



Financial Results for the Year ended March 31, 2026 [IFRS] (Consolidated)

Name of the listed company: SEIKO EPSON CORPORATION

Code: 6724 URL: <https://corporate.epson/en/investors/>

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Scheduled date of the Ordinary General Meeting of Shareholders: June 25, 2026 Scheduled starting date of payment for the dividends: June 26, 2026

Scheduled date to file Annual Securities Report: June 24, 2026

Reference materials regarding financial results for the period: Yes

Briefing on financial results: Yes (for analysts)

May 1, 2026
Stock Listing: TOKYO

(Amounts are rounded down to the nearest million yen)

1. Results of the Year ended March 31, 2026 (From April 1, 2025 to March 31, 2026)

(1) Consolidated Operating Results

(%: Change from the previous year)

	Revenue		Business profit		Profit from operating activities		Profit before tax		Profit for the period		Profit for the period attributable to owners of the parent company	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2026	1,413,251	3.7	83,788	(6.5)	49,558	(34.0)	50,023	(36.2)	18,206	(67.0)	18,201	(67.0)
Year ended March 31, 2025	1,362,944	3.7	89,589	38.4	75,108	30.5	78,395	11.8	55,181	4.9	55,177	4.9

Note: Total comprehensive income for the period: Year ended March 31, 2026 ¥72,310 million [50.6%]

Year ended March 31, 2025 ¥47,999 million [(56.1%)]

Business profit is calculated by subtracting Cost of sales and Selling, general and administrative expenses from Revenue.

	Basic earnings per share	Diluted earnings per share	ROE *1	ROA *2	ROS *3
	Yen	Yen	%	%	%
Year ended March 31, 2026	56.81	56.81	2.2	5.6	5.9
Year ended March 31, 2025	168.75	168.75	6.8	6.2	6.6

*1 Profit for the period attributable to owners of the parent company / Equity attributable to owners of the parent company (avg. balance)

*2 Business profit / Total assets (avg. balance)

*3 Business profit / Revenue

Reference: Equity gains (losses) of affiliates: Year ended March 31, 2026 (¥14 million)

Year ended March 31, 2025 ¥7 million

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent company	Equity attributable to owners of the parent company ratio	Equity attributable to owners of the parent company, per share
	Millions of yen	Millions of yen	Millions of yen	%	Yen
As of March 31, 2026	1,534,870	853,648	853,503	55.6	2,663.64
As of March 31, 2025	1,456,461	804,891	804,752	55.3	2,512.15

(3) Consolidated Cash Flows

	Net cash from (used in) operating activities	Net cash from (used in) investing activities	Net cash from (used in) financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2026	112,372	(65,561)	(39,604)	288,582
Year ended March 31, 2025	138,075	(150,787)	(45,129)	267,000

2. Cash Dividends

	Cash dividends per share					Total cash dividends	Dividend payout ratio	Ratio of dividends to equity attributable to owners of the parent company
	1 st Quarter	2 nd Quarter	3 rd Quarter	Year End	Year Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2025	-	37.00	-	37.00	74.00	23,955	43.9	3.0
Year ended March 31, 2026	-	37.00	-	37.00	74.00	23,711	130.3	2.9
Year ending March 31, 2027 (Forecast)	-	40.00	-	40.00	80.00		43.4	

3. Forecast for the Year ending March 31, 2027 (From April 1, 2026 to March 31, 2027)

(%: Change from the previous year)

	Revenue		Business profit		Profit from operating activities		Profit before tax		Profit for the period		Profit for the period attributable to owners of the parent company		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
For the year ending March 31, 2027	1,450,000	2.6	90,000	7.4	86,000	73.5	84,000	67.9	59,000	224.1	59,000	224.1	184.13

※Notes

(1) Significant changes in the scope of consolidation during the period: None

(2) Changes in accounting policies, or changes in accounting estimates

1. Changes in accounting policies required by IFRS: None
2. Changes in accounting policies other than the changes above: None
3. Changes in accounting estimates: None

(3) Number of shares outstanding

(share)

1. Issued shares (including treasury shares)
2. Treasury shares
3. Average number of shares

As of March 31, 2026	373,573,152	As of March 31, 2025	373,573,152
As of March 31, 2026	53,145,401	As of March 31, 2025	53,229,249
Year ended March 31, 2026	320,404,688	Year ended March 31, 2025	326,976,566

(Reference) Summary of Non-Consolidated Financial Results

Results of the Year ended March 31, 2026 (From April 1, 2025 to March 31, 2026)

(1) Non-Consolidated Operating Results

(%: Change from the previous year)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2026	878,778	(10.4)	(38,077)	-	(6,507)	-	5,172	(93.7)
Year ended March 31, 2025	981,016	14.4	48,917	-	93,075	55.9	82,130	51.2

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Year ended March 31, 2026	16.14	-
Year ended March 31, 2025	251.18	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2026	819,971	462,657	56.4	1,443.88
As of March 31, 2025	851,772	479,248	56.3	1,496.05

(Reference) Shareholders' equity: As of March 31, 2026 ¥462,657 million As of March 31, 2025 ¥479,248 million

※This report is not audited by certified public accountants nor auditors.

※Explanation of appropriate use of forecast and other special items

(Cautionary statement concerning forward-looking statements)

This report includes forward-looking statements that are based on management's view from the information available at the time of the announcement. These statements are subject to various risks and uncertainties. Actual results may be materially different from those discussed in the forward-looking statements. The factors that may affect Epson include, but are not limited to, general economic conditions, the ability of Epson to continue to timely introduce new products and services in markets, consumption trends, competition, technology trends, and exchange rate fluctuations.

Assumptions for the forecasts and warnings for users of the forecasts are available on "Outlook."

