Consolidated Financial Results for the Six Months Ended September 30, 2026 (IFRS)

November 2, 2026

Company name: **KYOCERA CORPORATION** Stock Listing: Tokyo Stock Exchange

Code number: 6971 URL: https://global.kyocera.com/

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Scheduled date of semi-annual securities report filing: November 13, 2026

Scheduled date for commencement of dividend payments: December 7, 2026

Supplementary documents of financial results: Yes

Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded)

1. Consolidated Financial Results for the Six Months Ended September 30, 2026

(1) Consolidated operating results (% of change from the same period of the previous year)

	Sales revenue		Operating profit		Profit before income taxes		Profit attributable to owners of the parent		Comprehensive income for the period	
Six months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
September 30, 2026	1,078,337	8.8	65,609	56.4	93,020	36.9	73,430	32.2	141,093	46.1
September 30, 2025	991,385	(0.7)	41,945	10.7	67,950	31.1	55,540	53.9	96,603	383.6

	Earnings per share attributable to owners of the parent - Basic	Earnings per share attributable to owners of the parent - Diluted
Six months ended	Yen	Yen
September 30, 2026	56.73	—
September 30, 2025	39.61	—

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent to total assets
As of	Million yen	Million yen	Million yen	%
September 30, 2026	4,597,397	3,294,110	3,265,364	71.1
March 31, 2026	4,646,314	3,367,372	3,339,431	71.9

2. Cash Dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2026	—	25.00	—	27.00	52.00
Year ending March 31, 2027	—	28.00			
Year ending March 31, 2027 (forecast)			—	28.00	56.00

(Note) Revision of previously announced dividend forecasts during this reporting period: None

3. Consolidated Financial Forecasts for the Year Ending March 31, 2027 (% of change from the previous year)

	Sales revenue		Operating profit		Profit before income taxes		Profit attributable to owners of the parent		Earnings per share attributable to owners of the parent - Basic
Year ending	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
March 31, 2027	2,120,000	2.4	160,000	35.4	200,000	18.3	160,000	13.5	123.62

(Note) Revision of previously announced financial forecast during this reporting period: Yes
"Earnings per share attributable to owners of the parent - Basic" is calculated using the average number of shares outstanding for the six months ended September 30, 2026.

Notes

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

(2) Changes in accounting policies and accounting estimates
- (i) Changes in accounting policies required under IFRS: None
- (ii) Changes in accounting policies due to reasons other than (i): None
- (iii) Changes in accounting estimates: None

(3) Number of shares issued (common stock)
- (i) Number of shares issued (including treasury stock):
  - As of September 30, 2026 1,419,100,820 shares
  - As of March 31, 2026 1,510,474,320 shares
- (ii) Number of treasury stock:
  - As of September 30, 2026 150,861,611 shares
  - As of March 31, 2026 193,068,328 shares
- (iii) Average number of shares outstanding:
  - For the six months ended September 30, 2026 1,294,327,624 shares
  - For the six months ended September 30, 2025 1,402,075,698 shares

(Note) Based on a resolution of the Board of Directors adopted on April 30, 2026, Kyocera Corporation canceled 91,373,500 shares of its treasury stock on May 29, 2026. As a result of this cancellation, the total number of issued shares outstanding as of September 30, 2026 decreased to 1,419,100,820 shares.

This consolidated financial statement is not subject to interim review procedures by public accountants nor audit firms.

Instruction for Forecasts and Other Notes

1. Cautionary statements with respect to forward-looking statements

Certain of the statements made in this document are forward-looking statements, which are based on our current assumptions and beliefs in light of the information currently available to us. These forward-looking statements involve known and unknown risks, uncertainties and other factors. Such risks, uncertainties and other factors include, but are not limited to the following:

(1) General conditions in the Japanese or global economy;
(2) Unexpected changes in economic, political and legal conditions in countries where we operate or export;
(3) The effect of foreign exchange fluctuations on our results of operations;
(4) Intense competitive pressures to which our products are subject;
(5) Fluctuations in the price and ability of suppliers to provide the required quantity of raw materials for use in our production activities;
(6) Manufacturing delays or defects resulting from outsourcing or internal manufacturing processes;
(7) The possibility that future initiatives and in-process research and development may not produce the desired results;
(8) Companies or assets acquired by us not produce the returns or benefits, or bring in business opportunities;
(9) Inability to secure skilled employees;
(10) Damages on our information security systems from cyberattacks, etc. and significant costs in order to recover and maintain the systems;
(11) Insufficient protection of our trade secrets and intellectual property rights including patents;
(12) Expenses associated with licenses we require to continue to manufacture and sell products;
(13) Unintentional conflict with laws and regulations or newly enacted laws and regulations;
(14) Environmental liability and compliance obligations by tightening of environmental laws and regulations;
(15) Inability to respond to global climate change problems or delay in such response, which may lead to increased costs and negatively impact our corporate brands;
(16) Our market or supply chains being affected by plague, infectious diseases, terrorism, wars or similar events;
(17) Earthquakes and other natural disasters affecting our headquarters and major facilities as well as our suppliers and customers;
(18) Credit risk on trade receivables;
(19) Fluctuations in the value of financial instruments held by us;
(20) Impairment losses on property, plant and equipment, goodwill and intangible assets;
(21) Uncertainty over income tax and deferred tax assets; and
(22) Changes in accounting standards.

