

FY 3/2026 Summary of Consolidated Financial Results

May 12, 2026

Company Name Wacom Co., Ltd.

(Code Number: 6727 TSE Prime)

(URL <https://www.wacom.com>)

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Scheduled Date of Ordinary Shareholders' Meeting: June 25, 2026

Scheduled Date of Dividends Payment: June 4, 2026

Scheduled Filing Date of Annual Securities Report: June 24, 2026

Preparation of Supplemental Explanatory Material for Financial Results: Yes

Holding of Large Meeting for Financial Results: Yes

(Round down to millions of yen)

1. FY 3/2026 Consolidated Financial Results (April 1, 2025 – March 31, 2026)

(1) Business Performance (Consolidated) (% indicates year-on-year change)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent	
	mY	%	mY	%	mY	%	mY	%
FY 3/2026	109,995	-4.9	13,382	31.1	14,003	34.7	9,548	82.8
FY 3/2025	115,680	-2.6	10,209	44.7	10,394	5.5	5,224	14.5

(Note) Comprehensive income FY 3/2026 10,968 mY (108.2%) FY 3/2025 5,268 mY (-13.2%)

	Net Income per Share	Diluted Net Income per Share	Return on Equity (ROE)	Return on Assets (ROA)	Operating Profit Margin
	Yen Sen	Yen Sen	%	%	%
FY 3/2026	70.98	—	28.0	20.6	12.2
FY 3/2025	36.97	—	15.6	13.8	8.8

(For Ref.) Equity in earnings of affiliates FY 3/2026 — mY FY 3/2025 — mY

(2) Financial Position (Consolidated)

	Total Assets	Net Assets	Capital Ratio	Net Assets per Share
	mY	mY	%	Yen Sen
FY 3/2026	64,957	37,419	57.6	278.10
FY 3/2025	70,771	30,859	43.6	229.43

(For Ref.) Capital: FY 3/2026 37,418 mY FY 3/2025 30,859 mY

(3) Cash Flow (Consolidated)

	Operating Cash Flow	Investing Cash Flow	Financing Cash Flow	Cash & Cash Equivalent
	mY	mY	mY	mY
FY 3/2026	10,343	-3,656	-15,951	16,499
FY 3/2025	8,330	-2,274	-13,169	24,364

2. Dividend

	Annual Dividend Per Share					Total Dividend Payout	Payout ratio	Dividend on equity ratio
	Q1	H1	Q3	End of FY	FY Total			
	Yen Sen	Yen Sen	Yen Sen	Yen Sen	Yen Sen	mY	%	%
FY 3/2025	-	0.00	-	22.00	22.00	2,959	59.5	9.2
FY 3/2026	-	11.00	-	15.00	26.00	3,498	36.6	10.2
FY 3/2027 (Forecast)	-	12.00	-	12.00	24.00		32.3	

(Note) Breakdown of Year-End Dividend for FY 3/2026

Ordinary Dividend: ¥12.00 Commemorative Dividend: ¥3.00

3. Consolidated Business Forecasts of FY 3/2027 (April 1, 2026 – March 31, 2027)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent		Net Profit per Share Outstanding
Full Year	mY	%	mY	%	mY	%	mY	%	Yen Sen
	110,000	0.0	14,000	4.6	14,000	-0.0	10,000	4.7	74.32

(Note) For details, please refer to page 8, "Consolidated performance forecasts and other forward-looking information" of the attached materials.

4. Other

- 1) Reclassification of significant subsidiaries during the period (Reclassification due to the change in scope of consolidation) : Yes

Newly added: 9 companies (Company name) RE-X Expansion Inc. and 8 others

Excluded: - (Company name) -

- 2) Changes in accounting principles, procedures and methods of presentation in consolidated financial statements

- Changes resulting from revisions in accounting standards : No
- Changes other than those above : No
- Changes resulting from accounting estimates : No
- Changes resulting from restatements : No

- 3) Numbers of shares outstanding (Common stock)

Number of shares outstanding at end of year (Including treasury stock):

	Shares		Shares
FY 3/2026	135,000,000	FY 3/2025	146,000,000

Number of treasury stock outstanding at end of year:

	Shares		Shares
FY 3/2026	449,869	FY 3/2025	11,495,186

Average number of shares during the fiscal year:

	Shares		Shares
FY 3/2026	134,531,259	FY 3/2025	141,320,553

(For Reference) Overview of non-consolidated financial results

1. FY 3/2026 Non-Consolidated Financial Results (April 1, 2025– March 31, 2026)

(1) Business Performance (Non-Consolidated)

(% indicates year-on-year change)

	Sales		Operating Profit		Ordinary Profit		Net Profit	
	mY	%	mY	%	mY	%	mY	%
FY 3/2026	100,080	-1.3	11,336	94.2	17,640	200.1	13,329	220.5
FY 3/2025	101,400	7.0	5,838	—	5,878	119.0	4,159	—

	Net Profit per Share		Net Profit per Diluted Share	
	Yen	Sen	Yen	Sen
FY 3/2026	99.08	—	—	—
FY 3/2023	29.43	—	—	—

(2) Financial position (non-consolidated)

	Total Assets	Net Assets	Capital Ratio	Net Assets per share	
	mY	mY	%	Yen	Sen
FY 3/2026	53,133	29,469	55.5	219.03	—
FY 3/2025	56,028	20,369	36.4	151.44	—

(For Ref.) Capital: FY 3/2026 29,469 mY FY3/2025 20,369mY

(Main reasons for difference between results for the current fiscal year and the previous fiscal year)

Due to transfer pricing adjustments with affiliated companies and the receipt of dividends from these affiliates, variances have arisen between the results of the previous fiscal year and those of the current fiscal year.

