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## FY26/3 Q1 Earnings

August 8, 2025

**Japan Display Inc. (JDI)** (Tokyo Stock Exchange Prime Market, 6740)

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Supplemental Explanatory Materials for Earnings Results: Available

Earnings Results Briefing: August 8, 2025 (for institutional investors and analysts – Japanese only)

### 1. FY26/3 Q1 Consolidated Financial Results (April 1, 2025 to June 30, 2025)

#### (1) Consolidated Financial Results

	Sales (JPY M) YoY	EBITDA (JPY M) YoY	Operating Profit (JPY M) YoY	Recurring Profit (JPY M) YoY	Net Income (JPY M) YoY
FY26/3 Q1	32,443 -42.0%	-8,088 –	-9,154 –	-11,986 –	-20,256 –
FY25/3 Q1	55,917 5.5%	-6,010 –	-7,043 –	-7,855 –	-6,504 –

EBITDA = Operating Profit + Depreciation

(Reference) Comprehensive Income FY26/3 Q1: JPY -19,824M FY25/3 Q1: JPY -4,983M

	EPS (Basic, JPY)	EPS (Diluted, JPY)
FY26/3 Q1	-3.27	–
FY25/3 Q1	-1.05	–

#### (2) Consolidated Financial Position

	Total Assets (JPY M)	Net Assets (JPY M)	Shareholders' Equity Ratio
FY26/3 Q1	141,390	-12,962	-9.3%
FY25/3	148,031	6,890	4.5%

(Reference) Shareholders' Equity FY26/3 Q1: JPY -13,175M FY25/3: JPY 6,649M

#### (3) Consolidated Cash Flows

	Cash Flows from Operations (JPY M)	Cash Flows from Investments (JPY M)	Cash Flows from Financing (JPY M)	Cash and Cash Equivalents at Period-End (JPY M)
FY26/3 Q1	-9,982	11,792	5,448	27,654
FY25/3 Q1	-116	3,396	-148	33,258

## 2. Dividends

	Dividend per Share (JPY)				
	Q1	Q2	Q3	Q4	Total
FY25/3	—	0.00	—	0.00	0.00
FY26/3	—				
FY26/3 (Forecast)		0.00	—	0.00	0.00

Note 1. Changes from the most recently announced dividend forecast: None  
2. The above shows dividends for common shares. For preferred shares, please see "4. Other Information (5) Dividends for Preferred Shares" below.

## 3. FY26/3 Consolidated Earnings Forecast

JDI is currently taking a number of actions to grow its earnings and strengthen its financial position. As the timing and specific details of these actions are anticipated to significantly influence this year's performance, JDI is not disclosing a FY26/3 consolidated earnings forecast at this time. JDI will promptly disclose the forecast as soon as the outcomes from these actions become disclosable.

For more information, please see "5. Earnings Outlook" on page 3.

## 4. Other Information

- (1) Significant changes in the scope of consolidation during the period: None
- Newly included: None
  - Excluded: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatements
- (i) Accounting policy changes based on amendments to accounting standards: None
  - (ii) Accounting policy changes other than (i) above: None
  - (iii) Accounting estimate changes: Yes
  - (iv) Restatements: None
- (4) Number of shares outstanding
- (i) Number of shares outstanding (including treasury shares) at period-end
    - FY26/3 Q1: 3,880,393,562
    - FY25/3: 3,880,393,562
  - (ii) Number of treasury shares at period-end
    - FY26/3 Q1: 67
    - FY25/3: 67
  - (iii) Average number of shares outstanding (excluding treasury shares) during the period
    - FY26/3 Q1: 6,188,721,284
    - FY25/3 Q1: 6,188,721,284

Note All preferred shares have the same rights as common shares with regard to rights to receive dividends, and are therefore included in the number of shares outstanding.

(5) Dividends for Preferred Shares

Class E Preferred Shares	Dividend per Share (JPY)				
	Q1	Q2	Q3	Q4	Total
FY25/3	—	0.00	—	0.00	0.00
FY26/3	—				
FY26/3 (Forecast)		0.00	—	0.00	0.00

(6) Note on Appropriate Use of Forecasts

Forward-looking statements contained in these materials are based on judgements regarding information available to JDI as of the announcement date. However, these statements involve risk and uncertainties, and actual earnings may differ significantly from the indicated forecasts.

