



SUPPLEMENTAL FINANCIAL INFORMATION

Q1FY27

OCTOBER 27, 2026

Safe Harbor Statement and Use of Non-GAAP Financial Information

This document and our other communications regarding our quarterly financial results contain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements provide current expectations of future events based on certain assumptions and include any statement that does not directly relate to any historical fact. Forward-looking statements include, among other things, statements about the Company's plans, programs, strategies, prospects, and opportunities; financial outlook for future periods, expectations regarding our ability to service debt and continue to generate free cash flow; expectations regarding our ability to make timely quarterly payments under the settlement agreement with the U.S. Department of Commerce's Bureau of Industry and Security; expectations regarding logistical, macroeconomic, or other factors affecting the Company, including uncertainty related to tariffs, trade restrictions, or evolving global trade policy; expectations regarding market demand for the Company's products, our visibility into such demand and our ability to optimize our level of production and meet market and industry expectations and the effects of these future trends on the Company's financial and operational performance; anticipated shifts in technology and storage industry trends, and anticipated demand and performance of new storage product introductions, including HAMR-based products; our ability to successfully integrate acquisitions with our existing business; and expectations regarding the Company's business strategy and performance, as well as dividend issuance plans for future periods. Forward-looking statements generally can be identified by words such as "expects," "intends," "plans," "anticipates," "believes," "estimates," "predicts," "projects," "should," "may," "will," "will continue," "can," "could" or the negative of these words, variations of these words and comparable terminology, in each case, intended to refer to future events or circumstances. However, the absence of these words or similar expressions does not mean that a statement is not forward-looking. Forward-looking statements are subject to various uncertainties and risks that could cause our actual results to differ materially from historical experience and our present expectations or projections. These risks and uncertainties include, but are not limited to, those described under the captions "Risk Factors" and "Management's Discussion and Analysis of Financial Condition and Results of Operations" in the Company's latest periodic report on Form 10-Q or Form 10-K filed with the U.S. Securities and Exchange Commission. Undue reliance should not be placed on the forward-looking statements in this press release, which are based on information available to us on, and which speak only as of, the date hereof. The Company undertakes no obligation to update forward-looking statements to reflect events or circumstances after the date they were made, unless required by applicable law.

To supplement the consolidated financial statements presented in accordance with U.S. generally accepted accounting principles (GAAP), the Company uses non-GAAP measures of gross profit, gross margin, operating expenses, income from operations, operating margin, net income, diluted EPS, free cash flow, EBITDA, adjusted EBITDA and the last twelve months (LTM) adjusted EBITDA, which are adjusted from results based on GAAP to exclude certain benefits, expenses, gains and losses. A full discussion of these adjustments can be found in the earnings press release for the Company's most recent fiscal quarter. These non-GAAP financial measures are provided to enhance the user's overall understanding of the Company's current financial performance and its prospects for the future. Specifically, the Company believes non-GAAP results provide useful information to both management and investors as these non-GAAP results exclude certain benefits, expenses, gains and losses that it believes are not indicative of its core operating results and because it is similar to the approach used in connection with the financial models and estimates published by financial analysts who follow the Company.

These non-GAAP financial measures are used by management to assess the Company's performance, allocate resources and plan for future periods. These non-GAAP financial measures should only be considered as supplemental to results prepared in accordance with GAAP, and not considered as a substitute or replacement for, or superior to, GAAP results. These non-GAAP measures may differ from the non-GAAP measures reported by other companies.

Q1FY27 Financial Highlights

Delivered record profitability and EPS, supported by sustained Data Center demand, favorable pricing and strong operational execution

Revenue

\$4.2B

+61% YoY | Above guidance

Record Gross Margin¹

57.8%

+510 bps QoQ | +1,770 bps YoY

Record Operating Margin¹

50.7%

+610 bps QoQ | +2,170 bps YoY

Record EPS¹

\$7.68

+194% YoY | Above guidance

Generated record free cash flow and significantly strengthened the balance sheet

Operating Cash Flow

\$1.7B

Up 218% YoY

Free Cash Flow¹

\$1.5B

Up 246% YoY

Balance Sheet

\$1.3B cash

- Reduced gross debt² to \$2.4B, down 53% YoY

1. Figures presented are non-GAAP, please refer to the "Reconciliation Tables" section for a reconciliation of each non-GAAP measure included in this presentation to the most comparable GAAP measure.

