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February 10, 2026

**Consolidated Financial Results
for the Nine Months Ended December 31, 2025
(Under Japanese GAAP)**

Company name:	Sharp Corporation
Listing:	Tokyo Stock Exchange
Securities code:	6753
URL:	https://corporate.jp.sharp/ (English : https://global.sharp/)
Representative:	Masahiro Okitsu, President Chief Executive Officer
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Scheduled date to commence dividend payments:	-
Preparation of supplementary material on financial results:	Yes
Holding of financial results briefing:	Yes (for institutional investors and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the nine months ended December 31, 2025 (from April 1, 2025 to December 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2025	1,417,699	(14.5)	40,995	101.0	47,728	-	67,517	-
December 31, 2024	1,657,960	(6.0)	20,397	-	831	(87.4)	(3,591)	-

Note: Comprehensive income For the nine months ended December 31, 2025: 106,831 million yen [-%]
For the nine months ended December 31, 2024: 3,367 million yen [(92.8)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2025	103.98	-
December 31, 2024	(5.53)	-

Note: Diluted earnings per share is not stated because potentially dilutive shares exist without dilutive effect at the moment.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
December 31, 2025	1,436,287	270,998	17.8
March 31, 2025	1,453,730	167,709	10.5

Reference: Equity

As of December 31, 2025: 256,279 million yen
As of March 31, 2025: 153,367 million yen

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended March 31, 2025	Yen -	Yen 0.00	Yen -	Yen 0.00	Yen 0.00
Fiscal year ending March 31, 2026	-	0.00	-	-	-
Fiscal year ending March 31, 2026 (Forecast)	-	-	-	-	-

Note: 1 Revisions to the forecast of cash dividends most recently announced: None

2 As of this time, the dividend per share for the fiscal year ending March 31, 2026 has not yet been determined.

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2026	1,870,000	(13.4)	45,000	64.6	52,000	194.6	53,000	46.8	81.63

Note: Revisions to the earnings forecasts most recently announced: Yes

*Notes

- (1) Significant changes in the scope of consolidation during the period: Yes
Excluded: 3 companies (Saigon STEC Co., LTD., Sharp Fukuyama Laser Co., Ltd., P.T. Sharp Semiconductor Indonesia)
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
 - (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None
- (4) Number of issued shares (common shares)
 - (i) Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2025	650,411,638 shares
As of March 31, 2025	650,406,538 shares
 - (ii) Number of treasury shares at the end of the period

As of December 31, 2025	1,107,744 shares
As of March 31, 2025	1,106,821 shares
 - (iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2025	649,299,836 shares
Nine months ended December 31, 2024	649,300,783 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

1. The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to Sharp Corporation ("the Company") and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual results may vary due to a variety of factors. Please refer to "(2) Information on consolidated financial forecast" under "1. Qualitative Information" on P.3 for information regarding the consolidated financial forecasts for the fiscal year ending March 31, 2026.
2. The Company is scheduled to hold a financial results briefing on Tuesday, February 10, 2026. The financial results briefing materials used in this briefing will be posted on the Company's website promptly after the announcement.

1. Qualitative Information

(1) Qualitative Information regarding Consolidated Financial Results for the Nine Months Ended December 31, 2025

Please refer to the presentation material “Consolidated Financial Results for the Third Quarter, Fiscal 2025” on our company website.

<https://global.sharp/corporate/ir/library/financial/>

(2) Information on consolidated financial forecast

The Company revised the consolidated financial forecast for the year ending March 31, 2026 as follows.

Revision of the consolidated financial forecast for the year ending March 31, 2026 (April 1, 2025 to March 31, 2026)

	Net Sales (Millions of yen)	Operating Profit (Millions of yen)	Ordinary Profit (Millions of yen)	Profit attributable to owners of parent (Millions of yen)	Net Income per Share (yen)
Forecast previously announced (A)	1,870,000	45,000	45,000	53,000	81.63
Revised forecast (B)	1,870,000	45,000	52,000	53,000	81.63
Change (B-A)	-	-	7,000	-	
Rate of change (%)	-	-	15.6	-	
(Ref.) Results for the year ended March 31, 2025	2,160,146	27,338	17,653	36,095	55.59

Please refer to the presentation material “Consolidated Financial Results for the Third Quarter, Fiscal 2025” on our company website.

*The aforementioned financial forecasts are based on information available and deemed reasonable to the Sharp Group at the time of announcement and are not commitments made by the Company. Actual operating results may differ materially from the forecast due to various factors.

