

[Provisional Translation Only]

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FY26/3 Earnings

May 14, 2026

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

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Annual General Meeting of Shareholders: June 24, 2026 (Scheduled)

Filing of FY26/3 Securities Report: June 23, 2026 (Scheduled)

Supplemental Explanatory Materials for Earnings Results: Available

Earnings Results Briefing: May 14, 2026

(for institutional investors and analysts - Japanese only)

1. FY26/3 Consolidated Financial Results (April 1, 2025 to March 31, 2026)

(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	132,328 -29.6%	-14,820 -	-18,692 -	-30,462 -	-19,810 -
FY25/3	188,012 -21.4%	-33,048 -	-37,068 -	-40,415 -	-78,220 -

EBITDA = Operating Profit + Depreciation

(Reference) Comprehensive Income FY26/3: JPY -14,168 M FY25/3: JPY -78,771M

	EPS (Basic, JPY)	EPS (Diluted, JPY)	Return on Equity	Return on Assets (Recurring Profit)	Operating Profit Margin
FY26/3	-3.20	-	-	-22.4%	-14.1%
FY25/3	-12.64	-	-169.9%	-21.7%	-19.7%

(2) Consolidated Financial Position

	Total Assets (JPY M)	Net Assets (JPY M)	Shareholders' Equity Ratio	Net Assets per Share (JPY)
FY26/3	124,248	-7,412	-6.1%	-10.17
FY25/3	148,031	6,890	4.5%	-7.88

(Reference) Shareholders' Equity FY26/3: JPY -7,518M 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	-23,197	22,762	5,050	27,186
FY25/3	-25,450	-8,161	25,693	20,432

2. Dividends

	Dividend per Share (JPY)					Total Dividend (JPY)	Payout Ratio	Dividend on Equity (DOE)
	Q1	Q2	Q3	Q4	Total			
FY25/3	–	0.00	–	0.00	0.00	–	–	–
FY26/3	–	0.00	–	0.00	0.00	–	–	–
FY27/3 (Forecast)	–	0.00	–	0.00	0.00		–	

Note The above shows dividends for common shares. For preferred shares, please see "4. Other Information (4) Dividends for Preferred Shares" below.

3. FY27/3 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 an FY27/3 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) 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

(3) Number of shares outstanding

- (i) Number of shares outstanding (including treasury shares) at period-end
 - FY26/3: 3,880,393,562
 - FY25/3: 3,880,393,562
- (ii) Number of treasury shares at period-end
 - FY26/3: 67
 - FY25/3: 67
- (iii) Average number of shares outstanding (excluding treasury shares) during the period
 - FY26/3: 6,188,721,284
 - FY25/3: 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.

(4) 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	–	0.00	0.00
FY27/3 (Forecast)	–	0.00	–	0.00	0.00

(5) 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.

[Reference] FY26/3 Non-Consolidated Financial Results (April 1, 2025 to March 31, 2026)

(1) Non-Consolidated Financial Results

	Sales (JPY M) YoY	Operating Profit (JPY M) YoY	Recurring Profit (JPY M) YoY	Net Income (JPY M) YoY	EPS (JPY)
FY26/3	114,980 -33.6%	-21,534 –	-20,055 –	-7,806 –	-1.26
FY25/3	173,226 -22.1%	-41,361 –	-44,826 –	-82,016 –	-13.25

(2) Non-Consolidated Financial Position

	Total Assets (JPY M)	Net Assets (JPY M)	Shareholders' Equity Ratio	Net Assets per Share (JPY)
FY26/3	92,706	-45,983	-49.7%	-16.40
FY25/3	114,332	-38,042	-33.5%	-15.14

(Reference) Shareholders' Equity FY26/3: JPY -46,089M FY25/3: JPY -38,283M

5. Earnings Outlook

As of the end of FY26/3, JDI had a negative net equity position. Returning to positive equity is thus JDI's highest priority.

To address this, JDI is negotiating with multiple potential buyers with respect to the sale of JDI's Mobara Fab and will continue to work to complete the sale. In addition, JDI raised c. JPY 9.6 billion through a partial exercise of JDI warrants (the 14th Stock Acquisition Rights) by Ichigo Trust on May 13, 2026. To further strengthen JDI's financial position, JDI is considering requesting Ichigo Trust to proceed with further warrant exercises.

As a result of the structural reforms implemented during FY26/3, JDI has strengthened its earnings structure, which is expected to contribute to stabilizing JDI's financial position and improving JDI's financial performance going forward.