## 5. Earnings Outlook

To drive a rapid earnings recovery, JDI is working to further reduce fixed costs by ending production at its Mobara Fab, reducing its workforce, and reducing executive compensation and bonuses and employee bonuses. Additionally, via its BEYOND DISPLAY growth strategy announced in November 2024, JDI is executing a significant transformation in its business model, earnings structure, and profitability.

To improve its financial health and stabilize its cash flows, JDI issued its 14th stock acquisition rights through a third-party allotment to Ichigo Trust (“Ichigo”) on July 15, 2025. In addition, JDI transferred all shares of a subsidiary that had received part of JDI’s intellectual property to a subsidiary of Ichigo on July 30, 2025. Furthermore, JDI signed a MOU on May 15, 2025 to sell the Mobara Fab to Ichigo – discussions toward finalizing the agreement are currently ongoing. Through these initiatives, JDI is working to secure funds for loan repayment, working capital, and growth investments and generate a positive net asset position.

As the timing and specific details of these actions are anticipated to significantly influence this year’s performance, JDI is not disclosing a FY26/3 consolidated earnings forecast at this time. JDI will promptly disclose the forecast as soon as there is heightened visibility on the details of these actions’ earnings outcomes this year.

JDI is committed to executing its business model transformation and transitioning to a management structure aligned with its business scale, with the goal of delivering operating profitability from FY27/3.

## 6. Consolidated Financial Statements

### (1) Consolidated Balance Sheet (FY26/3 Q1)

(JPY million)

	FY25/3 (Mar 31, 2025)	FY26/3 Q1 (June 30, 2025)
<b>Assets</b>		
<b>Current Assets</b>		
Cash and deposits	21,073	28,167
Accounts receivable – trade	22,800	16,450
Accounts receivable – other	7,379	5,961
Finished products and goods	14,025	9,112
Work in process	11,465	13,642
Raw materials and supplies	18,584	16,348
Other	4,916	5,380
Allowance for doubtful accounts	-90	-141
<b>Total Current Assets</b>	<b>100,156</b>	<b>94,921</b>
<b>Non-Current Assets</b>		
<b>Property, Plant, and Equipment</b>		
Buildings and structures, net	30,491	29,941
Machinery, equipment, and vehicles, net	1,845	1,720
Land	6,509	6,509
Lease assets, net	693	632
Construction in progress	1,523	1,037
Other, net	938	921
<b>Total Property, Plant, and Equipment</b>	<b>42,001</b>	<b>40,763</b>
<b>Intangible assets</b>		
Other	1,190	1,147
<b>Total Intangible Assets</b>	<b>1,190</b>	<b>1,147</b>
<b>Investments and Other Assets</b>		
Securities investments	3,110	3,054
Other	1,573	1,504
Allowance for doubtful accounts	-1	-1
<b>Total Investments and Other Assets</b>	<b>4,682</b>	<b>4,557</b>
<b>Total Non-Current Assets</b>	<b>47,875</b>	<b>46,469</b>
<b>Total Assets</b>	<b>148,031</b>	<b>141,390</b>

(JPY million)

	FY25/3 (Mar 31, 2025)	FY26/3 Q1 (June 30, 2025)
<b><u>Liabilities</u></b>		
<b>Current Liabilities</b>		
Accounts payable	28,160	21,936
Short-term loans payable	59,500	65,000
Accounts payable - other	7,109	5,007
Income tax payable	77	68
EMS finished products and goods repurchase commitments	8,290	7,301
Provision for bonuses	1,392	646
Advances received	7,176	19,484
Provision for business restructuring	3,451	13,346
Provision for contract losses	3,273	3,863
Other	6,416	6,437
<b>Total Current Liabilities</b>	<b>124,850</b>	<b>143,093</b>
<b>Fixed Liabilities</b>		
Long-term income tax payable	11	11
Provision for business restructuring	10,351	6,588
Defined benefit pension liability	2,244	2,086
Other	3,683	2,574
<b>Total Fixed Liabilities</b>	<b>16,291</b>	<b>11,259</b>
<b>Total Liabilities</b>	<b>141,141</b>	<b>154,353</b>
<b><u>Net Assets</u></b>		
<b>Shareholders' Equity</b>		
Capital	100	100
Capital reserve	141,205	141,205
Retained earnings	-144,664	-164,921
Treasury shares	0	0
<b>Total Shareholders' Equity</b>	<b>-3,358</b>	<b>-23,615</b>
<b>Accumulated Other Comprehensive Income</b>		
Valuation difference on other securities	—	0
Foreign currency translation adjustment	5,948	6,540
Adjusted value of defined benefit pension	4,059	3,899
<b>Total Accumulated Other Comprehensive Income</b>	<b>10,008</b>	<b>10,440</b>
<b>Stock Acquisition Rights</b>	<b>240</b>	<b>212</b>
<b>Total Net Assets</b>	<b>6,890</b>	<b>-12,962</b>
<b>Total Liabilities &amp; Net Assets</b>	<b>148,031</b>	<b>141,390</b>