Due to such risks, uncertainties and other factors, our actual results, performance, achievements or financial condition may be substantially different from any future results, performance, achievements or financial condition expressed or implied by these forward-looking statements. We undertake no obligation to publicly update any forward-looking statements included in this document.

2. Method of obtaining supplementary materials on the financial results

The supplementary documents will be posted on the corporate website on November 2, 2026.

3. English translation

This is an English translation of the Japanese original of “Consolidated Financial Results for the Six Months Ended September 30, 2026.” The translation is prepared for the reference and convenience solely for those who do not use Japanese. In the event of any discrepancy between this translation and the Japanese original, the latter shall prevail.

(Attachment)

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1. Overview of Operating Results and Other Information

(1) Overview of Operating Results

a. Consolidated Financial Results

During the six months ended September 30, 2026 (“the first half”), the global economy remained solid, supported by the expansion of AI-related investment, etc. However, uncertainty persisted in the global economy due to geopolitical risk, as well as price increases of raw materials. In our principal markets, namely, semiconductor-related markets, demand related to data center and network infrastructure remained robust.

Sales revenue for the first half increased by 86,952 million yen, or 8.8%, to 1,078,337 million yen, as compared with the six months ended September 30, 2025 (“the previous first half”). Sales revenue of the Core Components Business and the Electronic Components Business increased, due primarily to continued robust demand for high-value-added products mainly for AI data centers such as semiconductor packages and capacitors. Sales revenue of the Solutions Business decreased as compared with the previous first half; however, when the impact of a sales decrease from transfer of the U.S. subsidiary of the Industrial Tools Unit in January 2026 is excluded, sales revenue of the Solutions Business increased compared with the previous first half.

Profits increased significantly in the first half due mainly to increased sales of high-value-added products in the Core Components Business and the Electronic Components Business, as well as to the higher sales revenue in existing principal businesses in the Solutions Business, which more than offset aggregate one-time costs in the amount of approximately 37.1 billion yen, comprised of an impairment loss of goodwill and intangible assets in the GaN (gallium nitride) Devices Business in the amount of approximately 29.5 billion yen and a provision recorded in connection with energy-related products in the amount of approximately 7.6 billion yen. As a result, operating profit increased by 23,664 million yen, or 56.4%, to 65,609 million yen, profit before income taxes increased by 25,070 million yen, or 36.9%, to 93,020 million yen and profit attributable to owners of the parent increased by 17,890 million yen, or 32.2%, to 73,430 million yen, as compared with the previous first half.

Average exchange rates for the first half were 159 yen to the U.S. dollar, marking depreciation of 13 yen, or 8.9%, and 184 yen to the Euro, marking depreciation of 16 yen, or 9.5%, as compared with the previous first half. As a result, sales revenue and profit before income taxes after translation into yen for the first half were pushed up by approximately 63 billion yen and 12 billion yen, respectively, as compared with the previous first half.

Consolidated Financial Results (Yen in millions)

	For the six months ended September 30, 2025		For the six months ended September 30, 2026		Change	
	Amount	%*	Amount	%*	Amount	%
Sales revenue	991,385	100.0	1,078,337	100.0	86,952	8.8
Operating profit	41,945	4.2	65,609	6.1	23,664	56.4
Profit before income taxes	67,950	6.9	93,020	8.6	25,070	36.9
Profit attributable to owners of the parent	55,540	5.6	73,430	6.8	17,890	32.2
Average US$ exchange rate (Yen)	146	—	159	—	—	—
Average Euro exchange rate (Yen)	168	—	184	—	—	—
Capital expenditures	88,740	9.0	81,897	7.6	(6,843)	(7.7)
Depreciation charge of property, plant and equipment	54,590	5.5	56,154	5.2	1,564	2.9
Research and development expenses	57,178	5.8	57,184	5.3	6	0.0

* % represents the percentage to sales revenue.

b. Consolidated Financial Results by Reporting Segment

1) Core Components Business

Sales revenue for the first half increased by 60,515 million yen, or 19.7%, to 368,173 million yen, as compared with the previous first half. Business profit increased by 20,453 million yen, or 68.1%, to 50,473 million yen, as compared with the previous first half. The business profit ratio for the first half improved to 13.7% from 9.8% recorded in the previous first half.

Sales revenue increased due mainly to increased sales of high-value-added products such as semiconductor packages for AI data centers and fine ceramic components for semiconductor processing equipment. Business profit increased, due mainly to a significant improvement in profitability driven by the higher sales revenue for high-value-added products.

2) Electronic Components Business

Sales revenue for the first half increased by 40,573 million yen, or 23.2%, to 215,282 million yen, as compared with the previous first half. Business profit increased by 19,581 million yen to 19,598 million yen, as compared with the previous first half. The business profit ratio for the first half was 9.1%.

