering a 50bp hike | Monetary policy remains in a tightening cycle → pressure on both valuation and funding. Amazon has added roughly $112B of long-term debt (face value) this year, so the rate path directly affects its interest burden and the timing of a return to positive free cash flow. | TheStreet（Yahoo Finance 转载） |
| 2026-11-06 | In the week to 11-06 the S&P 500 fell 2.7% and the Nasdaq fell 3.4% (market_weekly data), and the VIX rose above 25; LPL Research attributed the decline to concerns over AI financing and data center construction (original could not be opened; based on search summary) | Questions over the sustainability of AI capex financing → valuation pressure on hyperscalers with high capex intensity and negative free cash flow. The stock nevertheless rose about 7.9% that week (+6.1% on 11-04; the cause could not be verified), and the S&P 500 recovered 2.5% the following week. | LPL Research |
| 2026-11-11 | Anthropic announced IPO terms: a price range of $70–$78, 825 million shares offered raising up to $64.4B, plus a $26B private placement with cornerstone investors; the top of the range implies a fully diluted valuation of about $1.4T, with Nasdaq listing planned for 11-19 (ticker ANT) | This moves the valuation reference from private rounds to a public market price → Amazon's Anthropic preferred stock and convertible notes will be remeasured against the listing price → Q4 GAAP earnings and other comprehensive income may show large changes (our inference; see the filing review section). | The Next Web |

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# Company events

2026-11-15

Negative News

**ULA Vulcan launch failure results in the loss of 40 Amazon Leo satellites**

This was the first of 38 Vulcan launches Amazon purchased and would have raised the number of satellites launched from about 396 to 436; the full constellation requires more than 3,300. The duration of the Vulcan stand-down is undetermined and Blue Origin's New Glenn has not yet returned to flight, so the Leo deployment pace may slow. The value of the satellites and insurance coverage were not disclosed; the financial loss could not be verified.

Source: Spaceflight Now

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2026-11-11

Undetermined News

**Anthropic sets an IPO price range of $70–$78 and plans to list on 11-19**

According to the 10-Q, Amazon holds 164 million shares of nonvoting preferred stock (each convertible into 10 common shares) and convertible notes convertible into about 184 million preferred shares (before the 12% ownership cap). At the range, the preferred stock would be worth $114.8B–$127.9B, above its $92.5B carrying value, and the notes $128.8B–$143.5B, below their $146.2B fair value (est.; ignoring the ownership cap, lock-up and share-class differences). The direction and size of the post-listing earnings impact depend on the conversion ratio and could not be verified.

Source: The Next Web

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2026-10-30

Negative Rating

**Several brokers cut price targets after the results**

Ratings were unchanged but most targets were lowered: Cantor Fitzgerald $310→$280, Citizens $315→$275, Scotiabank $325→$300, Wedbush $310→$298, Morgan Stanley $350→$335, TD Cowen $350→$340; UBS raised its target to $352 on 10-31. The median target compiled by yfinance is $328, 23.0% above the current price. The stock closed down 4.2% on 10-29 and 1.4% on 10-30.

Source: yfinance 评级变动

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2026-10-30

Undetermined Earnings

**10-Q: fair value of Anthropic convertible notes rises to $146.2B; the $50.0B OpenAI investment is fully funded**

The carrying value of Anthropic preferred stock is $92.5B (essentially unadjusted in the quarter), while the fair value of the convertible notes rose from about $97.9B at end-June to $146.2B, corresponding to $140.3B of unrealized gains in other comprehensive income. Amazon paid the remaining $21.3B commitment to OpenAI in Q3, bringing Series C preferred stock to $50.0B. Equity, warrant and convertible debt investments total $298.8B, about 10.4% of market capitalization (est.).

Source: 10-Q（2026-10-30）

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2026-10-29

Negative Earnings

**Capex: $77.3B in Q3, TTM free cash flow of −$42.4B, meaningful increase expected in 2027**

Q3 purchases of property and equipment were $77.3B (prior-year quarter $35.1B), and company-defined TTM free cash flow fell from −$7.6B at the end of Q2 to −$42.4B. The company maintains its expectation of about $220B of 2026 cash capex; $172.2B was spent in the first nine months, implying about $47.8B in Q4 (est.). The 10-Q states that cash capex will increase meaningfully in 2027, primarily for technology infrastructure.

Source: 10-Q（2026-10-30）

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2026-10-29

Neutral 8-K

**Q4 guidance: net sales of $240.0B–$247.0B and operating income of $28.5B–$33.5B**

Guided sales growth is 12%–16%; the $243.5B midpoint is slightly below the $244.9B consensus compiled by yfinance. The $31.0B operating income midpoint compares with $25.0B in the prior-year quarter. The company expects advertising revenue growth to return to the high teens in Q4 (Q3 was +12% excluding FX, affected by Prime Day timing). Guidance assumes no impact from energy derivative remeasurement.