*These financial results are not subject to review procedures by the certified public accountant or the audit firm.

*Forward-looking statements regarding future events and performance contained in this presentation are based on currently available information and involve risks and uncertainties. Please note that actual results could materially differ from those expressed or implied by the forward-looking statements in this presentation due to these risks and uncertainties.

*Access to financial results materials

The Company plans to hold a briefing session for analysts, institutional investors, and financial institutions on Tuesday, May 12, 2026.

Business reports and other financial information are available on our website. Please note that the Supplementary Information pages, previously included in quarterly Summary of Consolidated Financial Results, have been discontinued. The information on financial results can now be accessed in the investor presentation materials on our website.

*Change in rounding method

Japanese yen amounts were previously rounded up or down to the nearest whole unit. As of the first quarter of the fiscal year ended March 2026, amounts are being rounded down. All comparative figures in the Japanese yen have been adjusted to reflect this change.

*Change in units used to present amounts

The amounts for the line items and other matters presented in our quarterly consolidated financial statements had previously been stated in units of thousands of yen. Beginning with the current fiscal year, the amounts

are now stated in units of millions of yen. For ease of comparison, the figures for the previous fiscal year have also been restated in units of millions of yen.

(Accompanying data)

Consolidated Balance Sheet, Consolidated Profit and Loss Statement, Consolidated Comprehensive Profit Statement, Consolidated Statement of Changes in Shareholder's Equity, Consolidated Cash Flow Statement, Notes to Financial Statements, Segment Information and Other information

1. Qualitative Information and Financial Statements

(1) Consolidated business performance

Note: All comparisons are with the same period of the previous fiscal year unless otherwise stated.

Amounts for financial results are rounded down to the nearest million yen.

During the current fiscal year ended March 31, 2026 (April 1, 2025 to March 31, 2026), uncertainty in the global economy continued amid rising geopolitical tension caused by the situations in Russia, Ukraine and the Middle East, and the impacts on economic activity caused by rising energy and raw material prices. In this environment, the IT industry continued to see technological innovations and increased convenience related to mobile, cloud, AI and blockchain. Relative to the average exchange rate during the same period of the previous fiscal year, the yen was stronger against the US dollar, reflecting market sentiment with respect to the global economy and the monetary and trade policies of major countries.

On May 9, 2025, we announced Wacom's new Medium-Term Business Plan "Wacom Chapter 4," the final year of which is the fiscal year ending March 2029. To achieve the plan's objectives, we have been working to enhance and integrate our core proprietary technologies and pursue technological innovation capable of realizing a new "Inking Experience." We have also continued to work with partners to co-create experiences and foster community engagement in order to identify and gain a deeper understanding of use cases for various communities. We have developed strategies to further evolve our business model as an "Instrument Craftsman"—a trusted companion that delivers holistic inking experiences serving four key use case domains: Creation, Learning/Teaching, Work/Play & Beyond, and Well-being. During the current fiscal year, we will work with our partners to advance strategies for evolving our business models across each use case domain. We will also implement measures to improve productivity and cost structures through improved management decision-making. In addition, we will accelerate our business growth across the four use-case domains as a provider of service experiences by connecting the human processes of "Inking (draw / write)"—including cognitive pathways and dynamic movement—to AI and digital technologies, thereby creating new experiential value.

In the Technology Solution Business segment, in addition to continuing efforts to position our digital pen technologies with Active-ES (electrostatic) and EMR (Electromagnetic Resonance) as the de facto standard, we undertook to expand the adoption of digital pen technologies for tablet and notebook PC devices and develop business opportunities in the educational market. For the current fiscal year under review, sales and segment profit fell below the level of the same period of the previous fiscal year due to changes in demand trends among OEM customers and in seasonal demand timing under the impact of the stronger yen and U.S. tariff policies.

In the Branded Business segment, we worked to enhance technological innovation and improve customer service to deliver the ultimate creative experience to our customers. For the current fiscal year under review, sales exceeded the level of the same previous period for the first time in five fiscal periods, driven by efforts to renew the product portfolio. Segment profit also returned to profitability for the first time in four fiscal periods due to the success of business restructuring measures implemented in the previous fiscal year.