Sales revenue increased due mainly to increased sales of high-value-added products for AI data centers such as small-sized high-capacitance MLCCs and tantalum capacitors. Business profit increased significantly due to the higher sales revenue and improvement of profitability of high-value-added products, as well as profits from sale of real estate, etc. incurred in the three months ended June 30, 2026. Further, the absence of a one-time loss relating to a business transfer incurred in the previous first half also contributed to business profit.

3) Solutions Business

Sales revenue for the first half decreased by 15,237 million yen, or 2.9%, to 503,784 million yen, as compared with the previous first half. Business profit increased by 19,237 million yen, or 50.9%, to 56,999 million yen, as compared with the previous first half. The business profit ratio for the first half improved to 11.3% from 7.3% recorded in the previous first half.

Sales revenue decreased due mainly to completion of the transfer of a U.S. subsidiary in the Industrial Tools Unit in January 2026, which more than offset increased demand for major products mainly in the Document Solutions Unit and the Industrial Tools Unit, etc. Business profit increased due mainly to higher sales revenue from existing principal businesses as well as improved profitability of each business.

Sales Revenue by Reporting Segment

(Yen in millions)

	For the six months ended September 30, 2025		For the six months ended September 30, 2026		Change	
	Amount	%*	Amount	%*	Amount	%
Core Components Business	307,658	31.0	368,173	34.1	60,515	19.7
Industrial & Automotive Components Unit	118,895	12.0	134,073	12.4	15,178	12.8
Semiconductor Components Unit	177,309	17.9	221,144	20.5	43,835	24.7
Others	11,454	1.1	12,956	1.2	1,502	13.1
Electronic Components Business	174,709	17.6	215,282	20.0	40,573	23.2
Solutions Business	519,021	52.4	503,784	46.7	(15,237)	(2.9)
Industrial Tools Unit	156,983	15.8	106,815	9.9	(50,168)	(32.0)
Document Solutions Unit	220,920	22.3	248,186	23.0	27,266	12.3
Communications Unit	98,815	10.0	106,898	9.9	8,083	8.2
Others	42,303	4.3	41,885	3.9	(418)	(1.0)
Others	6,623	0.7	7,575	0.7	952	14.4
Adjustments and eliminations	(16,626)	(1.7)	(16,477)	(1.5)	149	—
Sales revenue	991,385	100.0	1,078,337	100.0	86,952	8.8

* % represents the component ratio.

Business Profit (Loss) by Reporting Segment

	For the six months ended September 30, 2025		For the six months ended September 30, 2026		Change	
	Amount	%*	Amount	%*	Amount	%
Core Components Business	30,020	9.8	50,473	13.7	20,453	68.1
Industrial & Automotive Components Unit	11,960	10.1	19,209	14.3	7,249	60.6
Semiconductor Components Unit	19,115	10.8	31,480	14.2	12,365	64.7
Others	(1,055)	—	(216)	—	839	—
Electronic Components Business	17	0.0	19,598	9.1	19,581	—
Solutions Business	37,762	7.3	56,999	11.3	19,237	50.9
Industrial Tools Unit	10,284	6.6	19,164	17.9	8,880	86.3
Document Solutions Unit	18,124	8.2	29,634	11.9	11,510	63.5
Communications Unit	4,200	4.3	7,891	7.4	3,691	87.9
Others	5,154	12.2	310	0.7	(4,844)	(94.0)
Others	(12,061)	—	(43,589)	—	(31,528)	—
Total business profit	55,738	5.6	83,481	7.7	27,743	49.8
Corporate gains and others	12,212	—	9,539	—	(2,673)	(21.9)
Profit before income taxes	67,950	6.9	93,020	8.6	25,070	36.9

* % represents the percentage to sales revenue of each corresponding segment.

(Note) Kyocera decided to change the classification of a part of “Industrial & Automotive Components Unit” under “Core Components Business” to “Semiconductor Components Unit” under “Core Components Business” from January 1, 2026. Kyocera also decided to change the classification of elemental technology research, which had been included in “Others”, to “Corporate gains and others” from the year ending March 31, 2027. With these changes, the results for the six months ended September 30, 2025 were reclassified in the same manner.

(2) Overview of Financial Position

a. Consolidated Financial Position

As a result of the sale of some common shares of KDDI Corporation ("KDDI") held by Kyocera Corporation and other factors, Kyocera's financial position as of September 30, 2026 was as follows.
Total assets decreased by 48,917 million yen compared with total assets as of March 31, 2026 to 4,597,397 million yen primarily due to decreases in equity instruments as a result of the sale of KDDI's shares and in goodwill and intangible assets owing to the impact of an impairment loss in GaN Device Business, which were partially offset by increases in inventories and property, plant and equipment. Total liabilities increased by 24,345 million yen compared with total liabilities as of March 31, 2026 to 1,303,287 million yen due mainly to an increase in other payables arising from the capital expenditures. Total equity decreased by 73,262 million yen compared with total equity as of March 31, 2026 to 3,294,110 million yen primarily due to the purchase of treasury stock, etc., despite the recording of profit attributable to owners of the parent.