(3) Material Events Related to the Going Concern Assumption

During the fiscal year ended March 31, 2025, the Group achieved profitability again after two years of losses through business restructuring including Asset Light Initiatives. Additionally, by the third quarter of the current fiscal year, 67,517 million yen of profit attributable to owners of parent was recorded, recovering our equity ratio up to 17.8% from 10.5% as of March 31, 2025. However, in pursuit of further improvement of our financial foundation, we are continuously working to accelerate “Global Expansion” and “Business Transformation” of Brand Business, as stated in the Medium-Term Management Plan, aiming to enhance profitability and growth potential.

In terms of funding, Sharp shares information regarding our operating and financial position and consults with major lending institutions on ways to improve our financial position as necessary, in order to maintain and continue our borrowing agreements, thereby stabilizing our financial resources. Additionally, with regard to the syndicated loan agreements maturing in April 2026, negotiation with our primary financial institutions on terms and conditions is almost complete, targeting to conclude by the end of March.

While certain events or circumstances may have given rise significant doubts in connection with the going concern assumption, there are no material uncertainties noted that are applicable to Notes Related to the Going Concern Assumption.

2. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2025	As of December 31, 2025
Assets		
Current assets		
Cash and deposits	279,307	241,791
Notes and accounts receivable - trade, and contract assets	379,787	380,076
Inventories	242,081	265,931
Other	84,495	93,582
Allowance for doubtful accounts	(5,854)	(5,936)
Total current assets	<u>979,817</u>	<u>975,445</u>
Non-current assets		
Property, plant and equipment		
Buildings and structures	590,183	472,048
Machinery, equipment and vehicles	1,002,312	734,481
Tools, furniture and fixtures	136,473	115,582
Other	111,334	118,776
Accumulated depreciation	(1,638,404)	(1,257,389)
Total property, plant and equipment	<u>201,899</u>	<u>183,498</u>
Intangible assets		
Goodwill	7,264	6,524
Other	29,315	27,109
Total intangible assets	<u>36,580</u>	<u>33,633</u>
Investments and other assets		
Investment securities	185,710	192,224
Other	49,722	51,485
Total investments and other assets	<u>235,433</u>	<u>243,710</u>
Total non-current assets	<u>473,913</u>	<u>460,842</u>
Total assets	<u>1,453,730</u>	<u>1,436,287</u>

	As of March 31, 2025	As of December 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	278,869	293,329
Electronically recorded obligations - operating	10,881	9,342
Short-term borrowings	111,257	437,226
Provision for bonuses	19,481	11,386
Provision for product warranties	13,096	13,117
Other provisions	25,994	17,806
Other	297,342	266,445
Total current liabilities	756,923	1,048,653
Non-current liabilities		
Long-term borrowings	406,400	11,745
Provisions	11,709	11,156
Retirement benefit liability	45,604	39,760
Other	65,383	53,972
Total non-current liabilities	529,097	116,635
Total liabilities	1,286,021	1,165,289
Net assets		
Shareholders' equity		
Share capital	5,000	5,003
Capital surplus	148,983	146,731
Retained earnings	(54,082)	13,434
Treasury shares	(13,389)	(13,389)
Total shareholders' equity	86,511	151,778
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	20,818	23,067
Deferred gains or losses on hedges	(1,437)	2,227
Foreign currency translation adjustment	46,571	78,462
Remeasurements of defined benefit plans	902	743
Total accumulated other comprehensive income	66,855	104,500
Share acquisition rights	1,279	1,741
Non-controlling interests	13,062	12,977
Total net assets	167,709	270,998
Total liabilities and net assets	1,453,730	1,436,287

(2) Consolidated Statements of Income / Consolidated Statements of Comprehensive Income

- Consolidated statements of income

(Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Net sales	1,657,960	1,417,699
Cost of sales	1,352,286	1,100,481
Gross profit	305,674	317,218
Selling, general and administrative expenses	285,276	276,223
Operating profit	20,397	40,995
Non-operating income		
Interest income	3,741	3,724
Dividend income	1,217	861
Foreign exchange gains	-	1,444
Share of profit of entities accounted for using equity method	6,230	6,073
Investment income	1,566	-
Other	7,955	8,438
Total non-operating income	20,710	20,541
Non-operating expenses		
Interest expenses	7,873	6,427
Foreign exchange losses	20,577	-
Investment expense	-	113
Other	11,825	7,267
Total non-operating expenses	40,276	13,808
Ordinary profit	831	47,728
Extraordinary income		
Gain on sale of non-current assets	1,917	33,834
Gain on sale of investment securities	28,254	88
Gain on sale of shares of subsidiaries and associates	-	1,221
Gain on liquidation of subsidiaries and associates	79	-
Gain on sale of businesses	-	1,939
Gain on step acquisitions	717	-
Gain on change in equity	4,529	-
Gain on reversal of liabilities	4,474	-
Compensation income	3,858	-
Gain on reversal of share acquisition rights	216	100
Total extraordinary income	44,047	37,184
Extraordinary losses		
Loss on sale and retirement of non-current assets	801	878
Impairment losses	24,188	3,554
Loss on valuation of investment securities	38	-
Business restructuring expenses	11,167	3,028
Total extraordinary losses	36,196	7,461
Profit before income taxes	8,682	77,452
Income taxes - current	13,665	7,500
Income taxes - deferred	(943)	1,799
Total income taxes	12,721	9,300
Profit (loss)	(4,039)	68,151
Profit (loss) attributable to non-controlling interests	(447)	634
Profit (loss) attributable to owners of parent	(3,591)	67,517