Because JDI's financial results may be significantly affected by asset sales and warrant exercises, as well as the possibility of the launch of JDI-operated advanced display manufacturing fabs in the United States, JDI is not disclosing an FY27/3 consolidated earnings forecast at this time. JDI will promptly disclose the forecast once more information becomes available.

6. Consolidated Financial Statements

(1) Consolidated Balance Sheet (FY26/3)

	(JPY million)	
	FY25/3 (Mar 31, 2025)	FY26/3 (Mar 31, 2026)
Assets		
Current Assets		
Cash and deposits	21,073	27,755
Accounts receivable – trade	22,800	17,902
Accounts receivable – other	7,379	4,407
Finished products and goods	14,025	7,233
Work in process	11,465	8,903
Raw materials and supplies	18,584	11,330
Other	4,916	3,703
Allowance for doubtful accounts	-90	-196
Total Current Assets	100,156	81,039
Non-Current Assets		
Property, Plant, and Equipment		
Buildings and structures	95,968	96,084
Depreciation	-65,477	-67,552
Buildings and structures, net	30,491	28,532
Machinery, equipment, and vehicles	209,565	195,074
Depreciation	-207,719	-194,222
Machinery, equipment, and vehicles, net	1,845	852
Land	6,509	6,509
Lease assets	1,725	1,002
Depreciation	-1,032	-718
Lease assets, net	693	283
Construction in progress	1,523	1,000
Other	17,911	12,140
Depreciation	-16,973	-11,545
Other, net	938	594
Total Property, Plant, and Equipment	42,001	37,772
Intangible Assets		
Other	1,190	223
Total Intangible Assets	1,190	223
Investments and Other Assets		
Securities investments	3,110	113
Defined benefit pension assets	-	4,655
Deferred tax assets	525	168
Other	1,048	276
Allowance for doubtful accounts	-1	-1
Total Investments and Other Assets	4,682	5,212
Total Non-Current Assets	47,875	43,208
Total Assets	148,031	124,248

(JPY million)

	FY25/3 (Mar 31, 2025)	FY26/3 (Mar 31, 2026)
Liabilities		
Current Liabilities		
Accounts payable	28,160	20,236
Short-term loans payable	59,500	65,000
Accounts payable - other	7,109	6,928
Income tax payable	77	105
EMS finished products and goods repurchase commitments	8,290	4,277
Provision for bonuses	1,392	1,065
Advances received	7,176	16,241
Provision for business restructuring	3,451	7,360
Provision for contract losses	3,273	2,263
Other	6,416	4,383
Total Current Liabilities	124,850	127,862
Fixed Liabilities		
Long-term income tax payable	11	1
Provision for business restructuring	10,351	958
Defined benefit pension liability	2,244	146
Deferred tax liabilities	1,436	1,454
Other	2,247	1,237
Total Fixed Liabilities	16,291	3,799
Total Liabilities	141,141	131,661
Net Assets		
Shareholders' Equity		
Capital	100	100
Capital reserve	141,205	141,205
Retained earnings	-144,664	-164,475
Treasury shares	-0	-0
Total Shareholders' Equity	-3,358	-23,169
Accumulated Other Comprehensive Income		
Valuation difference on other securities	—	0
Foreign currency translation adjustment	5,948	8,617
Adjusted value of defined benefit pension	4,059	7,031
Total Accumulated Other Comprehensive Income	10,008	15,650
Stock Acquisition Rights	240	105
Total Net Assets	6,890	-7,412
Total Liabilities & Net Assets	148,031	124,248

(2) Consolidated Income Statement (FY26/3)

(JPY million)

	FY25/3 (Apr 1, 2024 to Mar 31, 2025)	FY26/3 (Apr 1, 2025 to Mar 31, 2026)
Sales	188,012	132,328
Cost of Goods Sold	197,663	129,762
Gross Profit (Loss)	-9,651	2,566
SG&A	27,416	21,259
Operating Profit (Loss)	-37,068	-18,692
Non-Operating Income		
Interest income	223	169
Foreign exchange gains	1,027	—
Business services income	—	251
Rental income	191	179
Recoveries of written down receivables	410	—
Gain on sale of non-current assets	82	336
Gain on sale of raw materials	125	432
Other	678	344
Total Non-Operating Income	2,738	1,714
Non-Operating Expenses		
Interest expense	4,409	8,733
Foreign exchange losses	—	35
Decreased securities valuation (venture investment)	8	3,284
Other	1,668	1,431
Total Non-Operating Expenses	6,086	13,484
Recurring Profit (Loss)	-40,415	-30,462
Extraordinary Income		
Gain on sale of fixed assets	1,830	85
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
Other	—	1,779
Total Extraordinary Income	1,830	23,386
Extraordinary Losses		
Impairment loss	21,563	1,972
Business restructuring expenses	16,693	9,423
Other	219	55
Total Extraordinary Losses	38,477	11,451
Pre-Tax Income (Loss)	-77,062	-18,528
Income Taxes	962	868
Income Taxes - Deferred	195	414
Total Income Taxes	1,158	1,282
Pre-Minority Interest Net Income (Loss)	-78,220	-19,810
Net Income (Loss)	-78,220	-19,810