2. Gross debt refers to principal outstanding.

Markets and Technology Highlights



- Data Center represented 90% of exabyte shipments at 198EB, up ~24% YoY
- Vast majority of Data Center nearline supply allocated through CY28, with some cloud supply agreements extending through CY30
- Data Center revenue of \$3.4B, up 63% YoY with sustained Cloud and Enterprise/OEM demand
- Cloud remains the primary demand driver, with 12 consecutive quarters of revenue growth
- Enterprise/OEM revenue grew for the sixth consecutive quarter, increasing double digits both sequentially and YoY as demand strengthened across hybrid-cloud environments



- Executing our technology roadmap anchored by HAMR technology to address exabyte growth by increasing capacity per drive rather than increasing drive unit production
- Mozaic 4 ramping with two leading CSPs, additional CSP and Enterprise/OEM qualifications expected to complete in the coming months
- Mozaic 5 qualification shipments on track to begin toward the end of CY27
- Demonstrated 8TB per disk in the lab, reinforcing the scalability of the Mozaic platform

Quarterly Financial Trends

	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27	QoQ	YoY
Results (non-GAAP)¹							
Revenue (\$M)	2,629	2,825	3,112	3,629	4,233	17%	61%
Gross Margin %	40.1%	42.2%	47.0%	52.7%	57.8%	5.1 ppt	17.7 ppt
Operating Expenses (\$M)	291	290	296	293	300	2%	3%
Operating Margin %	29.0%	31.9%	37.5%	44.6%	50.7%	6.1 ppt	21.7 ppt
Net Income (\$M)	583	702	934	1,319	1,781	35%	205%
Diluted EPS	\$2.61	\$3.11	\$4.10	\$5.71	\$7.68	35%	194%
End of Qtr Actual Share Count (M)	214	218	224	227	230	1%	7%
Diluted Shares O/S for EPS ¹ (M)	223	226	228	231	232	0%	4%
Cash and Cash Equivalents (\$M)	1,112	1,046	1,146	1,704	1,258	-26%	13%
Debt ² (\$M)	4,994	4,499	3,863	3,565	2,351	-34%	-53%
Cash Flow From Operations (\$M)	532	723	1,114	1,305	1,690	30%	218%
Capital Expenditures ³ (\$M)	105	116	161	187	211	13%	101%
Free Cash Flow ¹ (\$M)	427	607	953	1,118	1,479	32%	246%
Dividends Per Share Paid	\$0.72	\$0.72	\$0.74	\$0.74	\$0.74		
LTM Dividend Paid (\$M)	606	612	621	634	649		
LTM Shares Repurchased (\$M)	29	29	59	176	547		

NOTE: Minor changes and calculation variances are due to rounding.

1. See 'Reconciliation Tables' section for GAAP reconciliation.

2. Principal outstanding less unamortized discount and debt issuance cost.

3. Capital Expenditures is cash paid for the acquisition of property, equipment, and leasehold improvements.

Quarterly Financial Trends Continued

	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27	QoQ	YoY
Revenue by End Market (\$M)	2,629	2,825	3,112	3,629	4,233	17%	61%
Data Center ¹	2,114	2,224	2,500	2,933	3,449	18%	63%
<i>As a % of total revenue</i>	<i>80%</i>	<i>79%</i>	<i>80%</i>	<i>81%</i>	<i>81%</i>	0 ppt	1 ppt
Edge IoT ¹	515	601	612	697	784	13%	52%
<i>As a % of total revenue</i>	<i>20%</i>	<i>21%</i>	<i>20%</i>	<i>19%</i>	<i>19%</i>	0 ppt	-1 ppt
HDD Exabyte Capacity Shipped	182	190	199	218	220	1%	21%
Nearline	159	165	175	195	198	1%	24%
Non - Nearline	22	25	24	23	22	-3%	1%

NOTE: Minor calculation variances are due to rounding.