(How to access supplementary explanations and details of briefing on financial results)

The Company is scheduled to hold a briefing for analysts on financial results on Friday, May 1, 2026 and to post materials used at the briefing on the Company's website on that day.

U.S. dollar amounts are presented for the convenience of the readers. This translation should not be construed to imply that the yen amounts actually represent, or have been or could be converted into, equivalent amounts in U.S. dollars. The exchange rate of ¥159.885 = U.S.\$1 at the end of the reporting period has been used for the purpose of presentation.

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1. Overview of Operating Results, etc.

Operating Results Overview

The global economic situation in the year under review remained subject to a high degree of uncertainty due to factors such as U.S. tariff policies and recent conditions in the Middle East. In terms of regional trends, the domestic Japanese economy continued to gradually recover. The U.S. economy remained solid, underpinned by steady consumer spending. The European economy trended toward slower growth due to the impact of elevated energy prices and geopolitical factors. The Chinese economy remained generally stable amid policy support.

As for the economic outlook, uncertainty is expected to persist owing to geopolitical forces and shifting national trade policies. We will therefore continue to closely monitor market trends and economic conditions.

Against this backdrop, Epson recorded ¥1,413.3 billion in revenue, up 3.7% from the prior year, owing primarily to revenue growth in the printing solutions segment and manufacturing-related and wearables segment.

Business profit was ¥83.8 billion, down 6.5% from the prior year, as the positive impact of revenue growth and foreign exchange were more than offset by higher costs due to the impact of U.S. tariffs and other factors. Profit from operating activities was ¥49.6 billion, down 34.0% from the prior year, mainly due to the recognition of a partial impairment loss on goodwill at Fiery, a consolidated subsidiary. Profit before tax was ¥50.0 billion, down 36.2% from the prior year. Profit for the period attributable to owners of the parent company was ¥18.2 billion, down 67.0% from previous fiscal year.

The average exchange rates of the yen against the U.S. dollar and of the yen against the euro during the year were ¥150.69 and ¥174.74, respectively. This represents a 1% appreciation of the yen against the dollar and a 7% depreciation of the yen against the euro compared to the prior year.

A breakdown of the financial results in each reporting segment is provided below.

Printing Solutions Segment

Revenue in the office and home printing business slightly increased from the prior year primarily due to sustained firm sales of office and home inkjet printers. By product category, unit sales of ink cartridge printers declined, while unit sales of high-capacity ink tank printers increased, particularly in emerging markets in the Middle East and Africa, as well as in Asia and South America. Unit sales of office shared inkjet printers grew slightly, led by ongoing expansion in emerging markets. Revenue from office and home inkjet printer ink changed little from the prior year. Although sales of ink bottles for high-capacity ink tank printers and ink for office shared inkjet printers increased, sales of ink cartridges significantly declined, in large part because of the shift toward high-capacity ink tank printers.

Revenue in the commercial and industrial printing business increased. The commercial and industrial inkjet printer finished product business recorded revenue growth mainly owing to the capture of orders and the launch of new products. Revenue in the printhead sales business was in line with the prior year due primarily to continued soft demand in the Chinese market. Revenue in the small printers and other category increased mainly due to firm sales in North America, Europe, and Japan.

Segment profit in the printing solutions segment decreased due to the substantial negative impact of U.S. tariffs, which more than offset revenue growth and positive foreign exchange effects.

As a result of the foregoing factors, revenue in the printing solutions segment was ¥1,029.5 billion, up 5.0% from the prior year. Segment profit was ¥120.6 billion, down 3.4% from the prior year.

The amount of the impairment loss on goodwill related to Fiery was ¥25.9 billion.

This impairment was recognized due to a deterioration in market conditions in the commercial printing and

industrial printing markets served by Fiery, LLC, which has become more severe than previously anticipated. Specifically, capital expenditure by the customers has been constrained amid factors such as the impact of U.S. tariff policies. Considering these circumstances, Epson conducted a prudent review of its business plans, resulting in the recognition of the impairment loss.

Visual Communications Segment

Revenue in the visual communications segment decreased. In addition to deterioration in the Chinese market, revenue was significantly impacted by a decline in sales in the education markets of Europe and America.

Segment profit in the visual communications segment sharply declined due to the substantial negative impact of lower revenue.

As a result of the foregoing factors, revenue in the visual communications segment was ¥181.4 billion, down 11.0% from the prior year. Segment profit was ¥12.3 billion, down 57.8% from the prior year.

Manufacturing-Related & Wearables Segment

The manufacturing solutions business recorded revenue growth chiefly due to an expansion of demand in China and Southeast Asia.

Revenue increased in the wearable products business owing mainly to increased demand from visitors to Japan and the launch of new products.

Revenue increased in the microdevices business. Crystal device revenue sharply increased amid ongoing expansion of sales. Semiconductor revenue increased on a recovery in demand among some customers.

Segment profit sharply increased in the manufacturing-related and wearables segment primarily due to substantial revenue growth in the manufacturing solutions business and microdevices business.

As a result of the foregoing factors, revenue in the manufacturing-related and wearables segment was ¥206.1 billion, up 13.6% from the prior year. Segment profit was ¥10.8 billion (compared to a segment loss of ¥3.2 billion in the prior year).

In the manufacturing solutions business, we continue to invest in strengthening the competitiveness of our products and software to drive future growth. And, although we have seen our market share expand, the markets in our major sales regions have been slower to recover than anticipated. Moreover, there is still uncertainty regarding the capital spending of certain key customers. Improvement in profitability is therefore expected to take some time, and thus we recorded an impairment loss of ¥1.3 billion.

Adjustments

Adjustments to the total profit of reporting segments amounted to negative ¥59.8 billion. (Adjustments in the previous fiscal year were negative ¥61.1 billion.) The main components of the adjustment were research and development expenses related to basic research that is not attributable to any reporting segment, as well as revenue and expenses associated with new businesses and corporate functions.