Consolidated Statement of Comprehensive Income (FY26/3)

(JPY million)

	FY25/3 (Apr 1, 2024 to Mar 31, 2025)	FY26/3 (Apr 1, 2025 to Mar 31, 2026)
Net Income (Loss)	-78,220	-19,810
Other Comprehensive Income		
Valuation difference on other securities	-1	0
Foreign currency translation adjustment	-616	2,669
Adjusted value of defined benefit pension, net of tax	67	2,972
Total Other Comprehensive Income	-550	5,642
Comprehensive Income	-78,771	-14,168
of which, Comprehensive Income attributable to owners of the parent	-78,771	-14,168

(3) Consolidated Statement of Changes in Shareholders' Equity

FY25/3 (April 1, 2024 to March 31, 2025)

(JPY million)

	Shareholders' Equity				
	Capital	Capital Reserve	Retained Earnings	Treasury Shares	Total Shareholders' Equity
Balance as of Apr 1, 2024	100	141,205	-66,443	-0	74,862
Changes in the Current Period					
Net Income (Loss)			-78,220		-78,220
Changes in Items Other than Shareholders' Equity					
Total Changes	—	—	-78,220	—	-78,220
Balance as of Mar 31, 2025	100	141,205	-144,664	-0	-3,358

	Other Comprehensive Income				Stock Option	Total Net Assets
	Valuation Gain (Loss) on Other Securities	Foreign Currency Translation Adjustment	Valuation of Defined Benefit Plan	Total Other Comprehensive Income		
Balance as of Apr 1, 2024	1	6,564	3,992	10,558	240	85,661
Changes in the Current Period						
Net Income (Loss)						-78,220
Changes in Items other than Shareholders' Equity	-1	-616	67	-550	—	-550
Total Changes	-1	-616	67	-550	—	-78,771
Balance as of Mar 31, 2025	—	5,948	4,059	10,008	240	6,890

FY26/3 (April 1, 2025 to March 31, 2026)

(JPY million)

	Shareholders' Equity				
	Capital	Capital Reserve	Retained Earnings	Treasury Shares	Total Shareholders' Equity
Balance as of Apr 1, 2025	100	141,205	-144,664	-0	-3,358
Changes in the Current Period					
Net Income (Loss)			-19,810		-19,810
Changes in Items Other than Shareholders' Equity					
Total Changes	—	—	-19,810	—	-19,810
Balance as of Mar 31, 2026	100	141,205	-164,475	-0	-23,169

	Other Comprehensive Income				Stock Option	Total Net Assets
	Valuation Gain (Loss) on Other Securities	Foreign Currency Translation Adjustment	Valuation of Defined Benefit Plan	Total Other Comprehensive Income		
Balance as of Apr 1, 2025	—	5,948	4,059	10,008	240	6,890
Changes in the Current Period						
Net Income (Loss)						-19,810
Changes in Items other than Shareholders' Equity	0	2,669	2,972	5,642	-134	5,507
Total Changes	0	2,669	2,972	5,642	-134	-14,303
Balance as of Mar 31, 2026	0	8,617	7,031	15,650	105	-7,412

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

(JPY million)