Consolidated Financial Position (Yen in millions)

	As of March 31, 2026	As of September 30, 2026	Change
Total assets	4,646,314	4,597,397	(48,917)
Total liabilities	1,278,942	1,303,287	24,345
Total equity	3,367,372	3,294,110	(73,262)

b. Consolidated Cash Flows

The balance of cash and cash equivalents as of September 30, 2026 decreased by 19,353 million yen to 436,534 million yen from 455,887 million yen as of March 31, 2026.

1) Cash flows from operating activities
Net cash provided by operating activities for the first half increased by 45,021 million yen to 145,364 million yen from 100,343 million yen for the previous first half. This was due mainly to increased profit for the period, as well as an increase in refunds of corporate income taxes.

2) Cash flows from investing activities
Net cash provided by investing activities for the first half decreased by 51,331 million yen to 68,161 million yen from 119,492 million yen for the previous first half. This was due mainly to a decrease in the acquisition of time deposits, while proceeds from the sale of KDDI shares declined.

3) Cash flows from financing activities
Net cash used in financing activities for the first half increased by 108,466 million yen to 228,932 million yen from 120,466 million yen for the previous first half. This was due mainly to an increase in the payment for purchase of treasury stock.

Consolidated Cash Flows (Yen in millions)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026	Change
Cash flows from operating activities	100,343	145,364	45,021
Cash flows from investing activities	119,492	68,161	(51,331)
Cash flows from financing activities	(120,466)	(228,932)	(108,466)
Effect of exchange rate changes on cash and cash equivalents	4,189	(3,946)	(8,135)
Increase (decrease) in cash and cash equivalents	103,558	(19,353)	(122,911)
Cash and cash equivalents at the beginning of the year	444,744	455,887	11,143
Cash and cash equivalents at the end of the period	548,302	436,534	(111,768)

(3) Explanation Regarding Future Projection Including Consolidated Financial Forecasts

Kyocera has revised its consolidated financial forecasts for the year ending March 31, 2027, as set forth below.

Financial results for the first half exceeded our expectations due to robust demand for components in AI and semiconductor-related markets. Based on our expectation that demand for such components will remain solid for the three months ending December 31, 2026 and onward, sales revenue is expected to exceed our previous forecast. With respect to profits, our forecast remains unchanged from the previous forecast; the positive impact of significant profitability improvements in each business, as well as the gain from the transfer of the Chemical Business (please refer to "(5) Notes to Condensed Interim Consolidated Financial Statements - d. Material Subsequent Event" in "2. Condensed Interim Consolidated Financial Statements and Primary Notes"), is expected to offset the impact of the one-time cost recorded during the first half.

Considering factors such as progress through the end of the first half, Kyocera has also revised its forecasts for each reporting segment as described on the following page.

Please refer to "1. Cautionary statements with respect to forward-looking statements" in "Instruction for Forecasts and Other Notes" for information of future prospective.

Forecasts of Consolidated Financial Results (Yen in millions)

	Results for the year ended March 31, 2026		Forecasts for the year ending March 31, 2027, announced on				Change %*2
			July 30, 2026 (Previous)		November 2, 2026 (Revised)		
	Amount	%*1	Amount	%*1	Amount	%*1	
Sales revenue	2,070,203	100.0	2,080,000	100.0	2,120,000	100.0	2.4
Operating profit	118,138	5.7	160,000	7.7	160,000	7.5	35.4
Profit before income taxes	168,994	8.2	200,000	9.6	200,000	9.4	18.3
Profit attributable to owners of the parent	140,969	6.8	160,000	7.7	160,000	7.5	13.5
Average US$ exchange rate (Yen)	151	—	155	—	155	—	—
Average Euro exchange rate (Yen)	175	—	180	—	180	—	—
Capital expenditures	149,099	7.2	225,000	10.8	225,000	10.6	50.9
Depreciation charge of property, plant and equipment	110,924	5.4	120,000	5.8	120,000	5.7	8.2
Research and development expenses	115,701	5.6	120,000	5.8	120,000	5.7	3.7

*1 % represents the percentage to sales revenue.

*2 % represents the percentage change from the previous year.

Forecasts of Sales Revenue by Reporting Segment

(Yen in millions)

	Results for the year ended March 31, 2026		Forecasts for the year ending March 31, 2027, announced on				Change %*2
			July 30, 2026 (Previous)		November 2, 2026 (Revised)		
	Amount	%*1	Amount	%*1	Amount	%*1	
Core Components Business	653,429	31.6	716,000	34.4	731,000	34.5	11.9
Industrial & Automotive Components Unit	250,069	12.1	273,000	13.1	273,000	12.9	9.2
Semiconductor Components Unit	379,432	18.3	415,000	20.0	430,000	20.3	13.3
Others	23,928	1.2	28,000	1.3	28,000	1.3	17.0
Electronic Components Business	363,486	17.5	415,000	20.0	430,000	20.3	18.3
Solutions Business	1,070,919	51.7	964,800	46.4	974,800	46.0	(9.0)
Industrial Tools Unit	285,936	13.8	180,000	8.6	190,000	9.0	(33.6)
Document Solutions Unit	478,479	23.1	490,000	23.6	490,000	23.1	2.4
Communications Unit	219,158	10.6	200,000	9.6	200,000	9.4	(8.7)
Others	87,346	4.2	94,800	4.6	94,800	4.5	8.5
Others	14,196	0.7	15,000	0.7	15,000	0.7	5.7
Adjustments and eliminations	(31,827)	(1.5)	(30,800)	(1.5)	(30,800)	(1.5)	—
Sales revenue	2,070,203	100.0	2,080,000	100.0	2,120,000	100.0	2.4

*1 % represents the component ratio.