1. Data Center is comprised of nearline products sold into cloud, enterprise, VIA customers and systems; Edge IoT end markets are comprised of all other products.

Guidance Q2FY27

Q2FY27

Revenue	\$4.8 billion ± \$100 million
Operating Margin ¹ (non-GAAP)	Towards mid 50% range of revenue
Diluted Earnings Per Share ^{1,2} (non-GAAP)	\$9.20 ± \$0.20

At the mid point of the guidance:

- Operating Expense (non-GAAP) expected to be ~\$300 million
- Tax Expense (non-GAAP) expected to be ~16% of income before taxes
- Diluted Shares O/S for EPS (non-GAAP) expected to be ~233 million

1. We have not reconciled our guidance for non-GAAP financial measures for fiscal second quarter 2027 to the most directly comparable GAAP measure, other than estimated share-based compensation expenses, because material items that may impact these measures are out of our control and/or cannot be reasonably predicted, including, but not limited to, net (gain) loss from debt transactions, strategic investment losses (gains) or impairment charges, income tax adjustments on these measures, and other charges or benefits that may arise. The amounts of these measures are not currently available but may be material to future results. A reconciliation of our historical non-GAAP financial measures to their nearest GAAP equivalent is contained in this release.

2. Guidance regarding non-GAAP diluted earnings per share excludes known pre-tax charges related to estimated share-based compensation expenses of \$0.30 per share.

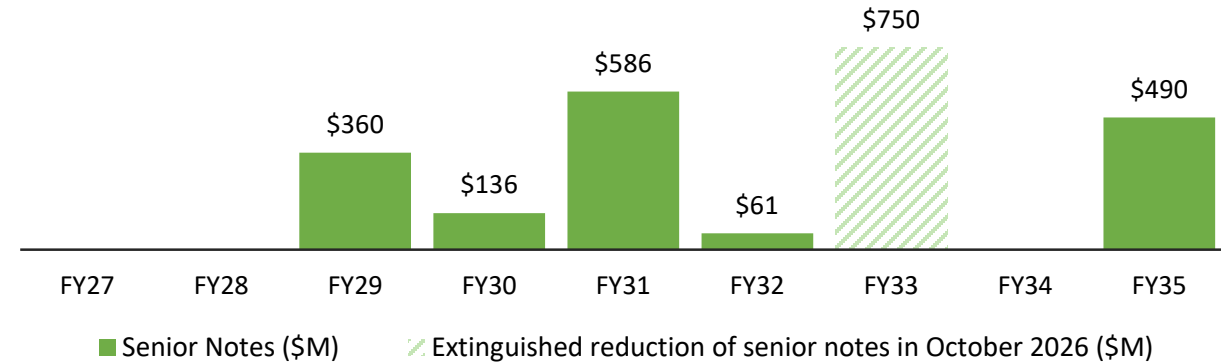
Debt Capital Structure

- \$2.6B Liquidity¹, \$1.3B cash, \$1.3B revolving credit facility
- Reduced gross debt² to \$2.4B, down 53% YoY
- Extinguished an additional \$750M in high yield senior notes subsequent to Q1FY27

Debt Metrics

	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27
Net Debt (\$M) ²	3,934	3,500	2,759	1,899	1,125
LTM Cash Interest Expense (\$M)	312	302	295	281	272
LTM Adjusted EBITDA (\$M) ³	2,682	3,053	3,721	4,708	6,094
Total Leverage Ratio on Net Debt ⁴	1.5x	1.1x	0.7x	0.4x	0.2x

Debt Maturity as of Q1FY27 (\$2.4B Principal Outstanding)



NOTE: Minor calculation variances are due to rounding. For the capitalized terms included but not defined here, please see the Credit Agreement filed with the SEC.

