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## **Recording of Interest Expense, FX Loss, Gain on Expiration of Stock Acquisition Rights, Impairment Loss, & Business Restructuring Expense**

JDI recorded the following items in its FY26/3 Q1 earnings announced today.

### **1. Interest Expense & FX Loss (Non-Operating Expense)**

JDI recorded FY26/3 Q1 interest expense on short-term borrowings of JPY 1,873 million as a non-operating expense.

JDI also recorded a FY26/3 Q1 FX loss of JPY 998 million as a non-operating expense. The FX loss was the result of gains generated from the settlement of foreign currency-denominated financial assets and liabilities held by JDI, and the remeasurement of the JPY value of these assets and liabilities on the last day of the accounting period.

### **2. Gain on Expiration of Stock Acquisition Rights (Extraordinary Gain)**

JDI recorded a FY26/3 Q1 reversal gain of JPY 27 million as extraordinary income, following the lapse of a portion of stock acquisition rights due to the exercise period expiration.

### **3. Impairment Loss & Business Restructuring Expense (Extraordinary Loss)**

JDI recorded a FY26/3 Q1 impairment loss of JPY 370 million due to the decline in profitability of display production.

JDI also recorded FY26/3 Q1 business restructuring expenses of JPY 7,621 million related to the scheduled production end at the Mobarab Fab by December 2025 and the associated voluntary retirement program.

### **4. Earnings Impact**

The non-operating expense, extraordinary gain, and extraordinary loss are reflected in JDI's FY26/3 Q1 earnings announced today.