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FY26/3 H1 Earnings

November 13, 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: November 13, 2025

(for institutional investors and analysts - Japanese only)

1. FY26/3 H1 Consolidated Financial Results (April 1, 2025 to September 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 H1	66,430 -35.5%	-12,361 –	-14,432 –	-19,100 –	-11,363 –
FY25/3 H1	102,913 -14.2%	-13,446 –	-15,481 –	-17,331 –	-16,821 –

EBITDA = Operating Profit + Depreciation

(Reference) Comprehensive Income FY26/3 H1: JPY -10,820M FY25/3 H1: JPY -18,350M

	EPS (Basic, JPY)	EPS (Diluted, JPY)
FY26/3 H1	-1.84	–
FY25/3 H1	-2.72	–

(2) Consolidated Financial Position

	Total Assets (JPY M)	Net Assets (JPY M)	Shareholders' Equity Ratio
FY26/3 H1	149,426	-4,065	-2.8%
FY25/3	148,031	6,890	4.5%

(Reference) Shareholders' Equity FY26/3 H1: JPY -4,171M 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 H1	-12,800	22,177	5,375	35,720
FY25/3 H1	-16,544	2,160	10,296	23,682

2. Dividends

	Dividend per Share (JPY)				
	Q1	Q2	Q3	Q4	Total
FY25/3	—	0.00	—	0.00	0.00
FY26/3	—	0.00			
FY26/3 (Forecast)			—	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 semi-annual 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 H1: 3,880,393,562
 - FY25/3: 3,880,393,562
 - (ii) Number of treasury shares at period-end
 - FY26/3 H1: 67
 - FY25/3: 67
 - (iii) Average number of shares outstanding (excluding treasury shares) during the period
 - FY26/3 H1: 6,188,721,284
 - FY25/3 H1: 6,188,721,284

Note All preferred shares outstanding 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	—	0.00			
FY26/3 (Forecast)			—	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

Under the BEYOND DISPLAY strategy announced in November 2024, JDI has been steadily advancing the transformation of its business model. In June 2025 JDI initiated a voluntary retirement program in Japan, which resulted in 1,483 applications by the end of the application period in August, reaching the targeted number of participants. This workforce reduction is expected to reduce annual personnel expenses by c. JPY 13.5 billion.

Additionally, JDI is implementing structural reforms, including ending production at the Mobara Fab by the end of 2025 and consolidating operations at the Ishikawa MULTI-FAB, with the aim of building a more efficient and flexible organizational structure.

To improve its financial health and strengthen its cash flows, JDI issued the 14th Stock Acquisition Rights through a third-party allotment to Ichigo Trust on July 15, 2025. In addition, on July 30, 2025 JDI transferred all shares of subsidiaries that had received certain intellectual property rights from JDI and its subsidiaries to a subsidiary of Ichigo Trust. Furthermore, on May 15, 2025 JDI reached a basic agreement to transfer the land and buildings of the Mobara Fab to Ichigo Trust, and discussions toward a final agreement are currently ongoing. These financial measures are intended not only to resolve negative equity but also repay borrowings and secure working capital and growth funds.

Meanwhile, the transfer of JDI's automotive business to a newly established subsidiary, originally scheduled for October 1, 2025, has been postponed to April 1, 2026, in order to accommodate organizational adjustments related to structural reforms and ongoing discussions with customers and business partners.

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 H1)

	(JPY million)	
	FY25/3 (Mar 31, 2025)	FY26/3 H1 (Sep 30, 2025)
Assets		
Current Assets		
Cash and deposits	21,073	37,288
Accounts receivable – trade	22,800	15,962
Accounts receivable – other	7,379	8,883
Finished products and goods	14,025	10,637
Work in process	11,465	14,280
Raw materials and supplies	18,584	14,663
Other	4,916	3,279
Allowance for doubtful accounts	-90	-140
Total Current Assets	100,156	104,853
Non-Current Assets		
Property, Plant, and Equipment		
Buildings and structures, net	30,491	29,561
Machinery, equipment, and vehicles, net	1,845	1,389
Land	6,509	6,509
Lease assets, net	693	571
Construction in progress	1,523	979
Other, net	938	820
Total Property, Plant, and Equipment	42,001	39,832
Intangible assets		
Other	1,190	374
Total Intangible Assets	1,190	374
Investments and Other Assets		
Securities investments	3,110	3,098
Other	1,573	1,269
Allowance for doubtful accounts	-1	-1
Total Investments and Other Assets	4,682	4,366
Total Non-Current Assets	47,875	44,572
Total Assets	148,031	149,426