As a part of company-wide initiatives aligned with the strategic pillars of the Medium-Term Management Plan "Wacom Chapter 4," we worked to solidify the business restructuring of the Branded Business implemented in the previous fiscal year, streamlining sales operations by shifting some overseas regions to a direct sales model from Japan while also taking steps to renew the product portfolio. In June 2025, we announced "Wacom Cintiq," a new mid-range display product designed to enhance drawing comfort and ease of concentration. In July, we announced "Wacom MovinkPad 11," a new portable creative product featuring an all-in-one concept optimized for drawing that offers enhanced lightness and ease of use, and this was followed by the release of a professional model, "Wacom MovinkPad Pro 14," in October.

Furthermore, from the perspective of pursuing medium- to long-term enhancement of corporate value, we are proactively investing and forming partnerships to advance technological development that leverages our digital pen technology and creates an integrated pen and ink experience that can serve as our next-generation growth engine. In April 2025, we invested in SYNCORE TECHNOLOGY to develop new use cases, such as inking experience for business-use displays, and in May 2025, we invested in Holoeyes, Inc. to co-create a "inking" experience for clinical environments and medical workflows. In August 2025, we announced an expanded strategic partnership with Blender, the world's leading open-source 3D creation suite, along with upgrading support to Patron-level sponsorship of the Blender Development Fund program.

In November 2025, we held the community event “Connected Ink 2025” with the support of co-creation partners from a variety of fields. During the event, we provided implementation examples and updates on the development status of services in our key focus areas that make use of the latest digital pen and ink technologies. In addition, we conducted an IR guided tour for investors.

Regarding our sustainability initiatives, in June 2025 we released “Wacom Story Book Issue 2: Usui-hon (thin book)” to supplement our Wacom Chapter 4 Medium-Term Business Plan. The Wacom Story Book series is an anthology of diverse stories from people involved with Wacom, and Issue 2 comprises booklets on four themes: Chapter 4: Side Story; Living Together with Communities; Our Sustainability; and Our Governance. Furthermore, in February 2026, we received the Ub Iwerks Award at the 53rd Annie Awards, the animation industry's most prestigious honor, which recognizes individuals and organizations that have contributed to technological innovations with a substantial impact on the art or industry of animation.

For the current fiscal year ended March 31, 2026, consolidated net sales decreased 4.9% to ¥109,995 million. Operating profit increased 31.1% to ¥13,382 million. Ordinary profit increased 34.7% to ¥14,003 million. And net profit attributable to owners of parent increased 82.8% to ¥9,548 million.

Business results by segment

Note: All comparisons are with the same period of the previous fiscal year, unless otherwise noted.

Effective as of the first quarter of the current fiscal year, some changes have been made to the order and format of segment explanations.

1. Technology Solution Business

Both AES technology and EMR technology solution sales were lower relative to the same previous period, mainly due to lower sales volume and the impact of the stronger yen. As a result of the above, overall sales in the Technology Solution Business segment for the current fiscal year ended March 31, 2026, decreased 11.1% to ¥77,257 million, and segment profit decreased 7.6% to ¥17,095 million.

2. Branded Business

Buoyed by efforts to renew the product portfolio and the launch of new products, sales of portable creative products and mid-range display products exceeded the same previous period. Overall sales also exceed the same period of the previous fiscal year. As a result of the above, overall sales in the Branded Business segment for the current fiscal year ended March 31, 2026, increased 13.9% to ¥32,737 million, and segment profit was ¥2,019 million (segment loss of the same period of the previous fiscal year was ¥2,879 million), due to the effect of fixed cost reduction by the business restructuring measures implemented in the previous fiscal year.

(2) Consolidated financial position

Total assets as of March 31, 2026 decreased by ¥ 5,813 million to ¥64,957 million compared to the end of the previous fiscal year. The main factors contributing to this were an increase of ¥1,638 million in goodwill and a decrease of ¥7,864 million in cash and deposits.

Total liabilities as of March 31, 2026 decreased by ¥12,373 million to ¥27,538 million compared to the end of the previous fiscal year. The main factors contributing to this were decreases of ¥4,337 million in short-term borrowings, ¥2,513 million in others of non-current liabilities, and ¥5,493 million in long-term borrowings (including the current portion of long-term borrowings).

Total net assets as of March 31, 2026 increased by ¥6,560 million to ¥37,419 million compared to the end of the previous fiscal year. The main contributing factors were increases of ¥9,548 million by net profit attributable to owners of parent and ¥1,193 million in foreign currency translation adjustments, and a decrease of ¥4,439 million by the payment of shareholder's dividends. As a result, the capital ratio increased by 14.0 points to 57.6% compared to the end of the previous fiscal year.

(3) Cash flows

Consolidated cash and cash equivalents as of March 31, 2026 totaled ¥16,499 million, a ¥7,864 million decrease from the end of the previous fiscal year.

Cash flow from operating activities

Cash flow gained from operating activities for the current fiscal year ended March 31, 2026, was ¥10,343 million (compared to ¥8,330 million gained in the same period of the previous fiscal year). The main contributing factors were ¥12,806 million of profit before income taxes and ¥3,151 million of decrease in other current liabilities.