Financial Position Overview

Total assets at the end of the fiscal year were ¥1,534.9 billion, up ¥78.4 billion from the previous fiscal year end. This increase was mainly attributable to increases in cash and cash equivalents, trade and other receivables, and inventories, despite a decrease in goodwill and intangible assets resulting primarily from the recording of impairment losses on goodwill.

Total liabilities were ¥681.2 billion, up ¥29.7 billion from the end of the previous fiscal year. This increase was mainly due to an increase in bonds issued, borrowings and lease liabilities.

Equity attributable to owners of the parent company was ¥853.5 billion, up ¥48.8 billion compared to the end of the previous fiscal year. While dividends were paid, this increase was mainly due to the recording of ¥18.2 billion in profit for the period attributable to owners of the parent company and other comprehensive income, the primary component of which was exchange differences on translation of foreign operations.

Cash Flows Overview

Net cash from operating activities during the year totaled ¥112.4 billion, compared with ¥138.1 billion in the previous fiscal year. This was mainly attributable to profit for the period of ¥18.2 billion, the recognition of depreciation and amortization, and the recording of impairment losses and reversals of impairment losses.

Net cash used in investing activities totaled ¥65.6 billion, compared with ¥150.8 billion in the previous fiscal year, mainly due to expenditures for the acquisition of property, plant and equipment and intangible assets.

Net cash used in financing activities totaled ¥39.6 billion, compared with ¥45.1 billion in the previous fiscal year, mainly due to expenditures related to bond redemptions and dividend payments.

As a result of the foregoing, the balance of cash and cash equivalents at the end of the fiscal year, combined with the effects of exchange rate volatility, totaled ¥288.6 billion, up ¥21.6 billion from the end of previous fiscal year.

Outlook

The financial outlook for the 2026 fiscal year ending March 31, 2027, is summarized below.

The figures in the outlook are based on assumed exchange rates of ¥151.00 to the U.S. dollar and ¥175.00 to the euro.

We recognize that the business environment in which Epson operates could become more uncertain than currently anticipated due to geopolitical forces, including the situation in the Middle East, shifting national trade policies, and other unpredictable factors. We will therefore continue to closely monitor developments in these areas.

For details, please see the fiscal year 2025 (ending March 2026) full-year financial results presentation that was announced simultaneously with this report.

Consolidated Full-Year Financial Outlook

	FY2025 Result	FY2026 Plan	Change	
Revenue	¥1,413.3 billion	¥1,450.0 billion	+¥36.7 billion	(+2.6%)
Business profit	¥83.8 billion	¥90.0 billion	+¥6.2 billion	(+7.4%)
Profit from operating activities	¥49.6 billion	¥86.0 billion	+¥36.4 billion	(+73.5%)
Profit before tax	¥50.0 billion	¥84.0 billion	+¥34.0 billion	(+67.9%)
Profit for the period	¥18.2 billion	¥59.0 billion	+¥40.8 billion	(+224.1%)
Profit for the period attributable to owners of the parent company	¥18.2 billion	¥59.0 billion	+¥40.8 billion	(+224.1%)
Exchange rates	1 USD = ¥150.69	1 USD = ¥151.00		
	1 EUR = ¥174.74	1 EUR = ¥175.00		

2. Basic Policy on Selection of Accounting Standards

Epson applies International Financial Reporting Standards (IFRS).

The purpose of adopting IFRS is to enable management based on a unified structure and information for each group company and business, and to strengthen Epson's management base as a “truly global company”.

3. Consolidated Financial Statements and Primary Notes

Consolidated Statement of Financial Position

Years ended March 31, 2025 and 2026

	Millions of yen		Thousands of U.S. dollars
	March 31, 2025	March 31, 2026	March 31, 2026
<u>Assets</u>			
Current assets			
Cash and cash equivalents	267,000	288,582	1,804,934
Trade and other receivables	210,091	241,037	1,507,564
Inventories	369,781	394,733	2,468,855
Income tax receivables	11,276	15,095	94,411
Other financial assets	2,451	6,479	40,522
Other current assets	20,254	22,005	137,630
Total current assets	880,855	967,933	6,053,932
Non-current assets			
Property, plant and equipment	379,712	392,795	2,456,734
Goodwill and intangible assets	122,417	100,371	627,769
Investment property	1,110	831	5,197
Investments accounted for using equity method	2,185	2,415	15,104
Net defined benefit assets	177	331	2,070
Other financial assets	23,990	28,859	180,498
Other non-current assets	5,522	5,736	35,875
Deferred tax assets	40,490	35,596	222,635
Total non-current assets	575,605	566,937	3,545,904
Total assets	1,456,461	1,534,870	9,599,837

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	Millions of yen		Thousands of U.S. dollars
	March 31, 2025	March 31, 2026	March 31, 2026
Liabilities and equity			
Liabilities			
Current liabilities			
Trade and other payables	158,085	164,478	1,028,726
Income tax payables	17,345	7,054	44,119
Bonds issued, borrowings and lease liabilities	80,214	68,087	425,849
Other financial liabilities	1,471	2,332	14,585
Provisions	13,228	17,808	111,380
Other current liabilities	173,772	187,427	1,172,261
Total current liabilities	444,117	447,189	2,796,941
Non-current liabilities			
Bonds issued, borrowings and lease liabilities	144,494	163,371	1,021,803
Other financial liabilities	5,362	5,430	33,961
Net defined benefit liabilities	15,765	16,530	103,386
Provisions	11,356	9,592	59,993
Other non-current liabilities	20,880	24,138	150,971
Deferred tax liabilities	9,592	14,967	93,611
Total non-current liabilities	207,451	234,032	1,463,752
Total liabilities	651,569	681,222	4,260,699
Equity			
Share capital	53,204	53,204	332,764
Capital surplus	83,904	83,949	525,058
Treasury shares	(70,260)	(70,150)	(438,752)
Other components of equity	165,194	216,593	1,354,679
Retained earnings	572,710	569,907	3,564,480
Equity attributable to owners of the parent company	804,752	853,503	5,338,230
Non-controlling interests	139	144	900
Total equity	804,891	853,648	5,339,137
Total liabilities and equity	1,456,461	1,534,870	9,599,837