(JPY million)

	FY25/3 (Mar 31, 2025)	FY26/3 H1 (Sep 30, 2025)
<u>Liabilities</u>		
Current Liabilities		
Accounts payable	28,160	24,975
Short-term loans payable	59,500	65,000
Accounts payable - other	7,109	11,233
Income tax payable	77	89
EMS finished products and goods repurchase commitments	8,290	7,855
Provision for bonuses	1,392	964
Advances received	7,176	11,601
Provision for business restructuring	3,451	13,634
Provision for contract losses	3,273	3,651
Other	6,416	7,179
Total Current Liabilities	124,850	146,185
Fixed Liabilities		
Long-term income tax payable	11	—
Provision for business restructuring	10,351	4,383
Defined benefit pension liability	2,244	7
Other	3,683	2,915
Total Fixed Liabilities	16,291	7,306
Total Liabilities	141,141	153,491
<u>Net Assets</u>		
Shareholders' Equity		
Capital	100	100
Capital reserve	141,205	141,205
Retained earnings	-144,664	-156,028
Treasury shares	0	0
Total Shareholders' Equity	-3,358	-14,722
Accumulated Other Comprehensive Income		
Valuation difference on other securities	—	0
Foreign currency translation adjustment	5,948	7,232
Adjusted value of defined benefit pension	4,059	3,318
Total Accumulated Other Comprehensive Income	10,008	10,551
Stock Acquisition Rights	240	105
Total Net Assets	6,890	-4,065
Total Liabilities & Net Assets	148,031	149,426

(2) Consolidated Income Statement (FY26/3 H1)

	(JPY million)	
	FY25/3 H1 (Apr 1, 2024 to Sep 30, 2024)	FY26/3 H1 (Apr 1, 2025 to Sep 30, 2025)
Sales	102,913	66,430
Cost of Goods Sold	103,615	69,395
Gross Profit (Loss)	-701	-2,964
SG&A	14,779	11,467
Operating Profit (Loss)	-15,481	-14,432
Non-Operating Income		
Interest income	95	86
Rental income	96	71
Business services income	—	94
Recoveries of written down receivables	410	—
Gain on sale of raw materials	97	246
Other	379	235
Total Non-Operating Income	1,079	734
Non-Operating Expenses		
Interest expense	1,788	3,919
Foreign exchange losses	50	830
Other	1,090	652
Total Non-Operating Expenses	2,929	5,402
Recurring Profit (Loss)	-17,331	-19,100
Extraordinary Income		
Gain on sale of fixed assets	1,823	19
Gain on sale of subsidiary shares	—	18,533
Gain on termination of retirement benefit plan	—	2,752
Gain on reversal of stock acquisition rights	—	234
Total Extraordinary Income	1,823	21,540
Extraordinary Losses		
Impairment loss	535	539
Decreased securities valuation (venture investment)	219	—
Business restructuring expenses	—	12,692
Total Extraordinary Losses	755	13,231
Pre-Tax Income (Loss)	-16,262	-10,792
Income Taxes	559	571
Pre-Minority Interest Net Income (Loss)	-16,821	-11,363
Net Income (Loss)	-16,821	-11,363

Consolidated Statement of Comprehensive Income (FY26/3 H1)

(JPY million)

	FY25/3 H1 (Apr 1, 2024 to Sep 30, 2024)	FY26/3 H1 (Apr 1, 2025 to Sep 30, 2025)
Net Income (Loss)	-16,821	-11,363
Other Comprehensive Income		
Valuation difference on other securities	-1	0
Foreign currency translation adjustment	-1,215	1,283
Adjusted value of defined benefit pension, net of tax	-312	-741
Total Other Comprehensive Income	-1,529	542
Comprehensive Income	-18,350	-10,820
of which, Comprehensive Income attributable to owners of the parent	-18,350	-10,820

Consolidated Income Statement (FY26/3 Q2 Stand-Alone)