Source: 8-K（2026-10-29）

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2026-10-29

Positive Earnings

**Q3 results: AWS grew 39.3%; operating income of $28.1B exceeded the top of guidance**

Net sales of $201.9B (+12.1%) were slightly below the $202.3B consensus; operating income of $28.1B exceeded the top of the $22.5B–$26.5B guidance range by $1.6B. AWS net sales were $46.0B (+39.3%) with a 38.7% operating margin; the North America segment operating margin was 7.7% (prior-year quarter 4.5%). GAAP EPS of $1.89 was about 3.5% below the $1.96 consensus, mainly because of non-operating expense of −$1.2B (including $1.7B of interest expense). Prior-year operating income was reduced by $2.9B of other operating expense (including a lawsuit settlement and asset impairments; $0.1B this quarter), which flatters the +61% year-over-year growth.

Source: 8-K（2026-10-29）

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2026-09-14

Neutral 8-K

**£4.3B sterling notes issued; Q3 long-term debt financing totals $48.1B**

Q3 additions comprise the July $25.0B dollar notes (coupons of 4.20%–6.25%, maturing 2029–2066), the September £4.3B sterling notes (about $5.6B, coupons of 5.20%–6.65%) and a $17.5B term loan draw (unverified in our previous report; the 10-Q shows it fully drawn). The face value of long-term debt rose from $68.8B at end-2025 to $180.9B.

Red denotes positive, green negative (Chinese market convention), grey neutral and blue undetermined.

Source: 8-K（2026-09-14）；10-Q（2026-10-30）

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2026-08-31

Negative Company filing

**FTC and 22 states sue over reserve prices in ad auctions (litigation pending)**

The 10-Q discloses that the FTC and 22 state attorneys general allege that Amazon's use of reserve prices in sponsored ad auctions was misleading and seek injunctive relief and unspecified civil penalties and restitution; Texas filed a separate complaint. In addition, in the Xockets patent case the ITC has instituted an investigation covering products with GB300 servers. The company disputes all allegations. The amounts cannot be quantified.

Source: 10-Q（2026-10-30）

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### Analyst rating changes, last 90 days (25; latest 12 shown)

| Date | Firm | Action | Rating | Target |
|---|---|---|---|---|
| 2026-11-03 | Freedom Broker | main | Buy → Buy | 255 → 330 |
| 2026-10-31 | UBS | main | Buy → Buy | 348 → 352 |
| 2026-10-30 | Scotiabank | main | Sector Outperform → Sector Outperform | 325 → 300 |
| 2026-10-30 | Telsey Advisory Group | main | Outperform → Outperform | 335 → 335 |
| 2026-10-30 | DA Davidson | main | Neutral → Neutral | 250 → 250 |
| 2026-10-30 | Rosenblatt | main | Buy → Buy | 360 → 360 |
| 2026-10-30 | Wells Fargo | main | Overweight → Overweight | 329 → 326 |
| 2026-10-30 | TD Cowen | main | Buy → Buy | 350 → 340 |
| 2026-10-30 | Wedbush | main | Outperform → Outperform | 310 → 298 |
| 2026-10-30 | Morgan Stanley | main | Overweight → Overweight | 350 → 335 |
| 2026-10-30 | RBC Capital | reit | Outperform → Outperform | 330 → 330 |
| 2026-10-30 | StoneX | main | Buy → Buy | 400 → 380 |

Aggregated by yfinance and not individually verified. up = upgrade, down = downgrade, main = maintain, init = initiate, reit = reiterate.

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## Rating and scorecard

### AlphaScope rating

Neutral Total return expected to be within ±10 percentage points of the S&P 500 over the next 12 months · Weighted scorecard 3.25

The weighted score is 3.25 (Fundamentals 5, Valuation 2, Momentum 3, Earnings quality 3, Risk 3), within the Neutral band (2.4–3.6), i.e. we expect 12-month total return to be within ±10 percentage points of the S&P 500.

**Key upside factors**: AWS growth accelerated to 39.3%, management projects growth above 40% in both 2027 and 2028, and remaining performance obligations are $578B; retail segment operating margins are improving; the Anthropic IPO may provide a public market price for a stake carried at $238.7B.

**Key downside factors**: TTM free cash flow is −$42.4B, capex will increase meaningfully in 2027 and funding relies on new debt; the current-year P/E excluding investment gains is about 33.2x (est.), above the peer median; after the listing, Anthropic will be marked to market and its share price volatility will flow directly through the income statement.

**Conditions for a rating change**: if free cash flow turns positive, or the P/E excluding investment gains falls to near the peer median (below about 29x) while AWS growth stays above 35%, the score could move into the Buy band; if AWS growth falls below 30%, operating income comes in below the guidance range, or Anthropic trades below carrying value after the IPO and causes a large write-down, the score would move lower.