*2 % represents the percentage change from the previous year.

Forecasts of Business Profit (Loss) by Reporting Segment

(Yen in millions)

	Results for the year ended March 31, 2026		Forecasts for the year ending March 31, 2027, announced on				Change %*2
			July 30, 2026 (Previous)		November 2, 2026 (Revised)		
	Amount	%*1	Amount	%*1	Amount	%*1	
Core Components Business	63,082	9.7	99,000	13.8	112,000	15.3	77.5
Industrial & Automotive Components Unit	18,730	7.5	36,000	13.2	39,000	14.3	108.2
Semiconductor Components Unit	46,933	12.4	63,500	15.3	73,500	17.1	56.6
Others	(2,581)	—	(500)	—	(500)	—	—
Electronic Components Business	7,316	2.0	26,000	6.3	40,000	9.3	446.7
Solutions Business	103,943	9.7	94,000	9.7	99,000	10.2	(4.8)
Industrial Tools Unit	35,196	12.3	18,000	10.0	25,000	13.2	(29.0)
Document Solutions Unit	45,115	9.4	47,000	9.6	49,000	10.0	8.6
Communications Unit	12,116	5.5	15,000	7.5	18,000	9.0	48.6
Others	11,516	13.2	14,000	14.8	7,000	7.4	(39.2)
Others	(21,742)	—	(26,000)	—	(58,000)	—	—
Total business profit	152,599	7.4	193,000	9.3	193,000	9.1	26.5
Corporate gains and others	16,395	—	7,000	—	7,000	—	(57.3)
Profit before income taxes	168,994	8.2	200,000	9.6	200,000	9.4	18.3

*1 % represents the percentage to sales revenue of each corresponding segment.

*2 % represents the percentage change from the previous year.

(Note) Kyocera decided to change the classification of elemental technology research, which had been included in “Others” to “Corporate gains and others” from the year ending March 31, 2027. With this change, the results for the year ended March 31, 2026 were reclassified in the same manner.

2. Condensed Interim Consolidated Financial Statements and Primary Notes

(1) Condensed Interim Consolidated Statement of Financial Position

(Yen in millions)

	As of March 31, 2026		As of September 30, 2026		Change
	Amount	%*	Amount	%*	
Assets					
Current assets					
Cash and cash equivalents	455,887		436,534		(19,353)
Trade and other receivables	382,158		377,328		(4,830)
Other financial assets	34,436		34,142		(294)
Inventories	522,004		559,265		37,261
Income tax receivables	33,172		12,311		(20,861)
Other current assets	73,494		79,310		5,816
Total current assets	1,501,151	32.3	1,498,890	32.6	(2,261)
Non-current assets					
Equity and debt instruments	1,649,512		1,613,183		(36,329)
Investments accounted for using the equity method	97,320		96,099		(1,221)
Other financial assets	57,120		59,536		2,416
Property, plant and equipment	685,492		708,504		23,012
Right-of-use assets	75,903		77,575		1,672
Goodwill	273,968		244,652		(29,316)
Intangible assets	121,241		111,792		(9,449)
Deferred tax assets	44,850		45,398		548
Other non-current assets	139,757		141,768		2,011
Total non-current assets	3,145,163	67.7	3,098,507	67.4	(46,656)
Total assets	4,646,314	100.0	4,597,397	100.0	(48,917)

* % represents the component ratio.

(Yen in millions)

	As of March 31, 2026		As of September 30, 2026		Change
	Amount	%*	Amount	%*	
Liabilities and Equity					
Liabilities					
Current liabilities					
Borrowings	56,075		56,802		727
Trade and other payables	194,767		227,281		32,514
Lease liabilities	21,805		21,282		(523)
Other financial liabilities	3,886		569		(3,317)
Income tax payables	32,483		18,477		(14,006)
Accrued expenses	146,693		153,854		7,161
Provisions	10,572		12,677		2,105
Other current liabilities	58,729		57,329		(1,400)
Total current liabilities	525,010	11.3	548,271	11.9	23,261
Non-current liabilities					
Borrowings	188,963		189,160		197
Lease liabilities	65,881		67,703		1,822
Retirement benefit liabilities	9,000		8,915		(85)
Deferred tax liabilities	464,045		452,046		(11,999)
Provisions	15,556		20,374		4,818
Other non-current liabilities	10,487		16,818		6,331
Total non-current liabilities	753,932	16.2	755,016	16.4	1,084
Total liabilities	1,278,942	27.5	1,303,287	28.3	24,345
Equity					
Common stock	115,703		115,703		—
Capital surplus	118,813		83		(118,730)
Retained earnings	2,215,875		2,299,326		83,451
Other components of equity	1,231,991		1,208,391		(23,600)
Treasury stock	(342,951)		(358,139)		(15,188)
Total equity attributable to owners of the parent	3,339,431	71.9	3,265,364	71.1	(74,067)
Non-controlling interests	27,941	0.6	28,746	0.6	805
Total equity	3,367,372	72.5	3,294,110	71.7	(73,262)
Total liabilities and equity	4,646,314	100.0	4,597,397	100.0	(48,917)

* % represents the component ratio.

