

Chip maker Qualcomm buying NXP Semiconductors in \$38.1B deal

October 27 2016



In this Nov. 2, 2011, file photo, a sign sits atop the Qualcomm headquarters building in San Diego. Chip maker Qualcomm is buying NXP Semiconductors N.V. in a deal valued at approximately \$38.1 billion announced Thursday, Oct. 27, 2016. (AP Photo/Gregory Bull, File)

Smartphone chipmaker Qualcomm is buying NXP Semiconductors N.V. in a deal valued at approximately \$38 billion.

NXP shareholders will receive \$110 per share for each share they own.

That's an 11.5 percent premium to the company's Wednesday closing price of \$98.66. The companies put the [deal](#)'s total value at about \$47 billion.

The combined [company](#) is expected to have annual revenues of more than \$30 billion.

The boards of both companies approved the transaction, which is targeted to close by the end of 2017.

Shares of Qualcomm Inc., which is based in San Diego, climbed more than 2 percent before the opening bell Thursday. Shares of NXP, based in Eindhoven, Netherlands, gained more than 2 percent.

© 2016 The Associated Press. All rights reserved.

Citation: Chip maker Qualcomm buying NXP Semiconductors in \$38.1B deal (2016, October 27) retrieved 24 April 2024 from <https://phys.org/news/2016-10-chip-maker-qualcomm-nxp-semiconductors.html>

This document is subject to copyright. Apart from any fair dealing for the purpose of private study or research, no part may be reproduced without the written permission. The content is provided for information purposes only.