Cash flow from investing activities

Cash flow used for investing activities for the current fiscal year ended March 31, 2026, was ¥3,656 million (compared to ¥2,274 million used in the same period of the previous fiscal year). The main contributing factors were ¥1,843 million of purchase of property, plant and equipment, and ¥1,342 million of purchase of shares of subsidiaries resulting in change in scope of consolidation.

Cash flow from financing activities

Cash flow used for financing activities for the current fiscal year ended March 31, 2026, was ¥15,951 million (compared to ¥13,169 million used in the same period of the previous fiscal year). The main contributing factors were ¥5,000 million of repayments of short-term borrowings, ¥6,000 million of repayments of long-term borrowings, and ¥4,432 million of dividends paid.

(For Reference) Indicators related to cash flow

	FY 3/2023	FY 3/2024	FY 3/2025	FY 3/2026
Capital ratio (%)	53.8	45.2	43.6	57.6
Market cap based capital ratio (%)	143.2	120.6	108.7	153.3
The debt-to-cash-flow ratio (Year)	—	0.9	1.5	0.3
Interest coverage ratio	—	243.5	64.8	68.4

Capital ratio: Capital / Total assets

Market cap. based capital ratio: Market cap. / Total assets

The debt-to-cash-flow ratio (Year): Interest-bearing debt / Operating cash flow

Interest coverage ratio: Operating cash flow / Interest payment

Note: 1. All figures are calculated based on consolidated financial figures.

2. Market cap is calculated based on the number of issued shares excluding treasury stock.

3. Operating cash flow is used as cash flow.

4. Interest-bearing debt is all liabilities reflected on the consolidated balance sheets that are subject to interest payments.

5. The debt-to-cash-flow ratio and interest coverage ratio for FY3/2023 are not stated due to negative operating cash flow.

(4) Consolidated performance forecasts and other forward-looking information

Amid heightened geopolitical tensions stemming from the situations in Russia, Ukraine, and the Middle East, the global economic outlook remains uncertain regarding the impact of rising energy resource and raw material prices on business sentiment. Against this backdrop, the trend for exchange rates, which have a significant impact on corporate performance, also remains uncertain. With regard to the business environment, particularly in the IT sector, we anticipate that information processing costs will continue to decline and that implementation of these technologies into society will continue to advance, driven by innovations in AI, cloud computing, blockchain, and mobile technology. Under these circumstances, the Wacom Group will aim to lead the market for digital pen and ink technologies and strive for sustainable growth in accordance with the new Medium-Term Business Plan “Wacom Chapter 4,” announced on May 9, 2025. During the fiscal year ending March 31, 2027, we will continue to develop strategies to further evolve our business model in various use case domains such as Creation, Learning/Teaching, Work/Play & Beyond, and Well-being. Our group will continue to improve the quality of management decision-making, address management challenges, and build a foundation to ensure steady growth in corporate value.

Based on our assumption of average foreign exchange rates of ¥150.00 per U.S. dollar for the fiscal year ending March 31, 2027, consolidated net sales are expected to increase 0.0%% to ¥110,000 million, operating profit to increase 4.6% to ¥14,000 million, ordinary profit to decrease 0.0% to ¥14,000 million, net profit attributable to owners of parent to increase 4.7% to ¥10,000 million.

Forecasts by segment

In the Technology Solution Business segment, we aim to drive adoption of our de facto industry standard digital pen technologies (Active ES and EMR technologies) in the smartphone, tablet device, and notebook PC markets. We also aim to expand business opportunities in the education market and contribute to the expansion of use cases for digital pen technology through collaboration with partner companies in various communities. The assumptions underlying this forecast include the negative impact of factors such as a decline in sales volume and an appreciation of the yen and the positive impact of cost improvement and other measures. Sales in the Technology Solution Business segment for the fiscal year ending March 31, 2027 are expected to decrease 2.9% to ¥75,000 million, and segment profit to increase 0.6% to ¥17,200 million.

In the Branded Business segment, we will focus on expanding the market penetration of new products launched in the previous fiscal year. In particular, we will support creative education and new creative workflows and promote the delivery of experiential value by enhancing engagement and co-creation with creators. Amid a changing market environment, we expect sales in the Branded Business segment for the fiscal year ending March 31, 2027 to increase 6.9% to ¥35,000 million, and segment profit to increase 18.8% to ¥2,400 million.

Regarding the above forecast, we expect the situation in the Middle East to have limited direct impact on our business and financial results. However, as it is difficult to reasonably estimate the impact of fluctuations in energy and raw material prices arising from this situation, we will promptly disclose any relevant information should it become necessary to do so in the future.

(5) Basic policy on profit distribution for the fiscal years ended March 31, 2026 and ending March 31, 2027

The Company's basic policy on shareholder returns is to maintain stable dividends and flexibly execute treasury stock acquisition, while ensuring sufficient retained earnings to enhance future business expansion and strengthen our financial position. We will aim to effectively utilize retained earnings to increase corporate value over the medium to long term through sustained investment of business resources, focusing on measures that drive technological innovation and promote stronger relationships with customers and communities. We will also endeavor to ensure a sound financial footing so that we can respond proactively to changes in the business environment.