1. Liquidity levels include both Cash and cash equivalents and revolver.

2. Debt refers to principal outstanding and net debt refers to principal outstanding less cash and cash equivalents.

3. EBITDA is defined as net income before income tax expense, interest expense, interest income, depreciation and amortization. Adjusted EBITDA excludes certain benefits, expenses, gains, losses and other extraordinary charges. LTM adjusted EBITDA is defined as the total of last twelve months adjusted EBITDA. See 'Reconciliation Tables' section for reconciliation of Net Income to adjusted EBITDA.

4. Also known as "total net leverage ratio", which reflects Net Debt divided by LTM Adjusted EBITDA.

We Build Value in a Data-Driven World



Microsoft Validates HAMR and SMR Solution at Hyperscale

Microsoft Azure Storage qualifies Broadcom HBA with Seagate HAMR + SMR, validating a configuration designed to simplify SMR deployment at hyperscale.



Why Context Shapes The Economics Of AI

Is AI's next constraint economics? The future value of AI depends on preserving and reusing context.



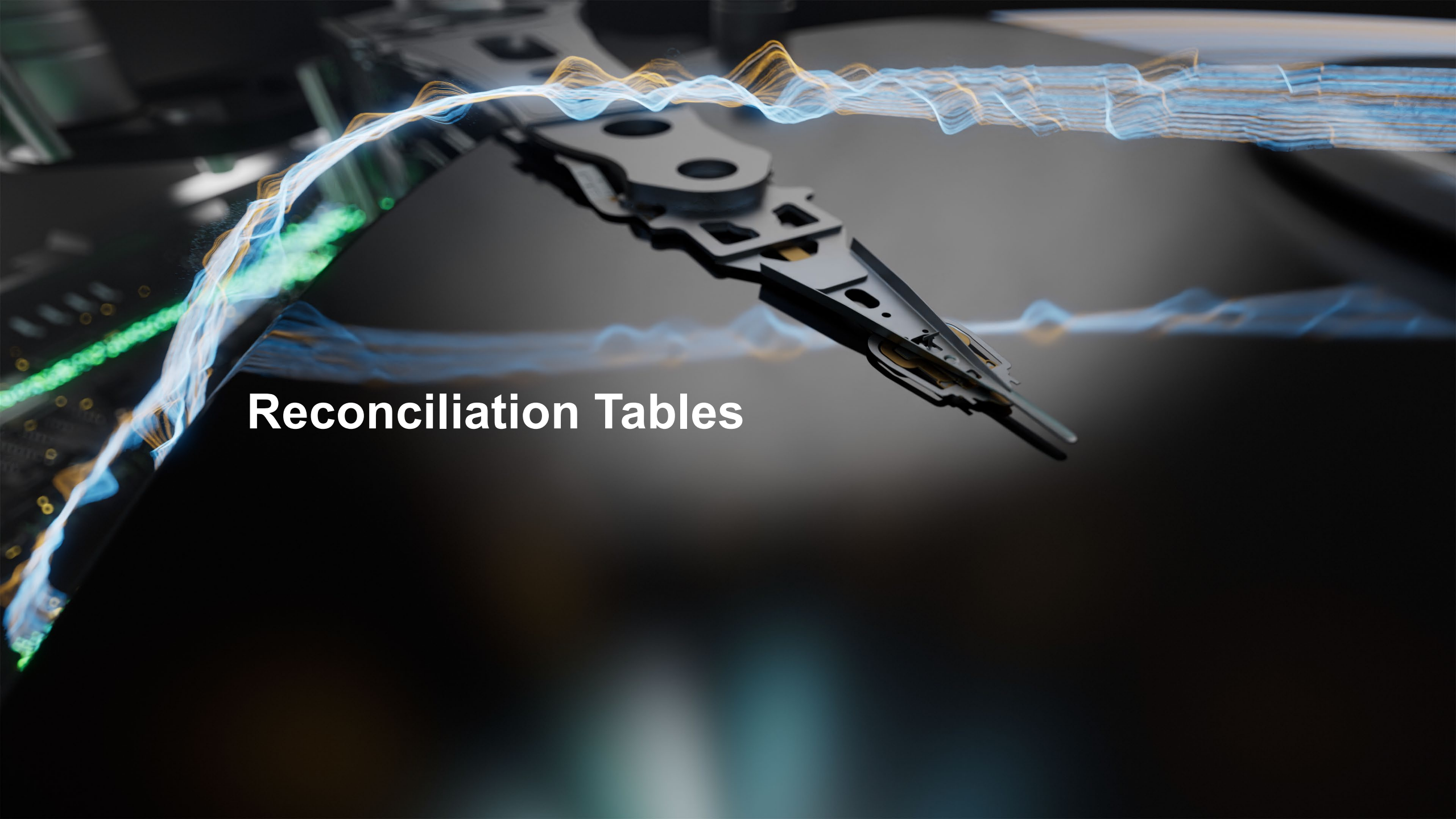
How Data Requirements Are Reshaping AI Infrastructure

