

Tech Sector Diagnostics: Cloud Computing

23 March 2026

Semiconductor | Systems & Networking | [Cloud](#) | Software

1) Who is priced for perfection vs. slowdown?

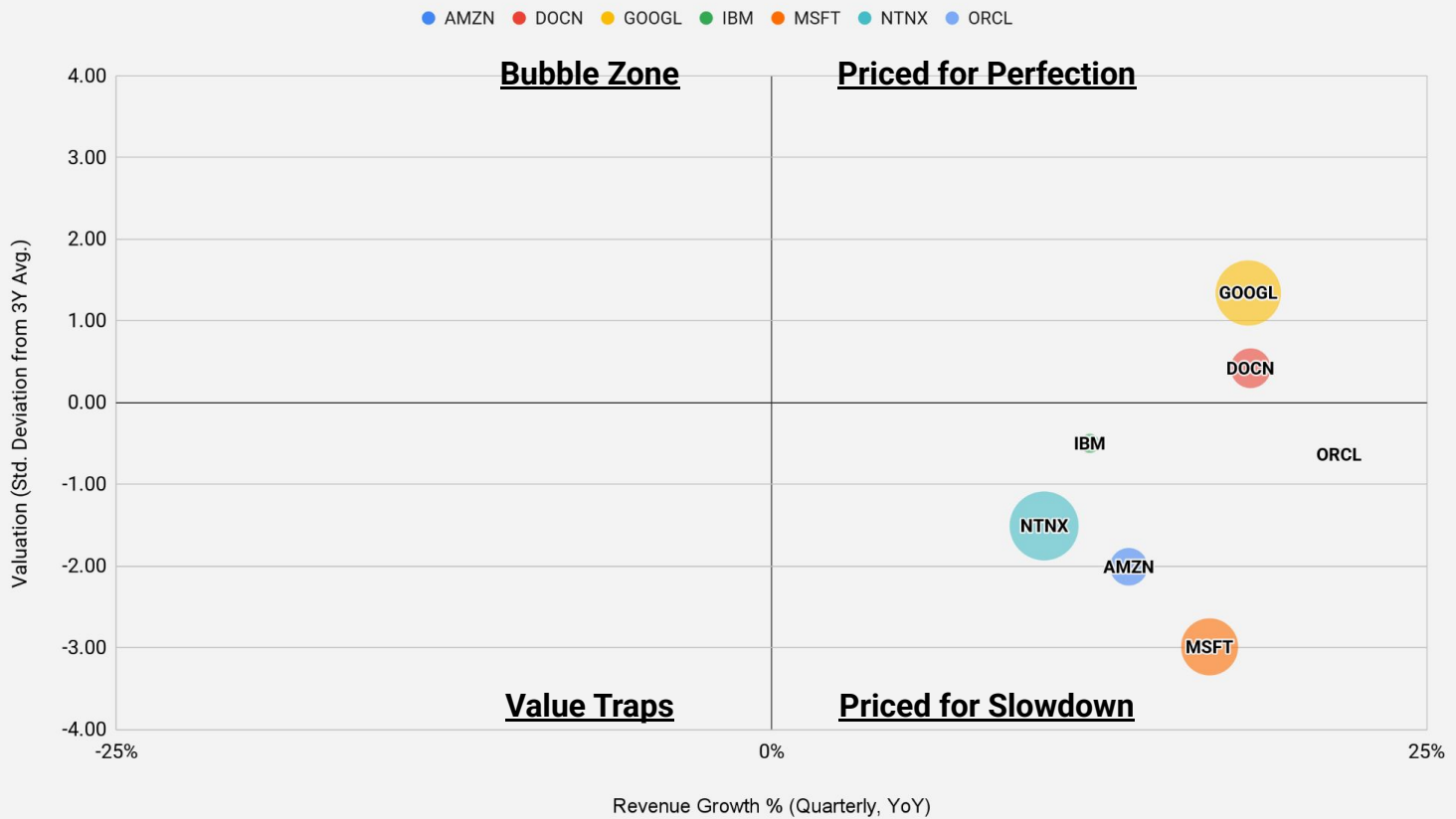
Next Issue:
Enterprise Software
(30 March 2026)

Hyperscaler: Microsoft, Amazon, Alphabet, Oracle

Multicloud: DigitalOcean, IBM, Nutanix

Valuation Premium vs Revenue Growth

Y-Axis: Current Valuation (Std. Deviation from 3-Year Avg.) | X-Axis: Revenue Growth YoY



Note: 1) Valuation based on EV/EBITDA; 2) Bubble size = Return on Invested Capital

2) Who is leading—and lagging—the market narrative?