Based on these principles, and in accordance with the capital policy outlined in our Medium-Term Business Plan "Wacom Chapter 4," we will aim to achieve a total shareholder return ratio of at least 50% on a consolidated basis through progressive dividends and flexible share buybacks, while ensuring financial soundness. With respect to the dividend policy for the fiscal year ending March 31, 2027, we will implement progressive dividends in principle. With regard to frequency of dividend payments, we will pay a dividend from surplus twice a year, comprising an interim dividend and a year-end dividend, for the purpose of enhancing medium- to long-term stock value and creating more opportunities to return profits to shareholders.

Our basic policy on treasury stock acquisition is to implement it as a capital policy to flexibly respond to changes in the business environment upon comprehensive consideration of investment opportunities, financial conditions, and stock price level.

Regarding the dividend for the current fiscal year ended March 31, 2026, the Board of Directors has decided to pay a dividend of ¥26.00 per share, including interim dividend of ¥11.00 and commemorative dividend of ¥3.00. The dividend forecast for the fiscal year ending March 31, 2027, is ¥24.00 per share, including an interim dividend of ¥12.00.

Under this policy, during the fiscal year ended March 31, 2026, we cancelled 11,000,000 shares of treasury stock. For the fiscal year ending March 31, 2027, it is resolved to acquire up to 3,000,000 shares of treasury stock (total acquisition cost: up to ¥1.50 billion), as stated in "Acquisition of Treasury Stock" announced on May 12, 2026.

We have not adopted a shareholder special benefit plan because we do not believe it would be fair to shareholders who do not desire profit distribution by means other than dividends or share buybacks. Accordingly, we intend to distribute profits by means of cash dividend and share buybacks.

2. Basic Policy Regarding Selection of Accounting Standards

Wacom Group will prepare its consolidated financial statements in accordance with Japanese GAAP for the time being, taking into consideration the comparability of the consolidated financial statements from period to period and among enterprises.

With regard to the application of International Financial Reporting Standards (IFRS), we will comply with it appropriately, taking into consideration various conditions in Japan and overseas.

3. Consolidated financial statements and significant notes

(1) Summary of consolidated balance sheet

	(Millions of yen)	
	FY 3/2025 (as of March 31, 2025)	FY 3/2026 (as of March 31, 2026)
Assets		
Current assets		
Cash and deposits	24,364	16,499
Accounts receivable - trade	11,603	12,293
Merchandise and finished goods	7,063	7,351
Work in process	332	265
Raw materials and supplies	5,688	5,086
Other	7,463	5,930
Allowance for doubtful accounts	-15	-49
Total current assets	56,498	47,378
Non-current assets		
Property, plant and equipment		
Buildings and structures	2,943	2,605
Accumulated depreciation	-2,220	-2,301
Buildings and structures, net	723	304
Machinery, equipment and vehicles	2,966	4,858
Accumulated depreciation	-1,852	-2,257
Machinery, equipment and vehicles, net	1,113	2,601
Land	1,063	700
Other	9,455	9,975
Accumulated depreciation	-7,986	-8,059
Other, net	1,468	1,916
Total property, plant and equipment	4,368	5,521
Intangible assets		
Goodwill	—	1,638
Other	1,331	1,270
Total intangible assets	1,331	2,909
Investments and other assets		
Investment securities	3,167	3,818
Deferred tax assets	4,630	4,546
Other	774	783
Total investments and other assets	8,572	9,148
Total non-current assets	14,272	17,579
Total assets	70,771	64,957

(Millions of yen)

	FY 3/2025 (as of March 31, 2025)	FY 3/2026 (as of March 31, 2026)
Liabilities		
Current liabilities		
Accounts payable - trade	11,109	8,733
Short-term borrowings	5,000	662
Current portion of long-term borrowings	—	61
Income taxes payable	551	2,644
Contract liabilities	615	478
Provision for bonuses	1,327	1,447
Provision for bonuses for directors (and other officers)	60	46
Provision for product warranties	170	218
Valuation reserve for inventory purchase commitments	1,754	1,853
Provision for business restructuring	73	41
Asset retirement obligations	11	22
Other	10,354	7,840
Total current liabilities	31,028	24,051
Non-current liabilities		
Long-term borrowings	7,000	1,445
Deferred tax liabilities	0	0
Retirement benefit liability	1,023	968
Asset retirement obligations	269	276
Other	590	795
Total non-current liabilities	8,883	3,486
Total liabilities	39,911	27,538
Net assets		
Shareholders' equity		
Share capital	4,203	4,203
Capital surplus	4,048	4,044
Retained earnings	27,938	25,431
Treasury shares	-7,961	-311
Total shareholders' equity	28,228	33,368
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	361	541
Foreign currency translation adjustment	2,210	3,403
Remeasurements of defined benefit plans	59	105
Total accumulated other comprehensive income	2,631	4,050
Non-controlling interests	—	0
Total net assets	30,859	37,419
Total liabilities and net assets	70,771	64,957