	FY25/3 (Apr 1, 2024 to Mar 31, 2025)	FY26/3 (Apr 1, 2025 to Mar 31, 2026)
Cash Flows from Operations		
Pre-Tax Income (loss)	-77,062	-18,528
Depreciation	4,069	3,914
Impairment loss	21,563	1,972
Change in allowance for doubtful accounts	-30	87
Interest expense	4,409	8,733
Foreign exchange valuation (negative = gain)	55	-773
Sale of fixed assets (negative = gain)	-1,830	-85
Change in trade receivables (negative = increase)	6,291	6,118
Change in inventories (negative = increase)	16,292	17,335
Change in trade payables	-17,883	-8,706
Change in benefit pension asset	—	-4,003
Change in benefit pension liability	-1,873	3,626
Gain (loss) on valuation of investment securities	219	3,284
Sale of subsidiary shares (negative = gain)	—	-18,533
Gain on reversal of stock acquisition rights	—	-234
Business restructuring expenses	16,693	9,423
Gain on termination of retirement benefit plan	—	-2,752
Change in advances received	4,091	5,119
Change in other accounts receivable (negative = increase)	10,564	3,037
Change in other accounts payable	-1,522	-2,625
Change in accrued expenses	-789	-1,576
Change in consumption tax refunds receivable (negative = increase)	1,224	1,438
Other	-4,722	-9,065
Subtotal	-20,238	-2,793
Interest and dividends received	223	174
Interest paid	-4,162	-8,354
Additional retirement payments	—	-6,442
Income taxes paid	-1,273	-209
Business restructuring expenses paid	—	-5,570
Net Cash from (Used for) Operations	-25,450	-23,197

(JPY million)

	FY25/3 (Apr 1, 2024 to Mar 31, 2025)	FY26/3 (Apr 1, 2025 to Mar 31, 2026)
Cash Flows from Investments		
Purchase of investment securities	-3,018	-40
Purchase of fixed assets	-10,514	-1,194
Proceeds from sale of fixed assets	5,946	90
Advance proceeds from sale of fixed assets	—	3,816
Change in time deposits	-27	71
Proceeds from sale of subsidiaries shares	—	20,000
Payments of leasehold and guarantee deposits	-22	-89
Other	-525	107
Net Cash from (Used for) Investments	-8,161	22,762
Cash Flows from Financing		
Net change in short-term borrowings	26,000	5,500
Repayments of lease obligations	-306	-549
Proceeds from issuance of stock acquisition rights	—	100
Net Cash from (Used for) Financing	25,693	5,050
Effect of Exchange Rate change on Cash & Cash Equivalents	-374	2,137
Net Change in Cash & Cash Equivalents	-8,292	6,753
Cash & Cash Equivalents at Beginning of Period	28,725	20,432
Cash & Cash Equivalents at End of Period	20,432	27,186

(5) **Significant Subsequent Events**

Exercise of Stock Acquisition Rights

Please refer to the May 13, 2026 release “Partial Exercise of 14th Stock Acquisition Rights (Warrants).”

Reduction of Capital and Capital Reserve, and Surplus Appropriation

Please refer to today’s release “Capital Reduction and Surplus Appropriation.”

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	4,960	5,075
Automotive	33,646	30,936	28,790	32,483	26,164	26,768	25,885	29,976
Sales ¹	55,917	46,996	40,546	44,552	32,443	33,987	30,846	35,051
EBITDA ²	-6,010	-7,436	-7,254	-12,347	-8,088	-4,272	-3,338	879
Operating Profit	-7,043	-8,437	-8,253	-13,333	-9,154	-5,278	-4,297	37
Recurring Profit	-7,855	-9,476	-8,715	-14,368	-11,986	-7,114	-5,929	-5,432
Net Income	-6,504	-10,317	-31,948	-29,450	-20,256	8,893	-3,169	-5,277
EPS (Basic)	-1.05	-1.67	-5.16	-4.76	-3.27	1.44	-0.51	-0.85

USD/JPY (Avg)	155.9	149.7	152.4	152.6	144.6	147.5	154.1	157.0
USD/JPY (Q-End)	161.1	142.7	158.2	149.5	144.8	148.9	156.6	159.9

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	138,560	124,248
Liabilities	131,339	129,841	139,317	141,141	154,353	153,491	144,592	131,661
Net Assets	80,677	67,310	37,139	6,890	-12,962	-4,065	-6,031	-7,412
Shareholder Equity Ratio	37.9%	34.0%	20.9%	4.5%	-9.3%	-2.8%	-4.4%	-6.1%

Operating CF	-116	-16,428	-2,753	-6,151	-9,982	-2,818	-6,399	-4,057
Investing CF	3,396	-1,235	-6,567	-3,754	11,792	10,385	474	109
Financing CF	-148	10,445	7,960	7,437	5,448	-73	-300	-23
Ending Cash Bal.	33,258	23,682	23,753	20,432	27,654	35,720	30,888	27,186
Free Cash Flow	-1,987	-17,775	-6,229	-9,973	-10,097	-2,908	-6,617	-4,767

(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	1,481	1,593
Depreciation	1,046	1,014	1,012	995	1,072	1,018	968	855