Ratings are research opinions based on public information. They are intended for all readers and do not take into account any individual's financial circumstances. For rules and distribution, see Rating definitions

| Fundamentals | Valuation | Momentum | Earnings quality | Risk |
|---|---|---|---|---|
| 5 / 5 | 2 / 5 | 3 / 5 | 3 / 5 | 3 / 5 |

A higher risk score indicates lower risk. The five dimensions are weighted to derive a suggested rating, which is finalised once confirmed by the publisher.

## Basis for the scores

**Fundamentals**
5 / 5

The reference band is 4 (TTM net sales growth of 15.4%, within 10–20%), and the operating margin has risen for four consecutive quarters (9.7% → 11.7% → 13.1% → 13.7% → 13.9%), adding 1 point. Q3 growth of 12.1% was below Q2's 19.6%, mainly because of the Prime Day timing shift; combined Q2–Q3 growth was 15.7%, in line with the TTM rate, so we do not treat it as a marked deceleration. AWS growth has accelerated for five consecutive quarters to 39.3%, and remaining performance obligations are $578B (about $496B at end-June) (10-Q, 2026-10-30).

`TTM net sales +15.4%; Q3 +12.1% (about +16% excluding Prime Day); operating margin 13.9%; AWS +39.3%`

**Valuation**
2 / 5

The 0y EPS of $12.80 behind the 20.8x current-year P/E shown by yfinance includes 9M after-tax Anthropic gains of about $4.78 per share ($67.3B pre-tax, less $15.2B of discrete tax). Excluding them, current-year EPS is about $8.02 and the P/E about 33.2x (est.), roughly 27% above the 26.2x peer median, which falls in the 2-point band. Using next-year EPS of $10.69, EPS growth is about 33% and the PEG about 1.0, which does not meet the condition for a one-notch upgrade. Valuations differ widely between the retail and platform peers, and GOOGL and META estimates are not adjusted in the same way, so confidence in this dimension is lower.

`Current-year P/E excluding gains about 33.2x (est.); peer median 26.2x; PEG about 1.0`

**Momentum**
3 / 5

Excess returns versus the S&P 500 are mixed: 3M +4.4% and YTD +5.1%, against 6M −1.1% and 1Y +0.0%, which does not meet the 4-point condition of outperforming over most periods. The stock is 4.6% above its 50-day average and 9.0% above its 200-day average, and the 1-year maximum drawdown is −19.6%; the trend has not weakened.

`Excess return 3M +4.4%, 6M −1.1%, 1Y +0.0%, YTD +5.1%; 9.0% above the 200-day average`

**Earnings quality**
3 / 5

Two points deducted from 5: (1) TTM non-operating income of $69.8B represents 40.1% of $174.2B pre-tax income, above 25%, for a 2-point deduction; the income mainly reflects observable price adjustments to Anthropic preferred stock and reclassifications on note conversions, which are unrealized (10-Q, 2026-10-30). Q3 non-operating income was −$1.2B, so the quarter's earnings contain no such gains. (2) FCF / net income is negative, but the company attributes this to AI-related capital expenditure, so no deduction. (3) Accounts receivable and other were $98.2B, +60.6% year over year versus net sales growth of +12.1%; the 10-Q shows the increase came mainly from vendor receivables ($15.9B → $28.8B) and customer receivables ($40.4B → $52.6B) but does not attribute it to extended payment terms or customer financing, so no deduction in this edition (deducted in the previous one); one point would be deducted if later disclosure confirms such a cause. Amazon does not publish adjusted EPS, so there is no non-GAAP definition change.

Non-operating income / pre-tax income: TTM 40.1%, Q3 −4.5%; TTM free cash flow −$42.4B; DSO about 44 days (est.; 31 days a year earlier)

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**Risk**
3 / 5

Two points deducted from 5: (1) leases not yet commenced of $164.9B, property and equipment purchase commitments of $159.6B and unconditional purchase obligations of

Off-balance-sheet commitments $419.3B (14.5% of market cap, 2.5x operating cash flow); net debt / EBITDA about 0.4x (est.); volatility 33.9%