(2) Consolidated profit & loss statement

(Millions of yen)

	FY 3/2025 (April 1, 2024 to March 31, 2025)	FY 3/2026 (April 1, 2025 to March 31, 2026)
Net sales	115,680	109,995
Cost of sales	75,535	68,663
Gross profit	40,145	41,332
Selling, general and administrative expenses	29,935	27,950
Operating profit	10,209	13,382
Non-operating income		
Interest income	75	114
Dividend income	43	65
Foreign exchange gains	125	520
Other	90	68
Total non-operating income	334	769
Non-operating expenses		
Interest expenses	124	105
Provision of allowance for doubtful accounts	—	42
Other	25	1
Total non-operating expenses	149	148
Ordinary profit	10,394	14,003
Extraordinary income		
Gain on sale of non-current assets	6	1
Total extraordinary income	6	1
Extraordinary losses		
Loss on sale of non-current assets	3	3
Impairment losses	419	763
Business restructuring expenses	3,090	325
Other	17	106
Total extraordinary losses	3,530	1,198
Profit before income taxes	6,869	12,806
Income taxes - current	1,216	3,225
Income taxes - refund	-1	-0
Income taxes - deferred	429	33
Total income taxes	1,645	3,257
Profit	5,224	9,548
Profit attributable to owners of parent	5,224	9,548

Consolidated Comprehensive Income Statement

(Millions of yen)

	FY 3/2025 (April 1, 2024 to March 31, 2025)	FY 3/2026 (April 1, 2025 to March 31, 2026)
Profit	5,224	9,548
Other comprehensive income		
Valuation difference on available-for-sale securities	369	180
Foreign currency translation adjustment	-366	1,193
Remeasurements of defined benefit plans, net of tax	40	45
Total other comprehensive income	43	1,419
Comprehensive income	5,268	10,968
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,268	10,968
Comprehensive income attributable to non-controlling interests	—	—

(3) Consolidated statement of changes in shareholder's equity

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

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,203	4,044	29,707	-4,575	33,380
Changes during period					
Dividends of surplus			-2,904		-2,904
Profit attributable to owners of parent			5,224		5,224
Purchase of treasury shares				-7,499	-7,499
Disposal of treasury shares		3		24	27
Cancellation of treasury shares		-4,089		4,089	—
Transfer from retained earnings to capital surplus		4,089	-4,089		—
Net changes in items other than shareholders' equity					
Total changes during period	—	3	-1,769	-3,385	-5,152
Balance at end of period	4,203	4,048	27,938	-7,961	28,228

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	-8	2,577	19	2,587	35,968
Changes during period					
Dividends of surplus					-2,904
Profit attributable to owners of parent					5,224
Purchase of treasury shares					-7,499
Disposal of treasury shares					27
Cancellation of treasury shares					—
Transfer from retained earnings to capital surplus					—
Net changes in items other than shareholders' equity	369	-366	40	43	43
Total changes during period	369	-366	40	43	-5,108
Balance at end of period	361	2,210	59	2,631	30,859

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

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,203	4,048	27,938	-7,961	28,228
Changes during period					
Dividends of surplus			-4,439		-4,439
Profit attributable to owners of parent			9,548		9,548
Disposal of treasury shares		-1		31	30
Cancellation of treasury shares		-7,618		7,618	—
Transfer from retained earnings to capital surplus		7,616	-7,616		—
Changes in non-controlling interests due to an increase in consolidated subsidiaries					—
Net changes during the period in items other than shareholders' equity					
Total changes during period	—	-3	-2,506	7,650	5,140
Balance at end of period	4,203	4,044	25,431	-311	33,368

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	361	2,210	59	2,631	—	30,859
Changes during period						
Dividends of surplus						-4,439
Profit attributable to owners of parent						9,548
Disposal of treasury shares						30
Cancellation of treasury shares						—
Transfer from retained earnings to capital surplus						—
Changes in non-controlling interests due to an increase in consolidated subsidiaries					0	0
Net changes during the period in items other than shareholders' equity	180	1,193	45	1,419		1,419
Total changes during period	180	1,193	45	1,419	0	6,560
Balance at end of period	541	3,403	105	4,050	0	37,419

(4) Summary of consolidated cash flow statement

(Millions of yen)

