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FY27/3 Q1 Earnings

August 10, 2026

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Supplemental Explanatory Materials for Earnings Results: Available
Earnings Briefing: August 10, 2026 (For institutional investors and analysts – Japanese only)

1. FY27/3 Q1 Consolidated Financial Results (April 1, 2026 to June 30, 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
FY27/3 Q1	23,922	-26.3%	-480	–	-1,214	–	-3,318	–	-3,454	–
FY26/3 Q1	32,443	-42.0%	-8,088	–	-9,154	–	-11,986	–	-20,256	–

EBITDA = Operating Profit + Depreciation
Reference: Comprehensive Income FY27/3 Q1: JPY -3,401M FY26/3 Q1: JPY -19,824M

	EPS (Basic, JPY)	EPS (Diluted, JPY)
FY27/3 Q1	-0.54	–
FY26/3 Q1	-3.27	–

(2) Consolidated Financial Position

	Total Assets (JPY M)	Net Assets (JPY M)	Shareholders' Equity Ratio
FY27/3 Q1	106,262	3,631	3.3%
FY26/3	124,248	-7,412	-6.1%

Reference: Shareholders' Equity FY27/3 Q1: JPY 3,541M FY26/3: JPY -7,518M

(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)
FY27/3 Q1	-7,449	-469	394	19,972
FY26/3 Q1	-9,982	11,792	5,448	27,654

2. Dividends

	Dividend per Share (JPY)				
	Q1	Q2	Q3	Q4	Total
FY26/3	–	0.00	–	0.00	0.00
FY27/3	–				
FY27/3 (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. 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) 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:	None
(iv)	Restatements:	None

(4) Number of shares outstanding

(i) Number of shares outstanding (including treasury shares) at period-end
FY27/3 Q1: 4,458,260,222
FY26/3: 3,880,393,562

(ii) Number of treasury shares at period-end
FY27/3 Q1: 67
FY26/3: 67

(iii) Average number of shares outstanding (excluding treasury shares) during the period
FY27/3 Q1: 6,421,561,330
FY26/3 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
FY26/3	–	0.00	–	0.00	0.00
FY27/3	–				
FY27/3 (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

JDI's financial position improved during Q1 on the back of warrant exercises and other measures, resulting in the elimination of the negative net assets position that had existed at FY26/3-end. In order to maintain its listing on the TSE Prime Market, JDI must have a positive net assets position on March 31, 2027. JDI continues to view the strengthening of its financial base and the creation of a sustainable earnings structure through the transformation of its business portfolio as key management priorities.

With respect to the sale of the Mobara Fab, JDI continues discussions with multiple potential buyers and remains committed to completing the sale. In addition, JDI is executing a broad array of financial initiatives and is working to support further warrant exercises. JDI will continue to reduce its interest-bearing debt and strengthen its financial position.

In addition, JDI absorbed its wholly owned subsidiary, JDI Design and Development G.K. on July 1, 2026, and dissolved its wholly owned subsidiary, JDI Hong Kong Limited on July 9, 2026. Through these and other group restructuring initiatives, JDI will continue to improve the efficiency of its business operations.

JDI has reduced its fixed costs and strengthened its profitability via its FY26/3 structural reforms. JDI will continue to drive the transformation of its business portfolio and generate a sustainable earnings structure under its BEYOND DISPLAY growth strategy.

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 (FY27/3 Q1)

(JPY million)

	FY26/3 (Mar 31, 2026)	FY27/3 Q1 (June 30, 2026)
Assets		
Current Assets		
Cash and deposits	27,755	20,554
Accounts receivable – trade	17,902	11,301
Accounts receivable – other	4,407	2,733
Finished products and goods	7,233	7,744
Work in process	8,903	7,223
Raw materials and supplies	11,330	10,138
Other	3,703	3,961
Allowance for doubtful accounts	-196	-80
Total Current Assets	**81,039**	**63,576**
Non-Current Assets		
Property, Plant, and Equipment		
Buildings and structures, net	28,532	28,021
Machinery, equipment, and vehicles, net	852	723
Land	6,509	6,509
Lease assets, net	283	264
Construction in progress	1,000	1,048
Other, net	594	602
Total Property, Plant, and Equipment	**37,772**	**37,170**
Intangible Assets		
Other	223	196
Total Intangible Assets	**223**	**196**
Investments and Other Assets		
Defined benefit pension assets	4,655	4,752
Other	558	566
Allowance for doubtful accounts	-1	-1
Total Investments and Other Assets	**5,212**	**5,317**
Total Non-Current Assets	**43,208**	**42,685**
Total Assets	**124,248**	**106,262**

(JPY million)