Consolidated Statement of Comprehensive Income

Years ended March 31, 2025 and 2026

	Millions of yen		Thousands of U.S. dollars
	Year ended March 31,		Year ended March 31,
	2025	2026	2026
Revenue	1,362,944	1,413,251	8,839,171
Cost of sales	(869,917)	(912,499)	(5,707,220)
Gross profit	493,026	500,751	3,131,944
Selling, general and administrative expenses	(403,437)	(416,962)	(2,607,886)
Other operating income	4,494	7,486	46,821
Other operating expense	(18,975)	(41,717)	(260,918)
Profit from operating activities	75,108	49,558	309,960
Finance income	6,180	4,853	30,353
Finance costs	(2,900)	(4,373)	(27,350)
Share of profit (loss) of investments accounted for using equity method	7	(14)	(87)
Profit before tax	78,395	50,023	312,868
Income taxes	(23,214)	(31,817)	(198,999)
Profit for the period	55,181	18,206	113,869
Profit for the period attributable to:			
Owners of the parent company	55,177	18,201	113,838
Non-controlling interests	3	4	25
Profit for the period	55,181	18,206	113,869

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	Millions of yen		Thousands of U.S. dollars
	Year ended March 31,		Year ended March 31,
	2025	2026	2026
Other comprehensive income			
Items that will not be reclassified subsequently to profit or loss, net of tax			
Remeasurement of net defined benefit liabilities (assets)	(2,680)	956	5,979
Net gain (loss) on revaluation of financial assets measured at FVTOCI (Note)	(306)	4,110	25,705
Subtotal	(2,986)	5,066	31,685
Items that may be reclassified subsequently to profit or loss, net of tax			
Exchange differences on translation of foreign operations	(4,472)	48,568	303,768
Net changes in fair value of cash flow hedges	293	365	2,282
Share of other comprehensive income of investments accounted for using equity method	(15)	103	644
Subtotal	(4,194)	49,038	306,707
Total other comprehensive income, net of tax	(7,181)	54,104	338,393
Total comprehensive income for the period	47,999	72,310	452,262

Total comprehensive income for the period attributable to:			
Owners of the parent company	48,000	72,304	452,225
Non-controlling interests	(1)	6	37
Total comprehensive income for the period	47,999	72,310	452,262

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

	Yen		U.S. dollars
	Year ended March 31,		Year ended March 31,
	2025	2026	2026
Earnings per share for the period:			
Basic earnings per share for the period	168.75	56.81	0.36
Diluted earnings per share for the period	168.75	56.81	0.36

Consolidated Statement of Changes in Equity

Years ended March 31, 2025 and 2026

Millions of yen												
Equity attributable to owners of the parent company												
	Share capital	Capital surplus	Treasury shares	Other components of equity					Retained earnings	Total equity attributable to owners of the parent company	Non-controlling interests	Total equity
				Remeasurement of net defined benefit liabilities (assets)	Net gain (loss) on revaluation of financial assets measured at FVTOCI (Note)	Exchange differences on translation of foreign operations	Net changes in fair value of cash flow hedges	Total other components of equity				
As of April 1, 2024	53,204	84,042	(55,455)	-	8,159	164,605	(589)	172,175	557,025	810,992	141	811,134
Profit for the period	-	-	-	-	-	-	-	-	55,177	55,177	3	55,181
Other comprehensive income	-	-	-	(2,680)	(306)	(4,483)	293	(7,176)	-	(7,176)	(4)	(7,181)
Total comprehensive income for the period	-	-	-	(2,680)	(306)	(4,483)	293	(7,176)	55,177	48,000	(1)	47,999
Acquisition of treasury shares	-	-	(30,022)	-	-	-	-	-	-	(30,022)	-	(30,022)
Cancellation of treasury shares	-	(175)	15,100	-	-	-	-	-	(14,924)	-	-	-
Dividends	-	-	-	-	-	-	-	-	(24,372)	(24,372)	(0)	(24,373)
Share-based payment transactions	-	37	116	-	-	-	-	-	-	153	-	153
Transfer from other components of equity to retained earnings	-	-	-	2,680	(2,484)	-	-	195	(195)	-	-	-
Total transactions with the owners	-	(138)	(14,805)	2,680	(2,484)	-	-	195	(39,493)	(54,241)	(0)	(54,242)
As of March 31, 2025	53,204	83,904	(70,260)	-	5,368	160,122	(296)	165,194	572,710	804,752	139	804,891

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

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Millions of yen												
Equity attributable to owners of the parent company												
	Share capital	Capital surplus	Treasury shares	Other components of equity					Retained earnings	Total equity attributable to owners of the parent company	Non-controlling interests	Total equity
				Remeasurement of net defined benefit liabilities (assets)	Net gain (loss) on revaluation of financial assets measured at FVTOCI (Note)	Exchange differences on translation of foreign operations	Net changes in fair value of cash flow hedges	Total other components of equity				
As of April 1, 2025	53,204	83,904	(70,260)	-	5,368	160,122	(296)	165,194	572,710	804,752	139	804,891
Profit for the period	-	-	-	-	-	-	-	-	18,201	18,201	4	18,206
Other comprehensive income	-	-	-	956	4,110	48,670	365	54,102	-	54,102	1	54,104
Total comprehensive income for the period	-	-	-	956	4,110	48,670	365	54,102	18,201	72,304	6	72,310
Acquisition of treasury shares	-	-	(1)	-	-	-	-	-	-	(1)	-	(1)
Cancellation of treasury shares	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	(23,708)	(23,708)	(0)	(23,709)
Share-based payment transactions	-	45	111	-	-	-	-	-	-	157	-	157
Transfer from other components of equity to retained earnings	-	-	-	(956)	(1,747)	-	-	(2,703)	2,703	-	-	-
Total transactions with the owners	-	45	110	(956)	(1,747)	-	-	(2,703)	(21,004)	(23,553)	(0)	(23,553)
As of March 31, 2026	53,204	83,949	(70,150)	-	7,730	208,792	69	216,593	569,907	853,503	144	853,648