	FY 3/2025 (April 1, 2024 to March 31, 2025)	FY 3/2026 (April 1, 2025 to March 31, 2026)
Cash flows from operating activities		
Profit before income taxes	6,869	12,806
Depreciation	2,114	1,865
Impairment losses	419	763
Increase (decrease) in allowance for doubtful accounts	-28	32
Increase (decrease) in provision for bonuses	-41	48
Increase (decrease) in provision for bonuses for directors (and other officers)	7	-13
Increase (decrease) in retirement benefit liability	-15	12
Interest and dividend income	-118	-180
Interest expenses	136	106
Foreign exchange losses (gains)	-91	-402
Loss (gain) on sale of non-current assets	-2	1
Decrease (increase) in trade receivables	1,260	-321
Decrease (increase) in inventories	-68	704
Increase (decrease) in trade payables	-390	-2,561
Increase/decrease in consumption taxes payable/consumption taxes refund receivable	-307	-242
Decrease (increase) in other current assets	-288	2,021
Increase (decrease) in other current liabilities	-929	-3,151
Decrease (increase) in other non-current assets	14	13
Increase (decrease) in other non-current liabilities	24	-30
Other, net	875	101
Subtotal	9,440	11,572
Interest and dividends received	118	179
Interest paid	-128	-151
Income taxes refund (paid)	-521	-1,257
Other, net	-578	-0
Net cash provided by (used in) operating activities	8,330	10,343
Cash flows from investing activities		
Purchase of property, plant and equipment	-917	-1,843
Proceeds from sale of property, plant and equipment	7	3
Purchase of intangible assets	-115	-102
Purchase of investment securities	-1,019	-398
Proceeds from sale of investment securities	—	19
Payments of leasehold and guarantee deposits	-9	-3
Proceeds from refund of leasehold and guarantee deposits	38	22
Payments for asset retirement obligations	-258	-11
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	-1,342
Net cash provided by (used in) investing activities	-2,274	-3,656
Cash flows from financing activities		
Repayments of short-term borrowings	—	-5,000
Repayments of long-term borrowings	-2,000	-6,000
Repayments of lease liabilities	-755	-519
Purchase of treasury shares	-7,513	—
Dividends paid	-2,900	-4,432
Net cash provided by (used in) financing activities	-13,169	-15,951
Effect of exchange rate change on cash and cash equivalents	-182	1,399
Net increase (decrease) in cash and cash equivalents	-7,296	-7,864
Cash and cash equivalents at beginning of period	31,660	24,364
Cash and cash equivalents at end of period	24,364	16,499

(5) Notes for consolidated financial statements
(Note for going concern assumption)
Not Applicable

(Notes related to business combinations and related matters)

Business combinations affected by acquisition

The Company's Board of Directors resolved, at a meeting held on January 30, 2026, to acquire all of the shares of RE-X Expansion Inc. (hereinafter, "RE-X Expansion"), thereby making it a subsidiary of the Company. It has completed the acquisition of all the shares of RE-X Expansion, thereby making RE-X Expansion a subsidiary of the Company on March 31, 2026.

1. Overview of the Business Combination

(1) Name of the acquired company and description of its business

Name of the acquired company: RE-X Expansion Inc.

Description of its business : Consulting business, IT systems business, Spin-off business

(2) The primary reasons for undertaking the business combination

There is a high degree of affinity between RE-X Expansion's formation of a growth spiral in its IT systems and consulting business in the power and environmental fields, which is based on co-creation through contributions to regional communities, and the Company's community-based business development, which is positioned as one of the important strategic pillars in the Medium-Term Business Plan, Wacom Chapter 4. RE-X Expansion anticipates realizing various synergies by sharing of business foundations, human resources, and knowledge, and expect to achieve creative development of its business and the enhancement of its IT resources.

(3) Acquisition date

March 31, 2026

(4) Legal form of the business combination

Acquisition of shares for cash consideration

(5) Name of the combined company

There was no change in the name of the combined company.

(6) Percentage of voting rights acquired

100%

(7) The primary basis for determining the acquiring company

This is attributable to the fact that RE-X Expansion acquired the shares for cash consideration.

2. Period of the acquired company's results included in the consolidated financial statements

In the current fiscal year, only the balance sheet has been consolidated, and the acquired company's results are not included in the consolidated statement of income.

3. Breakdown of the acquisition cost of the acquired company and the types of consideration

Consideration transferred	Cash	¥1,614 million
Acquisition cost		¥1,614 million

4. Details and amounts of major acquisition-related costs

Advisory fees and related costs ¥42 million

5. Amount of goodwill recognized, the reasons for its recognition, and the method and period of amortization

(1) Amount of goodwill recognized

¥1,638 million

As of the end of the current consolidated fiscal year, the amount of goodwill has been accounted for on a provisional basis, as the identification of identifiable assets and liabilities as of the acquisition date and the determination of their fair values have not yet been completed. The provisional accounting is based on reasonable information available at that time.

(2) Reasons for goodwill recognition

It represents the future excess earnings expected from the Company's planned business development.

(3) Amortization method and amortization period

The amortization period will be estimated based on the period over which the investment is expected to generate benefits, and the goodwill will be amortized on a straight-line basis over a reasonable period. The amortization period is currently being assessed.

6. Amounts of assets acquired and liabilities assumed as of the acquisition date, and their major components

Current assets	¥631 million
Non-current assets	<u>¥1,315 million</u>
Total assets	<u>¥1,946 million</u>
Current liabilities	¥1,522 million
Non-current liabilities	<u>¥448 million</u>
Total liabilities	<u>¥1,971 million</u>

7. The estimated impact on the consolidated statement of income for the current fiscal year, assuming that the business combination had been completed as of the beginning of the fiscal year, and the method used to calculate such estimates.