(2) Condensed Interim Consolidated Statement of Profit or Loss and Comprehensive Income

a. Condensed Interim Consolidated Statement of Profit or Loss

(Yen in millions except per share amounts)

	For the six months ended September 30, 2025		For the six months ended September 30, 2026		Change	
	Amount	%*	Amount	%*	Amount	%
Sales revenue	991,385	100.0	1,078,337	100.0	86,952	8.8
Cost of sales	703,919	71.0	736,799	68.3	32,880	4.7
Gross profit	287,466	29.0	341,538	31.7	54,072	18.8
Selling, general and administrative expenses	245,521	24.8	275,929	25.6	30,408	12.4
Operating profit	41,945	4.2	65,609	6.1	23,664	56.4
Finance income	32,069	3.2	31,399	2.9	(670)	(2.1)
Finance expenses	7,451	0.6	5,807	0.6	(1,644)	(22.1)
Share of net profit (loss) of investments accounted for using the equity method	319	0.0	32	0.0	(287)	(90.0)
Other, net	1,068	0.1	1,787	0.2	719	67.3
Profit before income taxes	67,950	6.9	93,020	8.6	25,070	36.9
Income taxes	10,752	1.1	17,425	1.6	6,673	62.1
Profit for the period	57,198	5.8	75,595	7.0	18,397	32.2

Profit attributable to:						
Owners of the parent	55,540	5.6	73,430	6.8	17,890	32.2
Non-controlling interests	1,658	0.2	2,165	0.2	507	30.6
Profit for the period	57,198	5.8	75,595	7.0	18,397	32.2

Per share information:			
Earnings per share attributable to owners of the parent			
Basic and diluted (Yen)	39.61	56.73	

* % represents the percentage to sales revenue.

b. Condensed Interim Consolidated Statement of Comprehensive Income

(Yen in millions)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026	Change
	Amount	Amount	
Profit for the period	57,198	75,595	18,397
Other comprehensive income, net of taxation			
Items that will not be reclassified to profit or loss:			
Financial assets measured at fair value through other comprehensive income	22,617	79,303	56,686
Re-measurement of defined benefit plans	(147)	(7)	140
Share of other comprehensive income of investments accounted for using the equity method	—	52	52
Total items that will not be reclassified to profit or loss	22,470	79,348	56,878
Items that may be reclassified subsequently to profit or loss:			
Financial assets measured at fair value through other comprehensive income	—	(7)	(7)
Net changes in fair value of cash flow hedge	15	25	10
Exchange differences on translating foreign operations	16,920	(13,741)	(30,661)
Share of other comprehensive income of investments accounted for using the equity method	(0)	(127)	(127)
Total items that may be reclassified subsequently to profit or loss	16,935	(13,850)	(30,785)
Total other comprehensive income	39,405	65,498	26,093
Comprehensive income for the period	96,603	141,093	44,490
Comprehensive income attributable to:			
Owners of the parent	94,806	138,925	44,119
Non-controlling interests	1,797	2,168	371
Comprehensive income for the period	96,603	141,093	44,490

(3) Condensed Interim Consolidated Statement of Changes in Equity

For the six months ended September 30, 2025

(Yen in millions)

	Total equity attributable to owners of the parent						Non-controlling interests	Total equity
	Common stock	Capital surplus	Retained earnings	Other components of equity	Treasury stock	Total		
Balance as of April 1, 2025	115,703	118,802	1,942,485	1,183,792	(142,994)	3,217,788	25,446	3,243,234
Profit for the period			55,540			55,540	1,658	57,198
Other comprehensive income				39,266		39,266	139	39,405
Total comprehensive income for the period	—	—	55,540	39,266	—	94,806	1,797	96,603
Cash dividends			(35,219)			(35,219)	(1,013)	(36,232)
Purchase of treasury stock					(50,798)	(50,798)		(50,798)
Reissuance of treasury stock		10			46	56		56
Retirement of treasury stock						—		—
Transactions with non-controlling interests						—		—
Transfer to retained earnings			178,464	(178,464)		—		—
Others		1				1		1
Balance as of September 30, 2025	115,703	118,813	2,141,270	1,044,594	(193,746)	3,226,634	26,230	3,252,864

For the six months ended September 30, 2026

(Yen in millions)

