Flex Ltd (FLEX)

Scaling with NVIDIA and AI Capex Upcycle



Tradingview

Technical Outlook

In the retracement phase. After forming an all-time-high (ATH) at USD72.22, price retraced toward the USD60.97-63.09 support zone, forming a higher-low. Price is anticipated to retest its ATH resistance at USD72.22, followed by its next resistance at USD76.45 (Fibonacci extension level 1.618). A break below the USD60.97-63.09 support zone will invalidate the setup.

Trading Catalysts

- **Beneficiary of AI and data centre capex upcycle.** FLEX is increasingly leveraged to the global AI infrastructure buildout, with its data centre segment projected to grow 35% YoY in FY26 following 50% growth in FY25. Its integrated power, cooling and compute offerings position the group to capture higher value content as hyperscalers accelerate AI-driven capacity expansion.

- **Strategic partnership with NVIDIA.** FLEX's collaboration with NVIDIA on modular AI data centre systems and advanced power infrastructure enhances the group's exposure to next-generation AI factories.

- **Margin and earnings resilience.** FLEX has maintained operating margin at 6.2% in 2QFY26 and guided for further margin expansion in FY26, underscoring strong execution and pricing discipline across its global manufacturing footprint. The group also beat expectations in 2QFY26, posting adjusted EPS of USD0.79 (+5% vs consensus) and revenue of USD6.8bn, with continued execution in high-growth segments supports confidence in forward earnings momentum.

Peer Comparison

Company Name	Ticker	Price (USD)	Market Cap (USD'bn)	P/E (x)	Forward P/E (x)	ROE (%)	NP Margin (%)	RSI	ST Trend
FLEX LTD	**FLEX**	**63.0**	**23.3**	**24.6**	**19.1**	**17.5**	**3.2**	**Negative bias**	**Up**
EATON CORP PLC	ETN	316.0	122.7	29.7	23.7	20.7	15.3	Negative bias	Down
BENCHMARK ELECTR	BHE	43.9	1.6	30.5	18.1	3.4	2.4	Negative bias	Down
JABIL INC	JBL	217.0	23.2	24.6	18.2	47.9	2.2	Positive bias	Up
Avg ex-FLEX LTD			**49.2**	**28.3**	**0.0**	**24.0**	**6.6**		

Source: Bloomberg, M+ Research

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Flex Ltd

Company profile

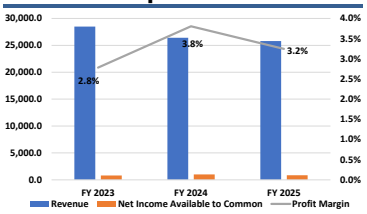
Flex Ltd provides technology innovation, supply chain, and manufacturing solutions to data center, communications, enterprise, consumer, automotive, industrial, healthcare, industrial, and power industries, with operations across 30 countries.

Technical Data

Price	63.04
R1	72.22
R2	76.45
S1	63.09
S2	60.97

M+ Research, Bloomberg

Financial Snapshot



M+ Research, Bloomberg

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(a) nil.