Disclosure has been omitted as it is not considered material.

(Segment Information and Other information)

1. Overview of reportable segments

The reportable segments of the Company's Group are components for which separate financial information is available and which are subject to regular review by the Board of Directors in order to make decisions regarding the allocation of management resources and to evaluate performance.

The Group is organized into business segments based on global business units by product and service category and has designated two reportable segments: the Branded Business and the Technology Solution Business.

The Branded Business develops, manufactures, and sells pen tablets and related software, while the Technology Solution Business develops, manufactures, and sells components and modules such as digital pens, multi-touch sensors, and touch panels.

2. Methods of measurement for sales, profit or loss, assets, liabilities, and other items by reportable segment

The accounting policies applied in the reportable segments are consistent with those used in preparing the consolidated financial statements. Segment profit is presented on an operating profit basis.

3. Information on sales, profit or loss, assets, liabilities, and other items by reportable segment

FY 3/2025 (April 1, 2024 – March 31, 2025)

(Millions of yen)

	Reportable Segments			Amount of Adjustment (Note)1	Amount of Consolidated Financial Statements (Note)2
	Branded Business	Technology Solution Business	Sub Total		
Sales					
Sales towards external customers	28,744	86,936	115,680	—	115,680
Sales between internal segments and internal transfer	—	—	—	—	—
Total	28,744	86,936	115,680	—	115,680
Segment profit or loss (-)	-2,879	18,495	15,616	-5,406	10,209
Segment total assets	11,404	22,371	33,775	36,995	70,771
Other items					
Depreciation	61	937	998	1,115	2,114
Impairment loss	419	—	419	—	419
Increase in property, plant and equipment and intangible assets	470	770	1,240	286	1,527

(Note) 1. The above “Amount of Adjustment” in “Segment Profit” is mainly the cost of its administrative divisions which are not included in the reportable segments.

2. “Segment Profit or Loss” is adjusted for “Operating Profit”.

FY 3/2026 (April 1, 2025 – March 31, 2026)

(Millions of yen)

	Reportable Segments			Amount of Adjustment (Note)1	Amount of Consolidated Financial Statements (Note)2
	Branded Business	Technology Solution Business	Sub Total		
Sales					
Sales towards external customers	32,737	77,257	109,995	—	109,995
Sales between internal segments and internal transfer	—	—	—	—	—
Total	32,737	77,257	109,995	—	109,995
Segment profit or loss (-)	2,019	17,095	19,115	-5,733	13,382
Segment total assets	13,283	23,645	36,929	28,028	64,957
Other items					
Depreciation	75	1,003	1,079	785	1,865
Impairment loss	—	—	—	763	763
Increase in property, plant and equipment and intangible assets	356	1,439	1,796	659	2,455

(Note) 1. The above “Amount of Adjustment” in “Segment Profit” is mainly the cost of its administrative divisions which are not included in the reportable segments.

2. “Segment Profit or Loss” is adjusted for “Operating Profit”.

(Per share data)

	FY 3/2025 (April 1,2024 to March 31,2025)	FY 3/2026 (April 1,2025 to March 31,2026)
	Yen Sen	Yen Sen
Net assets per share	229.43	278.10
Net income per share	36.97	70.98

(Note) 1. Diluted net income per share is not stated since there are no dilutive shares.

2. The basis for the calculation of net assets per share is as follows,

	FY 3/2025 (April 1,2024 to March 31,2025)	FY 3/2026 (April 1,2026 to March 31,2026)
Profit attributable to owners of parent (millions of yen)	5,224	9,548
Amount not attributable to common shareholders (millions of yen)	-	-
Profit attributable to owners of parent related to common stock (millions of yen)	5,224	9,548
Average number of shares outstanding of common stock during the fiscal year (shares)	141,320,553	134,531,259

(Significant subsequent events)

(Acquisition of treasury stock)

The Company resolved at a meeting of its Board of Directors held on May 12, 2026, to acquire the Company's treasury stock pursuant to Article 156 of Japanese Companies Act, of which application is defined by both paragraph 1, Article 459 of the Companies Act and provisions of the Company's Articles of Incorporation.

1.Reason for acquisition of own shares

Based on the capital policy of our medium-term management plan "Wacom Chapter 4," we aim for a total shareholder return ratio of at least 50% on a consolidated basis by implementing progressive dividends and flexible treasury stock acquisition, while ensuring financial soundness.

Based on the above policies, the Company will implement treasury stock acquisition after comprehensively considering the current investment opportunities, capital efficiency, stock price levels, and other relevant factors.

2.Details of acquisition

(1) Type of shares to be acquired: Common stock of the Company

(2) Total number of shares to be acquired: Up to 3,000,000 shares

Equivalent of 2.23% of outstanding shares (excluding treasury stock)

(3) Total acquisition cost: Up to 1.5 billion Japanese yen

(4) Acquisition period: From May 13, 2026, to June 30, 2026

(5) Acquisition Method: Open market acquisition of shares on the Tokyo Stock Exchange