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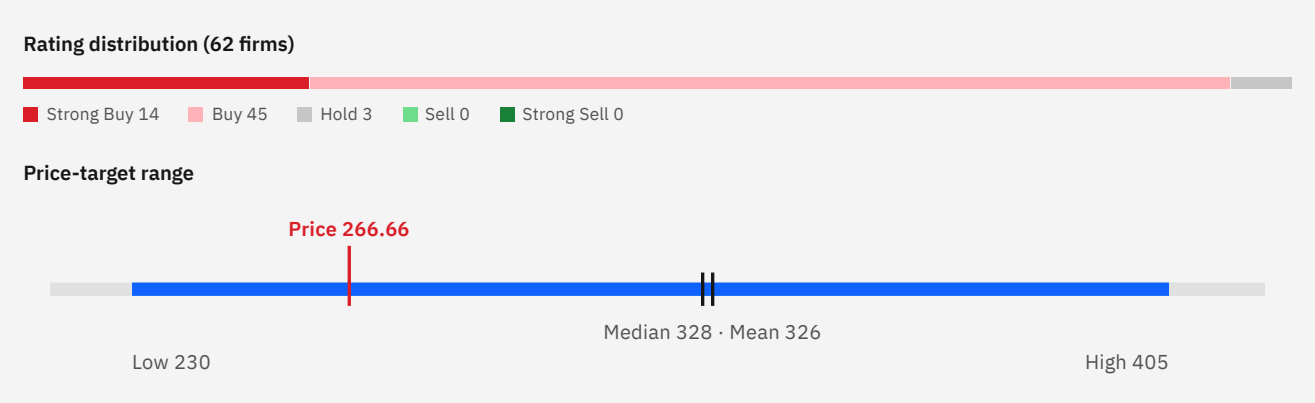
## Street consensus




Aggregated by yfinance from 60 analysts, update time unknown. The distribution is shown for reference only and does not imply endorsement of any price target.

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# Financial analysis

## Quarterly results

| Quarter end | Revenue | QoQ | YoY | Gross margin | Op. margin | Net income | Diluted EPS | Op. cash flow | Free cash flow |
|---|---|---|---|---|---|---|---|---|---|
| 2025-09-30 | $180.2B | +7.4% | +13.4% | – | 9.7% | $21.2B | 1.95 | $35.5B | $430M |
| 2025-12-31 | $213.4B | +18.4% | +13.6% | – | 11.7% | $21.2B | – | $54.5B | $14.9B |
| 2026-03-31 | $181.5B | -14.9% | +16.6% | – | 13.1% | $30.3B | 2.78 | $26.0B | $-18.2B |
| 2026-06-30 | $200.6B | +10.5% | +19.6% | – | 13.7% | $62.6B | 5.75 | $45.4B | $-8.8B |
| 2026-09-30 | $201.9B | +0.7% | +12.1% | – | 13.9% | $20.7B | 1.89 | $42.4B | $-34.8B |

Source: SEC XBRL. Free cash flow = operating cash flow − capital expenditure. Q4 EPS is frequently missing from XBRL; company-reported figures prevail.

## Valuation

| Basis | EPS | P/E |
|---|---|---|
| GAAP, trailing 12 months | 12.37 | 21.6x |
| Adjusted, trailing 12 months (street basis) | 12.37 | 21.6x |
| Current fiscal year estimate (0y) | 12.80 | 20.8x |
| Next fiscal year estimate (+1y) | 10.69 | 25.0x |

P/E ratios in the valuation table are on the yfinance basis and include unrealized Anthropic gains. Using reviewed figures: excluding 9M Anthropic gains, TTM EPS is about $7.59 (est.; Q4 2025 not adjusted) for a TTM P/E of about 35.1x; current-year EPS is about $8.02 (est.; Q4 at the $2.40 consensus) for a P/E of about 33.2x. Next-year consensus EPS of $10.69 has a range of $9.03–$13.49, indicating wide dispersion; some forecasts may already include gains related to the Anthropic listing, which could not be verified.

Q4 GAAP earnings may include large non-operating gains or losses: if the IPO prices within $70–$78, the preferred stock would exceed its carrying value by $22.3B–$35.4B (est.); when the notes convert, part of the unrealized gains in accumulated other comprehensive income may be reclassified into earnings. The actual amounts depend on the conversion ratio, the ownership cap and the fair value measurement approach (our inference).

Based on the current price. Forward EPS is the yfinance consensus mean, on an adjusted basis.

## Key points from the filings

**Main changes versus the previous report (2026-10-06, based on the Q2 10-Q)**

Earnings composition: Q2 other income of $53.4B was mainly the Anthropic valuation uplift; Q3 other income was −$0.7B, with upward adjustments to private company equity of only $39M. The increase in Anthropic's value is now reflected in the fair value of the convertible notes (in other comprehensive income).

Operating performance: AWS growth rose from 36.8% to 39.3% and the operating margin from 13.7% to 13.9%; consolidated sales growth fell from 19.6% to 12.1% because of Prime Day timing.

Cash flow and liabilities: TTM free cash flow fell from −$7.6B to −$42.4B; the face value of long-term debt rose from $133.0B to $180.9B; total contractual commitments rose from $650.0B to $883.6B.

Item left open in the previous report now verified: the $17.5B term loan is fully drawn.

**Review findings (in order of importance)**

**Q3 earnings exclude Anthropic valuation gains, but 9M still includes $67.3B of pre-tax gains**. yfinance's TTM EPS of $12.37 and current-year EPS of $12.80 both include these gains. The 10-Q states that 9M upward adjustments to private company equity were $62.9B (of which about $62.8B related to Anthropic preferred stock), $4.5B was reclassified from other comprehensive income on note conversions, and the tax provision includes $15.2B of discrete tax expense mainly attributable to the Anthropic upward adjustments (10-Q, 2026-10-30). On this basis, 9M after-tax gains are about $52.1B, or about $4.78 per share (est.), and 9M EPS excluding them is about $5.64 (est.).