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

Thousands of U.S. dollars												
Equity attributable to owners of the parent company												
	Share capital	Capital surplus	Treasury shares	Other components of equity					Retained earnings	Total equity attributable to owners of the parent company	Non-controlling interests	Total equity
				Remeasurement of net defined benefit liabilities (assets)	Net gain (loss) on revaluation of financial assets measured at FVTOCI (Note)	Exchange differences on translation of foreign operations	Net changes in fair value of cash flow hedges	Total other components of equity				
As of April 1, 2025	332,764	524,777	(439,440)	-	33,574	1,001,482	(1,851)	1,033,205	3,582,012	5,033,317	869	5,034,187
Profit for the period	-	-	-	-	-	-	-	-	113,838	113,838	25	113,869
Other comprehensive income	-	-	-	5,979	25,705	304,406	2,282	338,380	-	338,380	6	338,393
Total comprehensive income for the period	-	-	-	5,979	25,705	304,406	2,282	338,380	113,838	452,225	37	452,262
Acquisition of treasury shares	-	-	(6)	-	-	-	-	-	-	(6)	-	(6)
Cancellation of treasury shares	-	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	(148,281)	(148,281)	(0)	(148,287)
Share-based payment transactions	-	281	694	-	-	-	-	-	-	981	-	981
Transfer from other components of equity to retained earnings	-	-	-	(5,979)	(10,926)	-	-	(16,905)	16,905	-	-	-
Total transactions with the owners	-	281	687	(5,979)	(10,926)	-	-	(16,905)	(131,369)	(147,312)	(0)	(147,312)
As of March 31, 2026	332,764	525,058	(438,752)	-	48,347	1,305,888	431	1,354,679	3,564,480	5,338,230	900	5,339,137

(Note) FVTOCI: Fair Value Through Other Comprehensive Income

Consolidated Statement of Cash Flows

Years ended March 31, 2025 and 2026

	Millions of yen		Thousands of U.S. dollars
	Year ended March 31,		Year ended March 31,
	2025	2026	2026
Cash flows from operating activities			
Profit for the period	55,181	18,206	113,869
Depreciation and amortization	72,142	77,417	484,204
Impairment loss (reversal of impairment loss)	1,256	29,238	182,868
Finance (income) costs	(3,280)	(479)	(2,995)
Share of (profit) loss of investments accounted for using equity method	(7)	14	87
Loss (gain) on sale and disposal of property, plant and equipment, intangible assets and investment property	92	681	4,259
Income taxes	23,214	31,817	198,999
Decrease (increase) in trade receivables	3,500	(13,737)	(85,918)
Decrease (increase) in inventories	(15,780)	2,546	15,923
Increase (decrease) in trade payables	2,562	(967)	(6,048)
Increase (decrease) in net defined benefit liabilities	1,648	60	375
Other	16,985	165	1,031
Subtotal	157,517	144,962	906,664
Interest and dividends income received	6,187	4,611	28,839
Interest expenses paid	(1,543)	(2,389)	(14,941)
Proceeds from insurance income	255	2,023	12,652
Income taxes paid	(24,341)	(36,836)	(230,390)
Net cash from (used in) operating activities	138,075	112,372	702,830
Cash flows from investing activities			
Purchase of investment securities	(1,092)	(1,916)	(11,983)
Proceeds from sale of investment securities	5,708	2,615	16,355
Purchase of property, plant and equipment	(59,369)	(54,615)	(341,589)
Proceeds from sale of property, plant and equipment	621	727	4,547
Purchase of intangible assets	(10,897)	(6,234)	(38,990)
Proceeds from sale of investment property	88	131	819
Payments for acquisition of subsidiaries	(85,483)	(2,053)	(12,840)
Other	(362)	(4,215)	(26,362)
Net cash from (used in) investing activities	(150,787)	(65,561)	(410,050)
Cash flows from financing activities			
Net increase (decrease) in current borrowings	(567)	36,096	225,762
Proceeds from non-current borrowings	-	30,000	187,634
Repayment of non-current borrowings	(9,000)	(30,000)	(187,634)
Proceeds from issuance of bonds issued	39,823	-	-
Redemption of bonds issued	(10,000)	(40,000)	(250,179)
Payment of lease liabilities	(10,989)	(11,990)	(74,991)
Dividends paid	(24,372)	(23,708)	(148,281)
Dividends paid to non-controlling interests	(0)	(0)	(0)
Purchase of treasury shares	(30,022)	(1)	(6)
Net cash from (used in) financing activities	(45,129)	(39,604)	(247,703)
Effect of exchange rate changes on cash and cash equivalents	(3,640)	14,376	89,914
Net increase (decrease) in cash and cash equivalents	(61,481)	21,581	134,978
Cash and cash equivalents at beginning of period	328,481	267,000	1,669,950
Cash and cash equivalents at end of period	267,000	288,582	1,804,934

Notes to Consolidated Financial Statements

(Going Concern Assumption)

Not applicable.

(Segment Information)

(1) Outline of Reportable Segments

The reportable segments of Epson are determined based on the operating segments that are components of Epson for which discrete financial information is available and whose operating results are regularly reviewed by the Board of Directors in deciding how to allocate resources and in assessing performance.