	(JPY million)	
	FY25/3 Q2 (Jul 1, 2024 to Sep 30, 2024)	FY26/3 Q2 (Jul 1, 2025 to Sep 30, 2025)
Sales	46,996	33,987
Cost of Goods Sold	47,933	33,377
Gross Profit (Loss)	-936	609
SG&A	7,501	5,888
Operating Profit (Loss)	-8,437	-5,278
Non-Operating Income		
Interest income	42	57
Foreign exchange gains	—	167
Rental income	47	33
Recoveries of written down receivables	410	—
Gain on sales of raw materials	22	224
Other	121	189
Total Non-Operating Income	644	673
Non-Operating Expenses		
Interest expenses	938	2,046
Foreign exchange losses	241	—
Other	503	462
Total Non-Operating Expenses	1,683	2,508
Recurring Profit (Loss)	-9,476	-7,114
Extraordinary Income		
Gain on sale of fixed assets	87	19
Gain on sale of subsidiary shares	—	18,533
Gain on termination of retirement benefit plan	—	2,752
Gain on reversal of stock acquisition rights	—	206
Total Extraordinary Income	87	21,512
Extraordinary Losses		
Impairment loss	451	168
Decreased securities valuation (venture investment)	219	—
Business restructuring expenses	—	5,070
Total Extraordinary Losses	671	5,239
Pre-Tax Income (Loss)	-10,060	9,159
Income Taxes	256	265
Pre-Minority Interest Net Income (Loss)	-10,317	8,893
Net Income (Loss)	-10,317	8,893

(3) Consolidated Cash Flow Statement (FY26/3 H1)

(JPY million)

	FY25/3 H1 (Apr 1, 2024 to Sep 30, 2024)	FY26/3 H1 (Apr 1, 2025 to Sep 30, 2025)
Cash Flows from Operations		
Pre-Tax Income (loss)	-16,262	-10,792
Depreciation	2,061	2,090
Impairment loss	535	539
Change in allowance for doubtful accounts	-25	43
Interest expense	1,788	3,919
Foreign exchange valuation (negative = gain)	452	-47
Sale of fixed assets (negative = gain)	-1,823	-19
Sale of subsidiary shares (negative = gain)	—	-18,533
Gain on termination of retirement benefit plan	—	-2,752
Gain on reversal of stock acquisition rights	—	-234
Business restructuring expenses	—	12,692
Change in trade receivables (negative = increase)	4,919	7,241
Change in inventories (negative = increase)	2,155	4,692
Change in trade payables	-10,116	-3,237
Change in other accounts receivable (negative = increase)	5,829	-1,455
Change in consumption tax refunds receivable (negative = increase)	528	2,939
Change in other accounts payable	-1,403	-2,302
Change in accrued expenses	951	-1,201
Change in advances received	524	569
Change in benefit pension liability	-783	-225
Other	-3,509	-2,133
Subtotal	-14,176	-8,208
Interest and dividends received	97	87
Interest paid	-1,714	-3,664
Income taxes paid	-750	—
Income taxes refund	—	308
Additional retirement payments	—	-322
Business restructuring expenses paid	—	-1,001
Net Cash from (Used for) Operations	-16,544	-12,800

	(JPY million)	
	FY25/3 H1 (Apr 1, 2024 to Sep 30, 2024)	FY26/3 H1 (Apr 1, 2025 to Sep 30, 2025)
Cash Flows from Investments		
Purchase of fixed assets	-3,218	-206
Proceeds from sale of fixed assets	5,939	24
Advance proceeds from sale of fixed assets	—	3,816
Purchase of investment securities	—	-40
Change in time deposits	17	-927
Proceeds from sale of subsidiaries shares	—	20,000
Payments of leasehold and guarantee deposits	-15	-24
Other	-564	-465
Net Cash from (Used for) Investments	2,160	22,177
Cash Flows from Financing		
Net change in short-term borrowings	10,500	5,500
Repayments of lease obligations	-203	-224
Proceeds from issuance of stock acquisition rights	—	100
Net Cash from (Used for) Financing	10,296	5,375
Effect of Exchange Rate change on Cash & Cash Equivalents	-955	535
Net Change in Cash & Cash Equivalents	-5,042	15,287
Cash & Cash Equivalents at Beginning of Period	28,725	20,432
Cash & Cash Equivalents at End of Period	23,682	35,720

Consolidated Cash Flow Statement (FY26/3 Q2 Stand-Alone)