**The increase in Anthropic's value now flows to other comprehensive income**. The fair value of the convertible notes rose from $45.8B at end-2025 and about $97.9B at end-June to $146.2B at end-September, with cumulative unrealized gains of $140.3B in accumulated other comprehensive income; Q3 unrealized gains on available-for-sale debt securities were $36.0B after tax (8-K, 2026-10-29). These amounts bypass the income statement but are reclassified into earnings when the notes convert into shares (precedent: $4.5B reclassified in 9M).

**The Q3 EPS shortfall versus consensus comes from non-operating items**. Operating income of $28.1B exceeded the top of guidance, but interest expense of $1.7B (prior-year quarter $0.5B), a $0.7B valuation loss on marketable securities and a $0.3B loss on warrants produced non-operating expense of −$1.2B, leaving GAAP EPS of $1.89 below the $1.96 consensus. Amazon does not publish adjusted EPS, and the consensus is on a GAAP basis (yfinance methodology field: gaap).

**Free cash flow**: company-defined TTM free cash flow is −$42.4B = operating cash flow of $168.3B − purchases of property and equipment net of proceeds and incentives of $210.7B; using gross purchases of $215.2B it is −$46.9B. yfinance's −$34.7B cannot be reproduced from the filings. In addition, property and equipment acquired but not yet paid increased by $21.5B in 9M, deferring part of the capex cash outflow to later periods.

**Accounts receivable**: $98.2B, +60.6% year over year, DSO of about 44 days (est.; about 31 days a year earlier). The 10-Q breaks this down into customer receivables of $52.6B ($40.4B at the start of the year), vendor receivables of $28.8B ($15.9B) and other receivables of $9.3B ($4.5B), without a specific explanation for the increase.

**Base figures**: net sales, operating income, net income, GAAP EPS, operating cash flow, receivables and inventory match XBRL quarter by quarter (yfinance lacks the 2026-06-30 quarter column; see the corrections table).

**Deferred income taxes**: 9M deferred income taxes were $35.5B against cash taxes paid of $5.3B; other long-term liabilities rose from $36.0B to $99.9B. The gap between the book tax provision and cash taxes stems mainly from unrealized investment gains (our inference; the 10-Q does not itemize it).

## Items disclosed only in the filings

**Anthropic exposure**: 164 million shares of nonvoting preferred stock carried at $92.5B; convertible notes with a fair value of $146.2B, convertible into about 184 million preferred shares before the 12% ownership cap; together about $238.7B, roughly 8.3% of market capitalization (est.), all Level 3 fair value measurements. At an IPO the notes convert into N-class nonvoting common stock subject to the ownership cap, the preferred stock converts into nonvoting common stock at 1:10, and a lock-up applies. The remaining $15.0B financing facility expires 30 months after an Anthropic liquidity event (10-Q, 2026-10-30).

**OpenAI investment**: Series C preferred stock totals $50.0B ($15.0B in Q1, $13.7B in Q2, $21.3B in Q3), measured at cost less impairment with adjustments for observable price changes. The AWS contract with OpenAI was expanded by $100.0B (8 years) on top of the original $38.0B, and the contract with Anthropic by more than $100.0B (10 years). Amazon is both investor in and compute supplier to the two companies, so their operating and funding conditions affect AWS revenue, investment valuations and facility utilization at the same time.

**Remaining performance obligations**: about $578B, with a weighted-average remaining life of 6.1 years, primarily AWS.

**Contractual commitments of $883.6B**: long-term debt principal and interest of $294.3B, operating leases of $121.5B, leases not yet commenced of $164.9B, property and equipment purchases of $159.6B and unconditional purchase obligations of $94.8B, among others; $124.3B falls due in 2027. Standby letters of credit total $21.6B ($13.4B in the previous report), primarily related to purchase commitments.

**Debt**: long-term debt face value of $180.9B, including the $17.5B term loan and multi-currency notes issued in 2026 (USD, EUR, CHF, CAD, GBP); the weighted-average remaining life of the notes is 13.9 years and $6.8B is due within one year. The 10-Q states that further financing will be undertaken in 2026.

**Energy contract derivatives**: about 690 million megawatt-hours with a weighted-average remaining duration of about 18 years; fair value changes are recorded in technology and infrastructure expense, with unrealized gains of $690M in 9M and $91M in Q3, small relative to operating income; Q4 guidance assumes zero.

**Satellite launch deposits**: prepaid expenses include Leo launch service deposits, expensed upon launch; prepaid expenses and other current assets were $7.5B. The accounting for the 11-15 launch failure has not been disclosed and could not be verified.