	FY26/3 (Mar 31, 2026)	FY27/3 Q1 (June 30, 2026)
Liabilities		
Current Liabilities		
Accounts payable	20,236	16,887
Short-term loans payable	65,000	51,000
Accounts payable - other	6,928	3,949
Income tax payable	105	80
EMS finished products and goods repurchase commitments	4,277	3,415
Provision for bonuses	1,065	595
Advances received	16,241	14,485
Provision for business restructuring	7,360	5,197
Provision for contract losses	2,263	629
Other	4,383	2,922
Total Current Liabilities	**127,862**	**99,163**
Fixed Liabilities		
Long-term income tax payable	1	1
Provision for business restructuring	958	790
Defined benefit pension liability	146	150
Other	2,692	2,523
Total Fixed Liabilities	**3,799**	**3,466**
Total Liabilities	**131,661**	**102,630**
Net Assets		
Shareholders' Equity		
Capital	100	7,330
Capital reserve	141,205	148,436
Retained earnings	-164,475	-167,929
Treasury shares	-0	-0
Total Shareholders’ Equity	**-23,169**	**-12,161**
Accumulated Other Comprehensive Income		
Valuation difference on other securities	0	0
Foreign currency translation adjustment	8,617	8,916
Adjusted value of defined benefit pension	7,031	6,785
Total Accumulated Other Comprehensive Income	**15,650**	**15,702**
Stock Acquisition Rights	**105**	**90**
Total Net Assets	**-7,412**	**3,631**
Total Liabilities & Net Assets	**124,248**	**106,262**

(2) Consolidated Income Statement (FY27/3 Q1)

(JPY million)

	FY26/3 Q1 (Apr 1, 2025 to June 30, 2025)	FY27/3 Q1 (Apr 1, 2026 to June 30, 2026)
Sales	**32,443**	**23,922**
Cost of Goods Sold	**36,017**	**21,192**
Gross Profit (Loss)	**-3,574**	**2,729**
SG&A	**5,579**	**3,943**
Operating Profit (Loss)	**-9,154**	**-1,214**
Non-Operating Income		
Interest income	28	31
Rental income	38	41
Loss compensation income	—	164
Technology & technical support income	—	255
Other	162	220
Total Non-Operating Income	**229**	**712**
Non-Operating Expenses		
Interest expense	1,873	2,256
Foreign exchange losses	998	80
Other	189	480
Total Non-Operating Expenses	**3,061**	**2,817**
Recurring Profit (Loss)	**-11,986**	**-3,318**
Extraordinary Income		
Gain on sale of fixed assets	0	9
Reversal of Business restructuring expenses	—	333
Gain on reversal of stock acquisition rights	27	—
Total Extraordinary Income	**28**	**342**
Extraordinary Losses		
Impairment loss	370	137
Business restructuring expenses	7,621	—
Total Extraordinary Losses	**7,992**	**137**
Pre-Tax Income (Loss)	**-19,951**	**-3,114**
Income Taxes	**305**	**340**
Pre-Minority Interest Net Income (Loss)	**-20,256**	**-3,454**
Net Income (Loss)	**-20,256**	**-3,454**

Consolidated Statement of Comprehensive Income (FY27/3 Q1)

(JPY million)

	FY26/3 Q1 (Apr 1, 2025 to June 30, 2025)	FY27/3 Q1 (Apr 1, 2026 to June 30, 2026)
Net Income (Loss)	**-20,256**	**-3,454**
Other Comprehensive Income		
Valuation difference on other securities	0	0
Foreign currency translation adjustment	591	298
Adjusted value of defined benefit pension, net of tax	-160	-246
Total Other Comprehensive Income	**432**	**52**
Comprehensive Income	**-19,824**	**-3,401**
of which, Comprehensive Income attributable to owners of the parent	**-19,824**	**-3,401**

(3) Consolidated Cash Flow Statement (FY27/3 Q1)

(JPY million)

	FY26/3 Q1 (Apr 1, 2025 to June 30, 2025)	FY27/3 Q1 (Apr 1, 2026 to June 30, 2026)
Cash Flows from Operations		
Pre-Tax Income (loss)	-19,951	-3,114
Depreciation	1,072	742
Impairment loss	370	137
Change in allowance for doubtful accounts	49	-117
Interest expense	1,873	2,256
Foreign exchange valuation (negative = gain)	231	-87
Sale of fixed assets (negative = gain)	-0	-9
Change in trade receivables (negative = increase)	6,418	6,799
Change in inventories (negative = increase)	4,970	2,438
Change in trade payables	-5,943	-3,451
Change in benefit pension asset	—	-97
Change in benefit pension liability	-318	-243
Business restructuring expenses	7,621	—
Change in advances received	483	-1,799
Change in other accounts receivable (negative = increase)	1,418	1,678
Change in other accounts payables	-2,129	-936
Change in accrued expenses	-936	-1,229
Change in consumption tax refunds receivable (negative = increase)	737	-333
Other	-4,075	-3,607
Subtotal	**-8,109**	**-973**
Interest and dividends received	30	31
Interest paid	-1,680	-2,477
Additional retirement payments	—	-768
Income taxes paid	-223	-196
Business restructuring expenses paid	—	-3,066
Net Cash from (Used for) Operations	**-9,982**	**-7,449**