- Consolidated statements of comprehensive income

(Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Profit (loss)	(4,039)	68,151
Other comprehensive income		
Valuation difference on available-for-sale securities	(17,472)	2,242
Deferred gains or losses on hedges	1,287	3,663
Foreign currency translation adjustment	17,530	26,003
Remeasurements of defined benefit plans, net of tax	3,210	(56)
Share of other comprehensive income of entities accounted for using equity method	2,850	6,826
Total other comprehensive income	7,406	38,679
Comprehensive income	3,367	106,831
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,257	105,162
Comprehensive income attributable to non-controlling interests	109	1,669

(3) Consolidated Statements of Cash Flows

(Millions of yen)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Cash flows from operating activities		
Profit before income taxes	8,682	77,452
Depreciation	37,826	27,320
Interest and dividend income	(4,958)	(4,586)
Interest expenses	7,873	6,427
Share of loss (profit) of entities accounted for using equity method	(6,230)	(6,073)
Investment expenses (income)	(1,566)	113
Loss (gain) on sale and retirement of non-current assets	(1,115)	(32,956)
Impairment losses	24,188	3,554
Loss (gain) on sale of investment securities	(28,254)	(88)
Loss (gain) on sale of shares of subsidiaries and associates	-	(1,221)
Loss (gain) on liquidation of subsidiaries and associates	(79)	-
Loss (gain) on sale of businesses	-	(1,939)
Loss (gain) on step acquisitions	(717)	-
Loss (gain) on change in equity	(4,529)	-
Gain on reversal of liabilities	(4,474)	-
Compensation income	(3,858)	-
Gain on reversal of share acquisition rights	(216)	(100)
Business restructuring expenses	11,167	3,028
Decrease (increase) in accounts receivable - trade, and contract assets	(8,714)	21,850
Decrease (increase) in accounts receivable - other	(1,960)	(5,855)
Decrease (increase) in inventories	7,279	(19,614)
Increase (decrease) in trade payables	(22,247)	(5,857)
Increase (decrease) in accrued consumption taxes	(769)	(9,919)
Increase (decrease) in provision for bonuses	(5,244)	(7,952)
Other, net	21,573	(36,721)
Subtotal	23,655	6,859
Interest and dividends received	7,428	7,065
Interest paid	(5,565)	(5,921)
Income taxes refund (paid)	(15,438)	(7,500)
Payments for business restructuring	(5,994)	(20,529)
Proceeds from insurance income	730	-
Proceeds from compensation	3,533	431
Net cash provided by (used in) operating activities	8,348	(19,594)

	Nine months ended December 31, 2024	Nine months ended December 31, 2025
Cash flows from investing activities		
Payments into time deposits	(47,104)	(31,105)
Proceeds from withdrawal of time deposits	44,786	58,946
Purchase of property, plant and equipment	(21,134)	(16,017)
Proceeds from sale of property, plant and equipment	2,890	41,368
Purchase of intangible assets	(9,287)	(8,731)
Proceeds from sale of investment securities	44,346	105
Proceeds from refund of investment partnerships	13,962	7,887
Proceeds from sale of businesses	-	5,457
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	-	11,715
Other, net	(1,813)	10,458
Net cash provided by (used in) investing activities	26,644	80,084
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	38,701	8,658
Repayments of long-term borrowings	(60,504)	(82,138)
Repayments of finance lease liabilities	(7,166)	(3,792)
Other, net	(497)	(10,644)
Net cash provided by (used in) financing activities	(29,466)	(87,917)
Effect of exchange rate change on cash and cash equivalents	10,590	17,646
Net increase (decrease) in cash and cash equivalents	16,117	(9,780)
Cash and cash equivalents at beginning of period	219,128	242,703
Cash and cash equivalents at end of period	235,246	232,922

(4) Notes to Consolidated Financial Statements

(Segment information)

I. Nine months ended December 31, 2024

i. Information on the amounts of sales, profits or losses for each reportable segment

(Millions of yen)