As retained data becomes a source of context and competitive advantage, infrastructure increasingly follows the realities of data.



Seagate on the New Value of Data

CEO Dave Mosley shares his perspective on the growing value of enterprise data and the critical role of storage in supporting AI at scale at the 65 Summit: AI Unleashed 2026.

An abstract, futuristic background featuring a dark, metallic, angular object that resembles a mechanical part or a stylized letter 'A'. It is set against a dark, blurred background. Glowing, ethereal lines in shades of blue and green flow across the scene, some appearing as thin, wavy ribbons and others as more solid, luminous streaks. The overall aesthetic is high-tech and digital.

Reconciliation Tables

Reconciliation of GAAP Gross Profit to Non-GAAP Gross Profit (\$M)	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27
GAAP Gross Profit	\$ 1,037	\$ 1,176	\$ 1,447	\$ 1,898	\$ 2,427
Amortization of acquired intangible assets	3	2	2	1	2
Share-based compensation related charges	14	13	14	13	18
Non-GAAP Gross Profit	\$ 1,054	\$ 1,191	\$ 1,463	\$ 1,912	\$ 2,447
GAAP Gross Margin %	39.4%	41.6%	46.5%	52.3%	57.3%
Non-GAAP Gross Margin %	40.1%	42.2%	47.0%	52.7%	57.8%

Reconciliation of GAAP Operating Expenses to Non-GAAP Operating Expenses (\$M)	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27
GAAP Operating Expenses	\$ 343	\$ 333	\$ 449	\$ 339	\$ 363
Acquisition-related charges	(1)	—	—	—	—
Legal settlement	—	—	(105)	—	—
Restructuring and other, net	(13)	(3)	(7)	(4)	(4)
Share-based compensation related charges	(38)	(40)	(40)	(41)	(59)
Other charges	—	—	(1)	(1)	—
Non-GAAP Operating Expenses	\$ 291	\$ 290	\$ 296	\$ 293	\$ 300

Reconciliation of GAAP Income From Operations to Non-GAAP Income From Operations (\$M)	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27
GAAP Income From Operations	\$ 694	\$ 843	\$ 998	\$ 1,559	\$ 2,064
Acquisition-related charges	1	—	—	—	—
Amortization of acquired intangible assets	3	2	2	1	2
Legal settlement	—	—	105	—	—
Restructuring and other, net	13	3	7	4	4
Share-based compensation related charges	52	53	54	54	77
Other charges	—	—	1	1	—
Non-GAAP Income From Operations	\$ 763	\$ 901	\$ 1,167	\$ 1,619	\$ 2,147
GAAP Operating Margin %	26.4 %	29.8 %	32.1 %	43.0 %	48.8 %
Non-GAAP Operating Margin %	29.0 %	31.9 %	37.5 %	44.6 %	50.7 %