The reportable segments of Epson are composed of three segments: “Printing Solutions”, “Visual Communications” and “Manufacturing-related & Wearables.” They are determined by types of products, nature of products, and markets. Epson conducts development, manufacturing and sales within its reportable segments as follows:

Reportable segments	Main products
Printing Solutions	Office/ Home inkjet printers, serial impact dot matrix printers, color image scanners, dry process office papermaking systems, commercial and industrial inkjet printers, inkjet printheads, printers for use in POS systems, label printers, printer consumables, digital printing software solutions, and others
Visual Communications	3LCD projectors, smart glasses, and others
Manufacturing-related & Wearables	Industrial robots, wristwatches, watch movements, quartz crystal devices, semiconductors, metal powders, surface finishing, PC, and others

(2) Revenues and Performances of Reportable Segments

Revenues and performances of reportable segments are as follows. Transfer prices between the segments are based on prevailing market prices.

FY2024: Year ended March 31, 2025

	Millions of yen					Adjustments (Note 2)	Consolidated
	Reportable segments						
	Printing Solutions	Visual Communications	Manufacturing- related & Wearables	Subtotal			
Revenue							
External revenues	980,078	203,782	172,210	1,356,070	6,873	1,362,944	
Intersegment revenues	70	0	9,253	9,323	(9,323)	-	
Total revenue	980,148	203,782	181,463	1,365,394	(2,450)	1,362,944	
Segment profit (loss) (Business profit) (Note 1)	124,847	29,021	(3,221)	150,646	(61,057)	89,589	
			Other operating income (expense)			(14,481)	
			Profit from operating activities			75,108	
			Finance income (costs)			3,280	
			Share of profit (loss) of investments accounted for using equity method			7	
			Profit before tax			78,395	
Other items							
	Reportable segments				Adjustments (Note 3)	Consolidated	
	Printing Solutions	Visual Communications	Manufacturing- related & Wearables	Subtotal			
Depreciation and amortization	(45,160)	(9,293)	(10,859)	(65,313)	(6,708)	(72,021)	
Impairment losses of assets other than financial assets	(92)	(29)	(Note 4) (792)	(913)	(343)	(1,256)	
Segment assets	753,144	153,773	179,415	1,086,333	370,128	1,456,461	
Capital expenditures	46,429	9,066	12,598	68,094	7,726	75,821	

(Note 1) Segment profit (loss) (Business profit) is calculated by subtracting Cost of sales and Selling, general and administrative expenses from Revenue.

(Note 2) “Adjustments” of (¥61,057) million in Segment profit (loss) (Business profit) comprises ¥487 million in eliminated intersegment transactions and (¥61,545) million in Corporate and Other. Corporate and Other mainly includes expenses related to research and development for basic technology, as well as revenues and expenses related to new businesses and general corporate functions that are not attributed to reportable segments.

(Note 3) “Adjustments” of ¥370,128 million in Segment assets includes the elimination of intersegment transactions of (¥5,962) million and other amounts mainly consisting of corporate assets that are not attributed to reportable segments.

(Note 4) Epson recognizes an impairment loss of (¥777) million in the manufacturing solutions business due to the continued decline in profitability mainly caused by the slow recovery of markets in China and other major sales regions.

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FY2025: Year ended March 31, 2026

	Millions of yen				Adjustments (Note 2)	Consolidated
	Reportable segments					
	Printing Solutions	Visual Communications	Manufacturing- related & Wearables	Subtotal		
Revenue						
External revenues	1,029,483	181,388	196,868	1,407,740	5,511	1,413,251
Intersegment revenues	53	0	9,194	9,248	(9,248)	-
Total revenue	1,029,537	181,388	206,062	1,416,988	(3,737)	1,413,251
Segment profit (loss) (Business profit) (Note 1)	120,572	12,253	10,797	143,622	(59,833)	83,788
			Other operating income (expense)			(34,230)
			Profit from operating activities			49,558
			Finance income (costs)			479
			Share of profit (loss) of investments accounted for using equity method			(14)
			Profit before tax			50,023

Other items

	Reportable segments				Adjustments (Note 3)	Consolidated
	Printing Solutions	Visual Communications	Manufacturing- related & Wearables	Subtotal		
Depreciation and amortization	(48,785)	(9,594)	(11,120)	(69,500)	(8,037)	(77,538)
Impairment losses of assets other than financial assets	(Note 4) (27,464)	(74)	(Note 5) (1,334)	(28,874)	(364)	(29,238)
Segment assets	795,237	153,036	201,576	1,149,851	385,019	1,534,870
Capital expenditures	47,875	7,112	9,587	64,575	9,903	74,478

(Note 1) Segment profit (loss) (Business profit) is calculated by subtracting Cost of sales and Selling, general and administrative expenses from Revenue.

(Note 2) “Adjustments” of (¥59,833) million in Segment profit (loss) (Business profit) comprises ¥351 million in eliminated intersegment transactions and (¥60,185) million in Corporate and Other. Corporate and Other mainly includes expenses related to research and development for basic technology, as well as revenues and expenses related to new businesses and general corporate functions that are not attributed to reportable segments.

(Note 3) “Adjustments” of ¥385,019 million in Segment assets includes the elimination of intersegment transactions of (¥4,326) million and other amounts mainly consisting of corporate assets that are not attributed to reportable segments.

(Note 4) Epson recognizes an impairment loss of (¥25,889) million on goodwill related to Fiery, LLC, which is included in the commercial and industrial printing business. This impairment is recognized due to a deterioration in market conditions in the commercial printing and industrial printing markets served by Fiery, LLC, which has become more severe than previously anticipated. Specifically, capital expenditure by the customers has been constrained amid factors such as the impact of U.S. tariff policies. Considering these circumstances, Epson conducted a prudent review of its business plans, resulting in the recognition of the impairment loss.