	Total equity attributable to owners of the parent						Non-controlling interests	Total equity
	Common stock	Capital surplus	Retained earnings	Other components of equity	Treasury stock	Total		
Balance as of April 1, 2026	115,703	118,813	2,215,875	1,231,991	(342,951)	3,339,431	27,941	3,367,372
Profit for the period			73,430			73,430	2,165	75,595
Other comprehensive income				65,495		65,495	3	65,498
Total comprehensive income for the period	—	—	73,430	65,495	—	138,925	2,168	141,093
Cash dividends			(35,570)			(35,570)	(1,365)	(36,935)
Purchase of treasury stock					(177,631)	(177,631)		(177,631)
Reissuance of treasury stock		83			135	218		218
Retirement of treasury stock		(118,813)	(43,495)		162,308	—		—
Transactions with non-controlling interests						—	2	2
Transfer to retained earnings			89,095	(89,095)		—		—
Others			(9)			(9)		(9)
Balance as of September 30, 2026	115,703	83	2,299,326	1,208,391	(358,139)	3,265,364	28,746	3,294,110

(4) Condensed Interim Consolidated Statement of Cash Flows

(Yen in millions)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026	Change
	Amount	Amount	
Cash flows from operating activities:			
Profit for the period	57,198	75,595	18,397
Depreciation and amortization	78,734	78,426	(308)
Finance expenses (income)	(24,618)	(25,592)	(974)
Share of net (profit) loss of investments accounted for using the equity method	(319)	(32)	287
Impairment loss	2,108	29,478	27,370
(Gains) losses from sales or disposal of property, plant and equipment	509	(2,569)	(3,078)
Income taxes	10,752	17,425	6,673
(Increase) decrease in trade and other receivables	28,028	911	(27,117)
(Increase) decrease in inventories	(7,839)	(42,618)	(34,779)
(Increase) decrease in other assets	(14,060)	(13,663)	397
Increase (decrease) in trade and other payables	(17,412)	11,513	28,925
Increase (decrease) in accrued expenses	(401)	8,320	8,721
Increase (decrease) in other liabilities	14,103	2,082	(12,021)
Other, net	(4,096)	6,608	10,704
Subtotal	122,687	145,884	23,197
Interests and dividends received	31,654	32,128	474
Interests paid	(3,089)	(3,072)	17
Income taxes refund (paid)	(50,909)	(29,576)	21,333
Net cash provided by operating activities	100,343	145,364	45,021
Cash flows from investing activities:			
Payments for purchases of property, plant and equipment	(72,890)	(57,731)	15,159
Payments for purchases of intangible assets	(7,516)	(6,791)	725
Proceeds from sales of property, plant and equipment	1,030	3,767	2,737
Acquisition of time deposits and certificate of deposits	(59,240)	(2,960)	56,280
Withdrawal of time deposits and certificate of deposits	6,692	4,477	(2,215)
Payments for purchases of securities	(1,583)	(2,207)	(624)
Proceeds from sales and maturities of securities	252,527	130,198	(122,329)
Other, net	472	(592)	(1,064)
Net cash used in investing activities	119,492	68,161	(51,331)
Cash flows from financing activities:			
Proceeds from short-term borrowings	44,179	51,929	7,750
Repayments of short-term borrowings	(53,425)	(50,252)	3,173
Proceeds from long-term borrowings	6,819	6,455	(364)
Repayments of long-term borrowings	(4,869)	(5,673)	(804)
Repayments of lease liabilities	(16,137)	(13,847)	2,290
Dividends paid	(37,039)	(38,158)	(1,119)
Purchase of treasury stock	(50,798)	(177,631)	(126,833)
Other, net	(9,196)	(1,755)	7,441
Net cash used in financing activities	(120,466)	(228,932)	(108,466)
Effect of exchange rate changes on cash and cash equivalents	4,189	(3,946)	(8,135)
Increase (decrease) in cash and cash equivalents	103,558	(19,353)	(122,911)
Cash and cash equivalents at the beginning of the year	444,744	455,887	11,143
Cash and cash equivalents at the end of the period	548,302	436,534	(111,768)

(5) Notes to Condensed Interim Consolidated Financial Statements

a. Notes to Going Concern Assumption

Not Applicable

b. Notes to Condensed Interim Consolidated Statement of Profit or Loss

For the first half, Kyocera recognized an impairment loss of 29,478 million yen on goodwill and intangible assets since the recoverable amount of GaN Device Business included in Others fell below its carrying amount. The impairment loss is included in selling, general and administrative expenses in the Condensed Interim Consolidated Statements of Profit or Loss.

c. Segment Information

1) Overview of Reporting Segment
Kyocera's reporting segments are components of business activities for which discrete financial information is available, and such information is regularly reviewed by management in order to make decisions regarding the allocation of resources and assess its performance.
Kyocera's reporting segments are the same as the operating segments.
Main businesses and subsidiaries of each reporting segment are as follows.

Reporting Segment	Main Businesses and Subsidiaries
Core Components Business	Fine Ceramic Components, Automotive System, Optical Components, Ceramic Packages, Organic Packages and Boards, Medical Devices
Electronic Components Business	Electronic Components, Kyocera AVX Components Corporation
Solutions Business	Industrial Tools, Information Equipment (Kyocera Document Solutions Inc.), Telecommunications Equipment, Information Systems and Telecommunication Services (Kyocera Communication Systems Co., Ltd.), Smart Energy, Printing Devices, Jewelry & Applied Ceramic Related Products

Kyocera decided to change the classification of elemental technology research, which had been included in "Others", to "Corporate gains and others" from the year ending March 31, 2027. With this change, the business results for the six months ended September 30, 2025 were reclassified in the same manner.