Reconciliation of GAAP Net Income to Non-GAAP Net Income (\$M)	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27
GAAP Net Income	\$ 549	\$ 593	\$ 748	\$ 1,294	\$ 1,761
Acquisition-related charges	1	—	—	—	—
Amortization of acquired intangible assets	3	2	2	1	2
Legal settlement	—	—	105	—	—
Net loss from business divestiture	—	—	3	—	—
Net loss from debt transactions	6	66	69	10	44
Restructuring and other, net	13	3	7	4	4
Share-based compensation related charges	52	53	54	54	77
Strategic investment (gains) losses or impairment charges	—	—	—	(14)	—
Other charges	—	—	1	1	—
Income tax adjustments	(41)	(15)	(55)	(31)	(107)
Non-GAAP Net Income	\$ 583	\$ 702	\$ 934	\$ 1,319	\$ 1,781
Reconciliation of GAAP Diluted Net Income Per Share to Non-GAAP Diluted Net Income Per Share (\$M)	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27
GAAP Diluted Net Income Per Share	\$ 2.43	\$ 2.60	\$ 3.27	\$ 5.58	\$ 7.59
Acquisition-related charges	—	—	—	—	—
Amortization of acquired intangible assets	0.01	0.01	0.01	—	0.01
Legal Settlement	—	—	0.46	—	—
Net loss from business divestiture	—	—	0.01	—	—
Net loss from debt transactions	0.03	0.29	0.30	0.04	0.19
Restructuring and other, net	0.06	0.01	0.03	0.02	0.02
Share-based compensation related charges	0.23	0.23	0.24	0.23	0.33
Strategic investment (gains) losses or impairment charges	—	—	—	(0.06)	—
Other charges	—	—	—	—	—
Income tax adjustments	(0.18)	(0.07)	(0.24)	(0.13)	(0.46)
Non-GAAP diluted sharecount adjustments ¹	0.03	0.04	0.02	0.03	—
Non-GAAP Diluted Net Income Per Share¹	\$ 2.61	\$ 3.11	\$ 4.10	\$ 5.71	\$ 7.68
Shares used in diluted net income per share calculation (M)					
GAAP	226	228	229	232	232
Non-GAAP diluted sharecount adjustments ¹	(3)	(2)	(1)	(1)	-
Non-GAAP	223	226	228	231	232

1. Q1FY26, Q2FY26, Q3FY26 and Q4FY26 non-GAAP shares used in diluted EPS calculation excluded approximately 3 million, 2 million, 1 million and 1 million shares, respectively, that are issuable upon conversion of our 2028 exchangeable senior notes using the if-converted method. This is because these dilutive effects are expected to be offset partially by the capped call transactions entered by the Company in conjunction with the issuance of our 2028 exchangeable senior notes in order to reduce the potential dilution to the Company's ordinary shares upon the conversion.

Reconciliation of Net Cash Provided by Operating Activities to Free Cash Flow (\$M)	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27
Net Cash Provided by Operating Activities	\$ 532	\$ 723	\$ 1,114	\$ 1,305	\$ 1,690
Acquisition of property, equipment and leasehold improvements	(105)	(116)	(161)	(187)	(211)
Free Cash Flow	\$ 427	\$ 607	\$ 953	\$ 1,118	\$ 1,479

Reconciliation of GAAP Net Income to Non-GAAP Adjusted EBITDA (\$M)	Q1FY26	Q2FY26	Q3FY26	Q4FY26	Q1FY27
GAAP Net Income	\$ 549	\$ 593	\$ 748	\$ 1,294	\$ 1,761
Depreciation and amortization	72	68	66	70	76
Interest expense	80	72	68	64	41
Interest income	(7)	(7)	(6)	(10)	(7)
Income tax expense	65	114	116	211	221
Non-GAAP EBITDA	759	840	992	1,629	2,092
Acquisition-related charges	1	—	—	—	—
Legal Settlement	—	—	105	—	—
Net loss from business divestiture	—	—	3	—	—
Net loss from debt transactions	6	66	69	10	44
Restructuring and other, net	13	3	7	4	4
Share-based compensation related charges	52	53	54	54	77
Strategic investment (gains) losses or impairment charges	—	—	—	(14)	—
Other charges	—	—	1	1	—
Non-GAAP Adjusted EBITDA	\$ 831	\$ 962	\$ 1,231	\$ 1,684	\$ 2,217



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