(Note 5) Epson recognizes an impairment loss of (¥1,295) million in the manufacturing solutions business because, despite continued investments for future growth, it is expected to take time to improve profitability due to the slower-than-expected recovery of markets in major sales regions and uncertainties in the investment trends of certain major customers.

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FY2025: Year ended March 31, 2026

Thousands of U.S. dollars						
	Reportable segments				Adjustments (Note 2)	Consolidated
	Printing Solutions	Visual Communications	Manufacturing- related & Wearables	Subtotal		
Revenue						
External revenues	6,438,896	1,134,490	1,231,310	8,804,703	34,468	8,839,171
Intersegment revenues	331	0	57,503	57,841	(57,841)	-
Total revenue	6,439,234	1,134,490	1,288,813	8,862,544	(23,373)	8,839,171
Segment profit (loss) (Business profit) (Note 1)	754,117	76,636	67,529	898,283	(374,225)	524,051
						Other operating income (expense) (214,091)
						Profit from operating activities 309,960
						Finance income (costs) 2,995
						Share of profit (loss) of investments accounted for using equity method (87)
						Profit before tax 312,868

Other items

	Reportable segments				Adjustments (Note 3)	Consolidated
	Printing Solutions	Visual Communications	Manufacturing- related & Wearables	Subtotal		
Depreciation and amortization	(305,125)	(60,005)	(69,549)	(434,687)	(50,267)	(484,961)
Impairment losses of assets other than financial assets	(Note 4) (171,773)	(462)	(Note 5) (8,343)	(180,592)	(2,276)	(182,868)
Segment assets	4,973,806	957,162	1,260,756	7,191,737	2,408,099	9,599,837
Capital expenditures	299,433	44,481	59,961	403,884	61,938	465,822

(Note 1) Segment profit (loss) (Business profit) is calculated by subtracting Cost of sales and Selling, general and administrative expenses from Revenue.

(Note 2) “Adjustments” of (\$374,225) thousand in Segment profit (loss) (Business profit) comprises \$2,195 thousand in eliminated intersegment transactions and (\$376,426) thousand in Corporate and Other. Corporate and Other mainly includes expenses related to research and development for basic technology, as well as revenues and expenses related to new businesses and general corporate functions that are not attributed to reportable segments.

(Note 3) “Adjustments” of \$2,408,099 thousand in Segment assets includes the elimination of intersegment transactions of (\$27,056) thousand and other amounts mainly consisting of corporate assets that are not attributed to reportable segments.

(Note 4) Epson recognizes an impairment loss of (\$161,922) thousand on goodwill related to Fiery, LLC, which is included in the commercial and industrial printing business. This impairment is recognized due to a deterioration in market conditions in the commercial printing and industrial printing markets served by Fiery, LLC, which has become more severe than previously anticipated. Specifically, capital expenditure by the customers has been constrained amid factors such as the impact of U.S. tariff policies. Considering these circumstances, Epson conducted a prudent review of its business plans, resulting in the recognition of the impairment loss.

(Note 5) Epson recognizes an impairment loss of (\$8,099) thousand in the manufacturing solutions business because, despite continued investments for future growth, it is expected to take time to improve profitability due to the slower-than-expected recovery of markets in major sales regions and uncertainties in the investment trends of certain major customers.

(3) Geographic Information

The regional breakdowns of external revenues and non-current assets are as follows:

External Revenue

	Millions of yen		Thousands of U.S. dollars
	Year ended March 31,		Year ended March 31,
	2025	2026	2026
Japan	225,920	232,074	1,451,505
The United States	288,339	302,601	1,892,616
China	182,176	181,760	1,136,817
Other	666,507	696,814	4,358,219
Total	1,362,944	1,413,251	8,839,171

(Note) Revenues are segmented by country based on the location of the customers.

Non-current Assets

	Millions of yen		Thousands of U.S. dollars
	March 31,		March 31,
	2025	2026	2026
Japan	224,835	224,863	1,406,404
The United States	120,200	98,581	616,574
The Philippines	46,899	48,956	306,195
Indonesia	33,306	35,093	219,489
China	28,468	29,570	184,945
Other	55,051	62,668	391,956
Total	508,762	499,734	3,125,584

(Note) Non-current assets, excluding “Investments accounted for using equity method”, “Net defined benefit assets” “Other financial assets” and “Deferred tax assets”, are segmented by the location of the assets.

(4) Information about Major Customers

Epson has no transactions with a single external customer amounting to 10% or more of total external revenues.

SEIKO EPSON CORPORATION

(Earnings per Share)

(1) Basis of calculating basic earnings per share

	Millions of yen		Thousands of U.S. dollars
	Year ended March 31,		Year ended March 31,
	2025	2026	2026
Profit for the period attributable to owners of the parent company	55,177	18,201	113,838
Profit for the period not attributable to owners of the parent company	-	-	-
Profit used for calculation of basic earnings per share	55,177	18,201	113,838
Weighted-average number of ordinary shares outstanding (Thousands of Shares)	326,977	320,405	320,405
Basic earnings per share	(Yen) 168.75	(Yen) 56.81	(\$ 0.36

(2) Basis of calculating diluted earnings per share

	Millions of yen		Thousands of U.S. dollars
	Year ended March 31,		Year ended March 31,
	2025	2026	2026
Profit used for calculation of basic earnings per share	55,177	18,201	113,838
Adjustments	-	-	-
Profit used for calculation of diluted earnings per share	55,177	18,201	113,838
Weighted-average number of ordinary shares outstanding (Thousands of Shares)	326,977	320,405	320,405
Effect of dilutive potential ordinary shares			
BIP trust for eligible officers (Thousands of Shares)	10	-	-
Weighted-average number of ordinary shares diluted (Thousands of Shares)	326,987	320,405	320,405
Diluted earnings per share	(Yen) 168.75	(Yen) 56.81	(\$ 0.36

(Note) For the purpose of calculation of basic earnings per share and diluted earnings per share, the shares of the Company held by BIP trust are accounted as treasury shares and the number of those shares are deducted from weighted-average number of ordinary shares outstanding during the period.