**Litigation**: the FTC and 22-state ad auction case, the Texas case, multiple antitrust cases since 2020, and the Xockets patent litigation and ITC investigation; no accrual or estimate of possible loss is disclosed.

## Corrections to third-party data

| Item | yfinance | Filing (with calculation) |
|---|---|---|
| freeCashflow | –$34.7B | **–$42.4B** = TTM operating cash flow of $168.3B – purchases of property and equipment net of proceeds and incentives of $210.7B (8-K, 2026-10-29); –$46.9B using gross purchases of $215.2B |
| trailingPE | 21.6x (EPS $12.37) | TTM EPS includes 9M after-tax Anthropic gains of about $4.78 per share (est.); excluding them about $7.59, for a P/E of about **35.1x** (est.) |
| forwardPE / current-year P/E | forwardPE 24.4x; current year 20.8x | forwardPE uses forwardEps of $10.93, close to the next-year estimate rather than the current year; current-year 0y EPS of $12.80 includes Anthropic gains, about $8.02 excluding them, for a P/E of about **33.2x** (est.) |

| Item | yfinance | Filing (with calculation) |
|---|---|---|
| Quarterly sales growth (yf_overview quarterly table) | 2026-09-30 rev_yoy +20.4% | The yfinance quarterly table lacks the 2026-06-30 column, so the comparison is actually against 2025-06-30. Per the 8-K, Q3 net sales of $201.9B grew **12.1%** from $180.2B a year earlier |
| Q3 EPS surprise | −3.5% ($1.89 vs $1.96) | The figure is correct but does not reflect operations: operating income of $28.1B exceeded the $26.5B top of guidance; the EPS shortfall came from non-operating expense of −$1.2B (including $1.7B of interest expense) (10-Q, 2026-10-30) |
| totalDebt | $304.8B | Includes lease liabilities. Long-term debt face value is **$180.9B** (of which $6.8B is current), plus long-term lease liabilities of $98.8B and other items (10-Q, 2026-10-30) |

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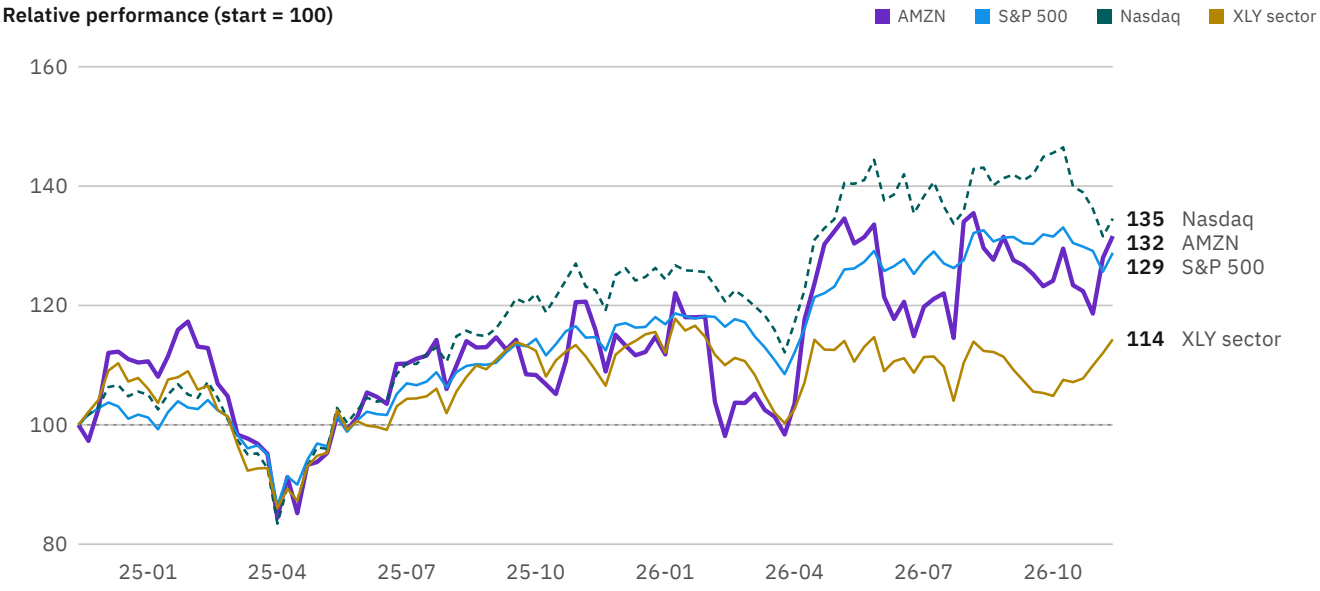
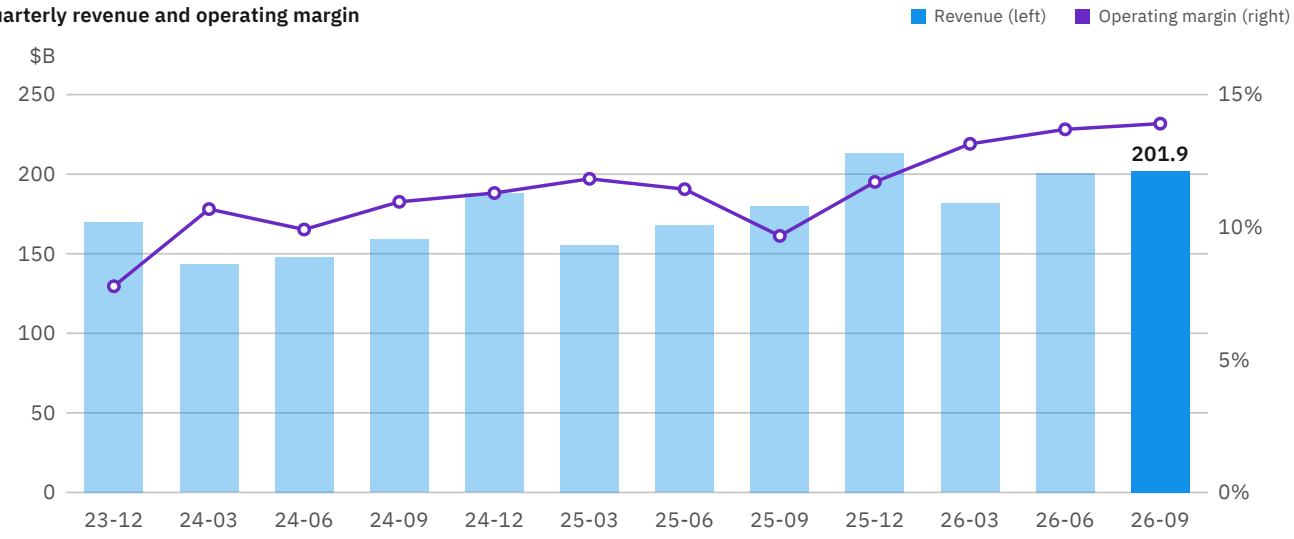
## Share price performance