2) Information on Reporting Segment

Information on reporting segment for the six months ended September 30, 2025 and 2026 are as follows:

For the six months ended September 30, 2025

(Yen in millions)

	Reporting Segment			Others * 1	Total	Adjustment * 2	Consolidated
	Core Components Business	Electronic Components Business	Solutions Business				
Sales revenue							
External customers	307,213	174,299	504,946	4,927	991,385	—	991,385
Intersegment sales and transfers	445	410	14,075	1,696	16,626	(16,626)	—
Total	307,658	174,709	519,021	6,623	1,008,011	(16,626)	991,385
Business profit (loss)	30,020	17	37,762	(12,061)	55,738	—	55,738
Corporate gains and others * 3	—	—	—	—	—	—	12,212
Profit before income taxes	—	—	—	—	—	—	67,950
Other items							
Capital expenditures (for property, plant and equipment)	52,807	14,973	10,759	2,932	81,471	7,269	88,740
Depreciation and amortization charge	23,315	16,834	27,447	2,781	70,377	8,357	78,734
Research and development expenses	13,067	7,520	18,312	9,620	48,519	8,659	57,178
Share of net profit (loss) of investments accounted for using the equity method	—	—	289	—	289	30	319

(Notes) 1. The “Others” is an operating segment that is not included in the reporting segment and mainly consists of the GaN Device Business.

2. Adjustment represents as follows:

(1) The adjustment of intersegment sales and transfers are elimination of intersegment transactions.

(2) The adjustment of capital expenditures (for property, plant and equipment) represents capital expenditures for corporate and others, which does not belong to each segment.

(3) The adjustment of depreciation and amortization charge represents the depreciation and amortization charge for corporate and others, which does not belong to each segment.

(4) The adjustment of research and development expenses represents the research and development expenses for elemental technology research, which does not belong to each segment.

(5) The adjustment of share of net profit (loss) of investments accounted for using the equity method represents share of net profit (loss) of investments accounted for using the equity method for corporate, which does not belong to each segment.

3. Corporate gains and others include income and expenses which do not belong to any segments and mainly consist of finance income and expenses.

For the six months ended September 30, 2026

(Yen in millions)

	Reporting Segment			Others * 1	Total	Adjustment * 2	Consolidated
	Core Components Business	Electronic Components Business	Solutions Business				
Sales revenue							
External customers	367,763	214,841	490,345	5,388	1,078,337	—	1,078,337
Intersegment sales and transfers	410	441	13,439	2,187	16,477	(16,477)	—
Total	368,173	215,282	503,784	7,575	1,094,814	(16,477)	1,078,337
Business profit (loss)	50,473	19,598	56,999	(43,589)	83,481	—	83,481
Corporate gains and others * 3	—	—	—	—	—	—	9,539
Profit before income taxes	—	—	—	—	—	—	93,020
Other items							
Capital expenditures (for property, plant and equipment)	47,974	17,126	8,798	1,742	75,640	6,257	81,897
Depreciation and amortization charge	23,329	17,597	24,088	3,420	68,434	9,992	78,426
Research and development expenses	11,644	7,914	17,563	11,671	48,792	8,392	57,184
Share of net profit (loss) of investments accounted for using the equity method	—	55	232	—	287	(255)	32

(Notes) 1. The “Others” is an operating segment that is not included in the reporting segment and mainly consists of the GaN Device Business.

2. Adjustment represents as follows:

(1) The adjustment of intersegment sales and transfers are elimination of intersegment transactions.

(2) The adjustment of capital expenditures (for property, plant and equipment) represents capital expenditures for corporate and others, which does not belong to each segment.

(3) The adjustment of depreciation and amortization charge represents the depreciation and amortization charge for corporate and others, which does not belong to each segment.

(4) The adjustment of research and development expenses represents the research and development expenses for elemental technology research, which does not belong to each segment.

(5) The adjustment of share of net profit (loss) of investments accounted for using the equity method represents share of net profit (loss) of investments accounted for using the equity method for corporate, which does not belong to each segment.

3. Corporate gains and others include income and expenses which do not belong to any segments and mainly consist of finance income and expenses.

d. Material Subsequent Event

(The Transfer of Kyocera’s Chemical Business)
On October 30, 2026, Kyocera (the “Company”) transferred its chemical business, which manufactures and sells semiconductor-related products, mainly encapsulation materials and pastes, as well as chemical products and composite materials operated in Core Components Business, to Sumitomo Bakelite Co., Ltd (“Sumitomo Bakelite”) (the “Transfer”). The Transfer was effected by establishing a new company (the “Newly Established Company”) to which the chemical business (including the chemical business operated by Kyocera (Wuxi) Electronic Materials Co., Ltd., of which the Company owns all of the outstanding shares) would be transferred by way of an absorption-type company split and transferring all shares of the Newly Established Company to Sumitomo Bakelite.
The consideration received is based on 30 billion yen and is subject to price adjustments and other adjustments stipulated in the Share Purchase Agreement.
In connection with the Transfer, the Company expects to recognize a gain from sales of business of approximately 15 billion yen.