	Reportable segments				Other (Note) 1	Total	Adjustments (Note) 2	Amounts recorded in Consolidated Statements of Income (Note)3
	Smart Life	Smart Workplace	Display Device	Total				
Sales								
Revenues from external customers	487,659	615,266	342,196	1,445,122	212,837	1,657,960	-	1,657,960
Transactions with other segments	637	726	7,061	8,425	15,510	23,936	(23,936)	-
Total	488,296	615,993	349,257	1,453,548	228,348	1,681,896	(23,936)	1,657,960
Segment profit (loss)	15,094	44,600	(16,048)	43,646	(9,084)	34,561	(14,164)	20,397

Note: 1 Business segments excluded from reportable segments are classified as Other, consisting of the Electronic Device business and Sakai Display Products Corporation. Of these, sales of 50,752 million yen (47,385 million yen from external customers, 3,366 million yen from transactions with other segments), and segment loss of (13,663) million yen were related to Sakai Display Products Corporation.

2 Adjustments for segment profits or losses of (14,164) million yen include (13,388) million yen of company-wide expenses that have not been allocated to each reportable segment. Company-wide expenses are mainly related to basic R&D expenses and expenses related to the Company's head office.

3 Segment profits or losses are adjusted for operating profit in consolidated statements of income.

ii. Impairment losses on non-current assets or information on goodwill by reportable segment

(Significant impairment loss on non-current assets)

Book value of Camera module business-related assets, owned by consolidated subsidiaries in Japan and Vietnam, was reduced to a recoverable value, recognizing an impairment loss of 14,862 million yen under Other. This impairment loss was included in Electronic Device before the change in classification.

II. Nine months ended December 31, 2025

i. Information on the amounts of sales, profits or losses for each reportable segment

(Millions of yen)

	Reportable segments				Other (Note) 1	Total	Adjustments (Note) 2	Amounts recorded in Consolidated Statements of Income (Note)3
	Smart Life	Smart Workplace	Display Device	Total				
Sales								
Revenues from external customers	447,910	614,916	311,754	1,374,581	43,117	1,417,699	-	1,417,699
Transactions with other segments	410	1,178	3,657	5,245	3,089	8,335	(8,335)	-
Total	448,320	616,095	315,411	1,379,827	46,206	1,426,034	(8,335)	1,417,699
Segment profit (loss)	21,702	46,768	(13,574)	54,896	713	55,610	(14,615)	40,995

Note: 1. Business segments excluded from reportable segments are classified as Other, consisting of the Electronic Device business and Sakai Display Products Corporation.

2. Adjustments for segment profits or losses of (14,615) million yen include (14,230) million yen in company-wide expenses that have not been allocated to each reportable segment. Company-wide expenses are mainly related to basic R&D expenses and expenses related to the Company's head office.

3. Segment profits or losses are adjusted for operating profit in consolidated statements of income.

ii. Change in segment classification

In the previous fiscal year, we categorized the Group's reportable segments into five: Smart Life & Energy, Smart Office, Universal Network, Display Device and Electronic Device. Effective from the first quarter of the current fiscal year, reportable segments had recategorized into three: Smart Life, Smart Workplace and Display Device.

This reorganization divides our strategic brand business into two groups: the Smart Life Business Group, which focuses on lifestyles, and the Smart Workplace Business Group, which focuses on workstyles. Our goal is to focus and shift our business to accelerate new value creation in each area and enhance profitability and growth potential. Meanwhile, Display Device continues to concentrate on high-value-added products for automotive, mobile, and industrial applications where we can maintain a competitive advantage.

Following the change in segments, the TV system business (formerly under Universal Network) is now classified under Smart Life, along with the previous Smart Life & Energy. Similarly, the mobile communication business (formerly under Universal Network) is now included in Smart Workplace, along with the previous Smart Office. In addition, we group Electronic Device, which is being transferred, and Sakai Display Products Corporation, which has ceased production, under Other and exclude them from the reportable segments.

The segment information for the nine months ended December 31, 2024 has been restated under the classification after the change.

iii. Information on segment assets

With regard to the transfer of the camera module business, the Group transferred its equity in Saigon STEC Co., LTD. (hereinafter referred to as "SSTEC"), a consolidated subsidiary, and excluded it from the scope of consolidation. Furthermore, certain assets (inventories and property, plant and equipment) are transferred to SSTEC after the equity transfer. In addition, the Company has transferred the rights and obligations related to the business operated by Sharp Fukuyama Laser Co., Ltd. (hereinafter, "SFL"), a consolidated subsidiary, to SFL through a company split (absorption-type split) and subsequently excluded SFL from the scope of consolidation through a share transfer.

As a result, assets included in Other (formerly included in Electronic Device) as of March 31, 2025 decreased by 27,612 million yen.

(Notes Related to Significant Changes in Shareholders' Equity)

No applicable matter to report.

(Notes Related to the Going Concern Assumption)

No applicable matter to report.