**Relative performance (start = 100)**




Weekly adjusted closing prices, indexed to 100 on 2024-11-17. Figures on the right are end-of-period values.

**Quarterly revenue and operating margin**




Last 12 quarters. Source: SEC XBRL.

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# Peer comparison

| Ticker | Name | Mkt cap | 1M | YTD | 1Y | P/E TTM | P/E CY | Rev growth | Gross margin | Op. margin |
|---|---|---|---|---|---|---|---|---|---|---|
| **AMZN** | **Amazon.com, Inc.** | **$2.88T** | **+5.0%** | **+15.5%** | **+12.2%** | **21.6x** | **20.8x** | **+12.1%** | **51.4%** | **13.1%** |
| MSFT | Microsoft Corporation | $3.89T | -1.8% | +9.0% | +4.9% | 27.3x | 26.2x | +18.8% | 67.7% | 47.1% |
| GOOGL | Alphabet Inc. | $3.64T | -14.9% | -5.3% | +6.5% | 15.4x | 15.1x | +24.7% | 60.9% | 33.3% |
| META | Meta Platforms, Inc. | $1.64T | -13.0% | -2.5% | +5.6% | 21.9x | 22.1x | +26.1% | 81.0% | 37.8% |
| WMT | Walmart Inc. | $1.02T | +10.3% | +15.7% | +26.0% | 46.4x | 44.4x | +5.9% | 24.8% | 3.9% |
| COST | Costco Wholesale Corporation | $490.2B | +12.8% | +29.0% | +20.3% | 53.3x | 48.4x | +11.1% | 12.8% | 3.8% |
| *Peer median* | | *$1.64T* | *-1.8%* | *+9.0%* | *+6.5%* | *27.3x* | *26.2x* | *+18.8%* | *60.9%* | *33.3%* |

Aggregated by yfinance and not reconciled to filings. Current-year P/E = price ÷ current fiscal-year (0y) EPS estimate, which avoids the next-year basis used by forwardPE. Peer source: --peers. The median excludes this stock.

The peer set is unchanged from the previous report: MSFT, GOOGL and META (platform and cloud businesses) and WMT and COST (retail). Growth, margins and valuations differ widely between the two groups, which limits the certainty of the comparison.

**Valuation**: yfinance shows a current-year P/E of 20.8x, below the 26.2x peer median; excluding Anthropic gains it is about 33.2x (est.), above MSFT at 26.2x, META at 22.1x and GOOGL at 15.1x, and below WMT at 44.4x and COST at 48.4x. GOOGL and META estimates have not been adjusted in the same way.