(2) Consolidated Income Statement (FY26/3 Q1)

(JPY million)

	FY25/3 Q1 (Apr 1, 2024 to June 30, 2024)	FY26/3 Q1 (Apr 1, 2025 to June 30, 2025)
<b>Sales</b>	<b>55,917</b>	<b>32,443</b>
<b>Cost of Goods Sold</b>	<b>55,682</b>	<b>36,017</b>
<b>Gross Profit (Loss)</b>	<b>234</b>	<b>-3,574</b>
<b>SG&amp;A</b>	<b>7,278</b>	<b>5,579</b>
<b>Operating Profit (Loss)</b>	<b>-7,043</b>	<b>-9,154</b>
<b>Non-Operating Income</b>		
Interest income	52	28
Foreign exchange gains	190	—
Rental income	48	38
Business services income	—	94
Other	334	67
<b>Total Non-Operating Income</b>	<b>625</b>	<b>229</b>
<b>Non-Operating Expenses</b>		
Interest expense	849	1,873
Foreign exchange loss	—	998
Other	587	189
<b>Total Non-Operating Expenses</b>	<b>1,437</b>	<b>3,061</b>
<b>Recurring Profit (Loss)</b>	<b>-7,855</b>	<b>-11,986</b>
<b>Extraordinary Income</b>		
Gain on sale of fixed assets	1,736	0
Gain on expiration of stock acquisition rights	—	27
<b>Total Extraordinary Income</b>	<b>1,736</b>	<b>28</b>
<b>Extraordinary Losses</b>		
Impairment loss	83	370
Business restructuring expenses	—	7,621
<b>Total Extraordinary Losses</b>	<b>83</b>	<b>7,992</b>
<b>Pre-Tax Income (Loss)</b>	<b>-6,202</b>	<b>-19,951</b>
<b>Income Taxes</b>	<b>302</b>	<b>305</b>
<b>Pre-Minority Interest Net Income (Loss)</b>	<b>-6,504</b>	<b>-20,256</b>
<b>Net Income (Loss)</b>	<b>-6,504</b>	<b>-20,256</b>

## Consolidated Statement of Comprehensive Income (FY26/3 Q1)

	(JPY million)	
	FY25/3 Q1 (Apr 1, 2024 to June 30, 2024)	FY26/3 Q1 (Apr 1, 2025 to June 30, 2025)
<b>Net Income (Loss)</b>	<b>-6,504</b>	<b>-20,256</b>
<b>Other Comprehensive Income</b>		
Valuation difference on other securities	0	0
Foreign currency translation adjustment	1,676	591
Adjusted value of defined benefit pension, net of tax	-155	-160
<b>Total Other Comprehensive Income</b>	<b>1,520</b>	<b>432</b>
<b>Comprehensive Income</b>	<b>-4,983</b>	<b>-19,824</b>
of which, Comprehensive Income attributable to JDI shareholders	-4,983	-19,824

### (3) Consolidated Cash Flow Statement (FY26/3 Q1)

	(JPY million)	
	FY25/3 Q1 (Apr 1, 2024 to June 30, 2024)	FY26/3 Q1 (Apr 1, 2025 to June 30, 2025)
<b>Cash Flows from Operations</b>		
Pre-Tax Income (loss)	-6,202	-19,951
Depreciation	1,046	1,072
Impairment loss	83	370
Change in allowance for doubtful accounts	-0	49
Interest expense	849	1,873
Foreign exchange valuation (negative = gain)	-591	231
Subsidy income	-51	—
Gain on expiration of stock acquisition rights	—	-27
Sale of fixed assets (negative = gain)	-1,736	-0
Business restructuring expenses	—	7,621
Change in trade receivables (negative = increase)	4,806	6,418
Change in inventories (negative = increase)	3,366	4,970
Change in trade payables	-3,529	-5,943
Change in other accounts receivable (negative = increase)	3,700	1,418
Change in consumption tax refunds receivable (negative = increase)	1,321	737
Change in other accounts payable	-458	-2,129
Change in accrued expenses	506	-936
Change in advances received	450	483
Change in benefit pension liability	-367	-318
Other	-2,205	-4,047
<b>Subtotal</b>	<b>989</b>	<b>-8,109</b>
Interest and dividends received	52	30
Interest paid	-840	-1,680
Income taxes paid	-318	-223
<b>Net Cash from (Used for) Operations</b>	<b>-116</b>	<b>-9,982</b>