(JPY million)

	FY26/3 Q1 (Apr 1, 2025 to June 30, 2025)	FY27/3 Q1 (Apr 1, 2026 to June 30, 2026)
Cash Flows from Investments		
Purchase of fixed assets	-115	-300
Proceeds from sale of fixed assets	0	13
Advance proceeds from sale of fixed assets	3,816	—
Change in time deposits	127	-12
Advance proceeds from sale of subsidiary shares	8,000	—
Payments of leasehold and guarantee deposits	-12	-1
Other	-23	-167
Net Cash from (Used for) Investments	**11,792**	**-469**
Cash Flows from Financing		
Net change in short-term borrowings	5,500	-14,000
Repayments of lease obligations	-51	-18
Proceeds from issuance of shares	—	14,412
Net Cash from (Used for) Financing	**5,448**	**394**
Effect of Exchange Rate change on Cash & Cash Equivalents	**-36**	**311**
Net Change in Cash & Cash Equivalents	**7,221**	**-7,213**
Cash & Cash Equivalents at Beginning of Period	**20,432**	**27,186**
Cash & Cash Equivalents at End of Period	**27,654**	**19,972**

(4) Significant Subsequent Events

Dissolution and Liquidation of Significant Subsidiary

Please refer to the July 9, 2026 release "Hong Kong Subsidiary Closure."

Exercise of Stock Acquisition Rights

Please refer to the August 5, 2026 release "Partial Exercise of 14th Stock Acquisition Rights (Warrants)."

Pledge of Assets as Collateral

On July 29, 2026, in return for funding support provided to JDI by one of JDI's major customers, JDI created a security interest with respect to real estate at its Ishikawa Fab on behalf of the customer.

1. Reason for the Pledge

During the period leading up to production-end at JDI's Mobara Fab in FY26/3, JDI built up inventories to accelerate and advance production. In order to secure funds for component procurement and other costs related to production for a major customer, JDI entered into an advance payment agreement dated November 14, 2025 with the customer and two Tier-1 suppliers to the customer, and received an advance payment of USD 26.9 million from the customer.

2. Pledge Period

From July 29, 2026 until the date on which the advance payment is fully offset against sales proceeds, which is expected to occur by December 31, 2028.

3. Assets Pledged as Collateral

Ishikawa Fab real estate assets: JPY 4,919 million (Book value as of June 30, 2026)

Supplemental Information (Quarterly Consolidated Data)

(1) Consolidated Earnings

(JPY million)	FY26/3				FY27/3			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Automotive	26,164	26,768	25,885	29,976	19,164			
Consumer/Industrial	6,278	7,219	4,960	5,075	4,757			
Sales	32,443	33,987	30,846	35,051	23,922			
EBITDA[1]	-8,088	-4,272	-3,338	879	-480			
Operating Profit	-9,154	-5,278	-4,297	37	-1,214			
Recurring Profit	-11,986	-7,114	-5,929	-5,432	-3,318			
Net Income	-20,256	8,893	-3,169	-5,277	-3,454			
EPS (Basic)	-3.27	1.44	-0.51	-0.85	-0.54			
USD/JPY (Avg)	144.6	147.5	154.1	157.0	159.6			
USD/JPY (Q-End)	144.8	148.9	156.6	159.9	162.4			

[1] EBITDA = Operating Profit + Depreciation

(2) Financial Position

(JPY million)	FY26/3				FY27/3			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
Assets	141,390	149,426	138,560	124,248	106,262			
Liabilities	154,353	153,491	144,592	131,661	102,630			
Net Assets	-12,962	-4,065	-6,031	-7,412	3,631			
Shareholder Equity Ratio	-9.3%	-2.8%	-4.4%	-6.1%	3.3%			
Operating CF	-9,982	-2,818	-6,339	-4,146	-7,449			
Investing CF	11,792	10,385	474	198	-469			
Financing CF	5,448	-73	-300	-23	394			
Ending Cash Bal.	27,654	35,720	30,888	27,186	19,972			
Free Cash Flow	-10,097	-2,908	-6,617	-4,856	-7,750			

(3) R&D & Depreciation

(JPY million)	FY26/3				FY27/3			
	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
R&D	2,083	1,883	1,481	1,593	1,354			
Depreciation	1,072	1,018	968	855	742			