**Growth**: Q3 sales growth of 12.1%, affected by Prime Day timing, is below MSFT at 18.8%, GOOGL at 24.7% and META at 26.1%, above WMT at 5.9% and close to COST at 11.1%; AWS alone grew 39.3%.

**Margins**: the 13.1% operating margin (yfinance TTM basis) sits between the retailers (3.8%–3.9%) and the platform companies (33.3%–47.1%); the 38.7% AWS segment margin is comparable to the platform companies.

Peer data are compiled by yfinance and have not been reconciled with each company's filings.

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# Smart money

## Institutional and political holdings: 9 of the tracked investors hold AMZN

| Investor | Data | Period | Value / range | Portfolio weight | Change |
|---|---|---|---|---|---|
| Chase Coleman | 13F holdings | 2026-06-30 | $2.3B | 9.6% | Trimmed |
| Bill Ackman | 13F holdings | 2026-06-30 | $2.0B | 10.5% | Trimmed |
| David Tepper | 13F holdings | 2026-06-30 | $1.2B | 15.4% | Added |
| Seth Klarman | 13F holdings | 2026-06-30 | $892M | 16.5% | Added |
| Renaissance Technologies | 13F holdings | 2026-06-30 | $546M | 0.8% | New |
| Ray Dalio | 13F holdings | 2026-06-30 | $483M | 2.0% | Trimmed |
| Cathie Wood | 13F holdings | 2026-06-30 | $379M | 2.5% | Added |
| George Soros | 13F holdings | 2026-06-30 | $282M | 3.5% | Trimmed |
| Stanley Druckenmiller | 13F holdings | 2026-06-30 | $129M | 2.5% | Added |

| Investor | Date | Trade | Amount range |
|---|---|---|---|
| Nancy Pelosi | 2026-01-16 | Buy | $500,001 – $1M |
| Nancy Pelosi | 2025-12-30 | Buy | $100,001 – $250,000 |
| Nancy Pelosi | 2025-12-24 | Partial sale | $1M – $5M |

From each tracked investor's latest published 13F, insider filing or financial disclosure. 13F data lag by about 45 days. Smart Money →

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# Key items to monitor

2026-11-19

**Anthropic plans to list on Nasdaq (ticker ANT)**

Final offer price relative to the $70–$78 range; the post-listing share price relative to Amazon's carrying values (about $56.4 per common-share equivalent for the preferred stock and about $79.5 for the notes, est.); whether Amazon discloses the conversion ratio and lock-up arrangements.

2026-11-27 / 2026-11-30

**Black Friday and Cyber Monday**

Whether holiday retail and advertising revenue support Q4 sales guidance of $240.0B–$247.0B and a return of advertising growth to the high teens.

| | | |
|---|---|---|
| 2026-12-09 | **FOMC decision (December 8–9 meeting)** | A 25bp or 50bp hike; whether the 10-year Treasury yield stays above 5%, which affects valuation multiples and the cost of future bond issuance. |
| 2026 年 12 月初 | **AWS re:Invent** | New Trainium products and capacity progress, AI service pricing and large long-term customer contracts; exact dates per AWS announcements. |
| 2026 年 12 月起 | **ULA Vulcan failure investigation and Amazon Leo deployment** | Vulcan return-to-flight timing, alternative launch capacity, whether Leo commercial service begins this year as the company stated, and recognition of costs related to the launch failure. |
| 2027 年 2 月初（估） | **Q4 and full-year 2026 results (date not announced)** | Whether AWS growth exceeds 40%; whether operating income lands in the upper half of the $28.5B–$33.5B guidance; whether full-year capex is about $220B and the 2027 capex outlook; remeasurement and reclassification gains or losses from the Anthropic listing; free cash flow and new debt. |

This report is for research purposes only and does not constitute investment advice.

# Sources

Market and analyst data: yfinance + SEC EDGAR, as of 2026-11-13 close, delayed. Financial data: SEC EDGAR (XBRL and original filings). Macro and news items link to their sources. Red indicates an increase and green a decrease.


SEC EDGAR: 10-Q (2026-10-30), 8-K earnings release (2026-10-29), 8-K note issuances (2026-07-09, 2026-09-14)

TheStreet (republished by Yahoo Finance, 2026-11-10): October CPI, FOMC and hike probabilities

The Next Web (2026-11-11): Anthropic IPO terms

Spaceflight Now (2026-11-15): Vulcan launch failure

Constellation Research (2026-10-29): Q3 consensus and earnings call remarks

LPL Research (weekly note for 2026-11-06; original could not be opened, based on search summary)

Prices, peers, consensus and rating changes from yfinance as of the 2026-11-13 close, subject to delay

Financial data are taken from original SEC EDGAR filings. Market data are delayed, and the sources are stated in each report.

Ratings represent our research opinions, are intended for all readers and do not constitute personal recommendations to buy or sell. Investing involves risk, and investment decisions remain the responsibility of the reader.