(Business Combinations)

The business combination that occurred for the year ended March 31, 2025 is as follows. There are no significant business combinations for the year ended March 31, 2026.

Acquisition of Fiery, LLC

The Company acquired all equity interests of Fiery, LLC ("Fiery") from its shareholders, affiliates of Siris Capital Group, LLC and Electronics for Imaging, Inc. on December 2, 2024. As a result, Fiery became a wholly owned subsidiary of the Company.

(1) Overview of the Business Combination

(A) Name and business description of the acquiree

Name of the acquiree	Fiery, LLC
Business description	Digital printing software solutions

(B) Acquisition date

December 2, 2024

(C) Percentage of voting equity interests acquired

100%

(D) Primary reasons for the business combination

Fiery, headquartered in the US, is a leading independent provider of comprehensive printing business-to-business software solutions and services including digital front end ("DFE")¹ servers for industrial and digital printing.

Epson and Fiery each have a long history of supporting customers to maximize their productivity with the use of digital printing technology which meets needs arising from office-use to commercial or industrial-use. Fiery's software, server, and workflow solutions will complement Epson's strategic vision and hardware leadership, and Epson will work with Fiery to accelerate growth in the digital printing field and enhance corporate value.

¹Digital Front End: A general term for software and hardware used to process print data and manage the printing process.

(E) Method used to obtain control of the acquiree

Cash consideration for the acquisition of equity interests

(2) Fair Values of Consideration for the Acquisition, Assets Acquired, Liabilities Assumed and Goodwill as of the Acquisition Date

	Millions of yen
Fair value of the consideration for the acquisition (cash)	86,170
Fair values of the assets acquired and the liabilities assumed	
Current assets	
Cash and cash equivalents	687
Other current assets	5,664
Non-current assets	
Property, plant and equipment	1,816
Intangible assets (Note 1)	56,004
Other non-current assets	8,808
Current liabilities	(7,016)
Non-current liabilities	(16,206)
Fair values of the assets acquired and the liabilities assumed (net)	49,758
Goodwill (Note 2)	36,412

(Note 1) Intangible assets mainly include customer-related intangible assets and technology-based intangible assets. These intangible assets are measured based on assumptions such as revenue growth rates, gross profit ratios, attrition rates of existing customers and discount rate.

(Note 2) Goodwill is primarily generated in relation to expected future profitability. None of the recognized goodwill is expected to be deductible for tax purposes.

(3) Acquisition-related Costs

The acquisition-related costs of ¥1,404 million are included in Selling, general and administrative expenses in the consolidated statement of comprehensive income for the year ended March 31, 2025.

(4) Cash Flows Associated with the Acquisition

	Millions of yen
Acquisition consideration in cash	86,170
Cash and cash equivalents received on acquisition date	(687)
Expenditures for acquisition of the subsidiary	85,483

(5) Impact on Business Performance

Profit or loss information relating to the business combination after the acquisition date and profit or loss information assuming that the business combination had taken place at the beginning of the period for the year ended March 31, 2025 are omitted because the impact on Epson's consolidated profit or loss is insignificant. This pro-forma information has not been audited by the independent auditor.

(Contingencies)

Material litigation

In general, litigation has uncertainties and it is difficult to make a reliable estimate of financial effect of the possibility of an outflow of resources embodying economic benefits. Epson does not recognize provisions when either an outflow of resources embodying economic benefits is not probable or an estimate of financial effect is not practicable. Epson has the following material action.

The civil action on copyright fee of ink-jet printers

In June 2010, Epson Europe B.V. (“EEB”), a consolidated subsidiary of the Company, brought a civil suit against La SCRL Reprobel (“Reprobel”), a Belgium-based group that collects copyright royalties, seeking restitution for copyright royalties for multifunction printers. After that, Reprobel also brought a civil suit against EEB. As a result, these two lawsuits were adjoined. EEB’s claims were rejected at the first trial, but EEB, dissatisfied with the decision, intends to appeal.

(Subsequent Events)

Not applicable.

SEIKO EPSON CORPORATION

(Reference) Quarterly Information

(Millions of yen)

	FY2025 1Q (From Apr to Jun)	FY2025 2Q (From Jul to Sep)	FY2025 3Q (From Oct to Dec)	FY2025 4Q (From Jan to Mar)
Revenue	320,879	346,472	376,473	369,426
Cost of sales	(204,555)	(226,843)	(241,107)	(239,993)
Gross profit	116,324	119,628	135,365	129,432
Selling, general and administrative expenses	(96,569)	(101,953)	(108,998)	(109,441)
Business profit (Note)	19,755	17,675	26,366	19,991
Other operating income (expense)	(5,618)	(666)	873	(28,819)
Profit (loss) from operating activities	14,136	17,008	27,240	(8,827)
Finance income (costs)	(1,206)	861	698	125
Share of profit (loss) of investments accounted for using equity method	(12)	(4)	17	(15)
Profit (loss) before tax	12,918	17,865	27,957	(8,717)
Income taxes	(6,304)	(5,811)	(11,175)	(8,525)
Profit (loss) for the period	6,613	12,053	16,781	(17,242)
Profit (loss) for the period attributable to owners of the parent company	6,612	12,052	16,780	(17,244)
Basic earnings (loss) per share for the period (Yen)	20.64	37.62	52.37	(53.82)

(Note) Business profit is calculated by subtracting Cost of sales and Selling, general and administrative expenses from Revenue.