	(JPY million)	
	FY25/3 Q2 (Jul 1, 2024 to Sep 30, 2024)	FY26/3 Q2 (Jul 1, 2025 to Sep 30, 2025)
Cash Flows from Operations		
Pre-Tax Income (loss)	-10,060	9,159
Depreciation	1,014	1,018
Impairment loss	451	168
Change in allowance for doubtful accounts	-25	-5
Interest expenses	938	2,046
Foreign exchange valuation (negative = gain)	1,044	-279
Sale of fixed assets (negative = gain)	-87	-19
Sale of subsidiary shares (negative = gain)	—	-18,533
Gain on termination of retirement benefit plan	—	-2,752
Gain on expiration of stock acquisition rights	—	-206
Business restructuring expenses	—	5,070
Change in trade receivables (negative = increase)	113	823
Change in inventories (negative = increase)	-1,211	-278
Change in trade payable	-6,587	2,706
Change in other accounts receivable (negative = increase)	2,129	-2,874
Change in consumption tax refunds receivable (negative = increase)	-792	2,202
Change in other accounts payable	-945	-172
Change in accrued expenses	444	-264
Change in advances received	74	86
Change in benefit pension liability	-415	93
Other	-1,253	1,914
Subtotal	-15,166	-98
Interest and dividends received	44	56
Interest paid	-874	-1,984
Income taxes paid	-432	223
Income taxes refund	—	308
Additional retirement payments	—	-322
Business restructuring expenses paid	—	-1,001
Net Cash from (Used for) Operations	-16,428	-2,818

	(JPY million)	
	FY25/3 Q2 (Jul 1, 2024 to Sep 30, 2024)	FY26/3 Q2 (Jul 1, 2025 to Sep 30, 2025)
Cash Flows from Investments		
Purchase of fixed assets	-1,346	-90
Proceeds from sales of fixed assets	89	24
Change in time deposits	61	-1,054
Proceeds from sale of subsidiaries shares	—	12,000
Payments of leasehold and guarantee deposits	-14	-11
Other	-25	-481
Net Cash from (Used for) Investments	-1,235	10,385
Cash Flows from Financing		
Net Change in short-term borrowings	10,500	—
Repayments of lease obligations	-54	-173
Proceeds from issuance of stock acquisition rights	—	100
Net Cash from (Used for) Financing	10,445	-73
Effect of Exchange Rate change on Cash & Cash Equivalents	-2,356	572
Net Change in Cash & Cash Equivalents	-9,575	8,066
Cash & Cash Equivalents at Beginning of Period	33,258	27,654
Cash & Cash Equivalents at End of Period	23,682	35,720

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	7,219		
Automotive	33,646	30,936	28,790	32,483	26,164	26,768		
Sales ¹	55,917	46,996	40,546	44,552	32,443	33,987		
EBITDA ²	-6,010	-7,436	-7,254	-12,347	-8,088	-4,272		
Operating Profit	-7,043	-8,437	-8,253	-13,333	-9,154	-5,278		
Recurring Profit	-7,855	-9,476	-8,715	-14,368	-11,986	-7,114		
Net Income	-6,504	-10,317	-31,948	-29,450	-20,256	8,893		
EPS (Basic)	-1.05	-1.67	-5.16	-4.76	-3.27	1.44		
USD/JPY (Avg)	155.9	149.7	152.4	152.6	144.6	147.5		
USD/JPY (Q-End)	161.1	142.7	158.2	149.5	144.8	148.9		

¹ 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.

² 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	149,426		
Liabilities	131,339	129,841	139,317	141,141	154,353	153,491		
Net Assets	80,677	67,310	37,139	6,890	-12,962	-4,065		
Shareholder Equity Ratio	37.9%	34.0%	20.9%	4.5%	-9.3%	-2.8%		
Operating CF	-116	-16,428	-2,753	-6,151	-9,982	-2,818		
Investing CF	3,396	-1,235	-6,567	-3,754	11,792	10,385		
Financing CF	-148	10,445	7,960	7,437	5,448	-73		
Ending Cash Bal.	33,258	23,682	23,753	20,432	27,654	35,720		
Free Cash Flow	-1,987	-17,775	-6,229	-9,973	-10,097	-2,908		

(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	1,883		
Depreciation	1,046	1,014	1,012	995	1,072	1,018		