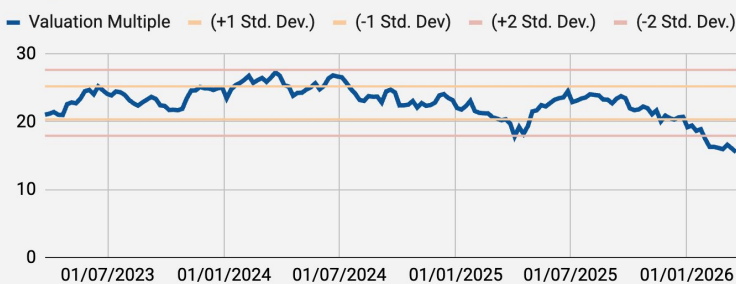
Get the full 50-company valuation audit. Join our Pro Tier Waitlist ([link](#)).

Company	Segment	Revenue Growth	Valuation Premium to 3Y Avg. (Std. Deviation)	Implied Mean Reversion Potential	Market Narrative
Amazon	Hyperscaler	14%	-2.01	30%	AWS AI-led re-acceleration and retail margin expansion via logistics automation; seen as a value "catch-up" play after 2025 underperformance.
Alphabet	Hyperscaler	18%	1.34	-20%	Dominant Cloud growth and "Agentic AI" leadership (Gemini 3) offsetting search disruption fears, though massive CapEx levels test investor patience.
Microsoft	Hyperscaler	17%	-2.99	47%	Azure AI and Copilot transitioning from experimentation to industrial-scale monetization; massive \$150B CapEx run-rate and power grid constraints test the "AI payback" narrative.
Oracle	Hyperscaler	22%	-0.64	17%	Aggressive OCI expansion and multi-cloud partnerships (OpenAI/AWS) driving record backlog; market focus on converting RPO into cash flow to offset heavy debt.
IBM	Hybrid Multicloud	12%	-0.50	7%	IBM is being viewed as a steadier enterprise AI enabler, with Confluent strengthening its data stack, though Red Hat growth moderation is still a watchpoint
DigitalOcean	Hybrid Multicloud	18%	0.42	-14%	Evolution into a high-performance "Inference Cloud" for startups; leveraging Paperspace to capture the SMB AI wave while scaling toward a "Path to 30%" growth target.
Nutanix	Hybrid Multicloud	10%	-1.51	237%	Seen as executing well in hybrid multicloud with solid ARR and margin progress, but near-term revenue timing is being constrained by server supply issues.

3) Which of the Big 3 is capturing the AI premium?

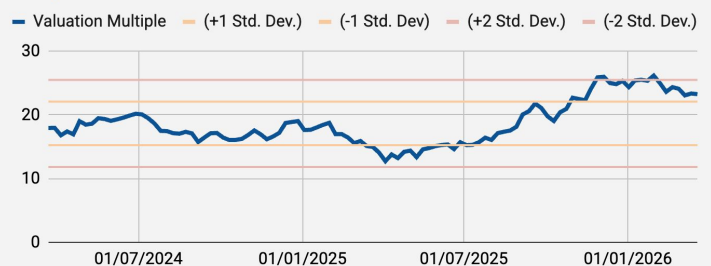
Microsoft - Valuation Momentum

EV / EBITDA



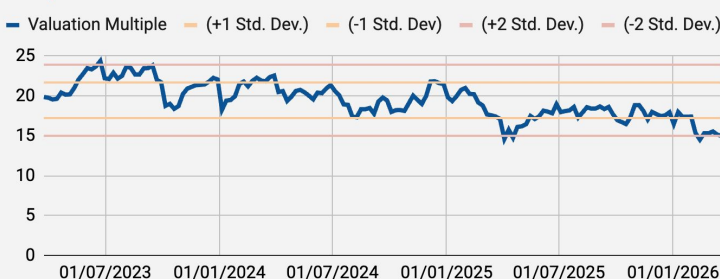
Alphabet - Valuation Momentum

EV / EBITDA



Amazon - Valuation Momentum

EV / EBITDA



We are launching our **Pro Tier**, providing the weekly audit of 50+ market leaders across Semiconductors, Systems & Networking, Cloud, and Software.

Pro Tier includes our 50-company quant analysis, narrative teardown and mean reversion signals.

Join the Priority Waitlist ([link](#)) to lock in our \$25/mo "Charter Member" pricing (Regularly \$55/mo).