	(JPY million)	
	FY25/3 Q1 (Apr 1, 2024 to June 30, 2024)	FY26/3 Q1 (Apr 1, 2025 to June 30, 2025)
<b>Cash Flows from Investments</b>		
Advance proceeds from sale of fixed assets	—	3,816
Advance proceeds from sale of subsidiary shares	—	8,000
Purchase of fixed assets	-1,871	-115
Proceeds from sale of fixed assets	5,850	0
Proceeds from sales of investment securities	—	-40
Change in time deposits	-43	127
Payments of leasehold and guarantee deposits	-0	-12
Other	-538	16
<b>Net Cash from (Used for) Investments</b>	<b>3,396</b>	<b>11,792</b>
<b>Cash Flows from Financing</b>		
Net change in short-term borrowings	—	5,500
Repayments of lease obligations	-148	-51
<b>Net Cash from (Used for) Financing</b>	<b>-148</b>	<b>5,448</b>
<b>Effect of Exchange Rate change on Cash &amp; Cash Equivalents</b>	<b>1,401</b>	<b>-36</b>
<b>Net Change in Cash &amp; Cash Equivalents</b>	<b>4,532</b>	<b>7,221</b>
<b>Cash &amp; Cash Equivalents at Beginning of Period</b>	<b>28,725</b>	<b>20,432</b>
<b>Cash &amp; Cash Equivalents at End of Period</b>	<b>33,258</b>	<b>27,654</b>

## Supplemental Information (Quarterly Consolidated Data)

### (1) Consolidated Earnings

(JPY million)		FY25/3				FY26/3			
		Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
	Consumer/Industrial	22,270	16,059	11,755	12,068	6,278			
	Automotive	33,646	30,936	28,790	32,483	26,164			
Sales <sup>1</sup>		55,917	46,996	40,546	44,552	32,443			
EBITDA <sup>2</sup>		-6,010	-7,436	-7,254	-12,347	-8,088			
Operating Profit		-7,043	-8,437	-8,253	-13,333	-9,154			
Recurring Profit		-7,855	-9,476	-8,715	-14,368	-11,986			
Net Income		-6,504	-10,317	-31,948	-29,450	-20,256			
EPS (Basic)		-1.05	-1.67	-5.16	-4.76	-3.27			
USD/JPY (Avg)		155.9	149.7	152.4	152.6	144.6			
USD/JPY (Q-End)		161.1	142.7	158.2	149.5	144.8			

<sup>1</sup> From FY26/3 Q1, JDI reclassified its sales categories by merging “Smartwatch/VR” and “LCD Smartphone” into “Consumer/Industrial,” reflecting the LCD smartphone business downsizing. Figures for FY25/3 have also been reclassified accordingly for comparison purposes.

<sup>2</sup> EBITDA = Operating Profit + Depreciation

### (2) Financial Position

(JPY million)		FY25/3				FY26/3			
		Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Assets		212,016	197,152	176,456	148,031	141,390			
Liabilities		131,339	129,841	139,317	141,141	154,353			
Net Assets		80,677	67,310	37,139	6,890	-12,962			
Shareholder Equity Ratio		37.9%	34.0%	20.9%	4.5%	-9.3%			
Operating CF		-116	-16,428	-2,753	-6,151	-9,982			
Investing CF		3,396	-1,235	-6,567	-3,754	11,792			
Financing CF		-148	10,445	7,960	7,437	5,448			
Ending Cash Bal.		33,258	23,682	23,753	20,432	27,654			
Free Cash Flow		-1,987	-17,775	-6,229	-9,973	-10,097			

### (3) R&D & Depreciation

(JPY million)		FY25/3				FY26/3			
		Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
R&D		2,998	3,249	3,061	2,308	2,083			
Depreciation		1,046	1,014	1,012	995	1,072			