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EXHIBIT 99.1



News Release

HP Inc. Reports Fiscal 2026 Second Quarter Results

PALO ALTO, Calif. – May 27, 2026 (GLOBE NEWSWIRE) – HP (NYSE: HPQ)

- Second quarter GAAP diluted net earnings per share ("EPS") of \$0.49, up 16.7% from the prior year period
- Second quarter non-GAAP diluted net EPS of \$0.86, up 21.1% from the prior year period
- Second quarter net revenue of \$14.4 billion, up 9.0% from the prior year period
- Second quarter net cash provided by operating activities of \$0.9 billion, free cash flow of \$0.8 billion
- Second quarter returned \$374 million to shareholders in the form of dividends and share repurchases

HP Inc.'s fiscal 2026 second quarter financial performance

	Q2 FY26	Q2 FY25	Y/Y
GAAP net revenue (\$B)	\$ 14.4	\$ 13.2	9.0%
GAAP operating margin	4.2%	4.9%	(0.7) pts
GAAP net earnings (\$B)	\$ 0.45	\$ 0.41	11%
GAAP diluted net EPS	\$ 0.49	\$ 0.42	17%
Non-GAAP operating margin	7.5%	7.3%	0.2 pts
Non-GAAP net earnings (\$B)	\$ 0.79	\$ 0.68	17%
Non-GAAP diluted net EPS	\$ 0.86	\$ 0.71	21%
Net cash provided by operating activities (\$B) ¹	\$ 0.9	\$ 0.0	NM
Free cash flow (\$B) ¹	\$ 0.8	\$ (0.1)	NM

Notes to table

Information about HP Inc.'s use of non-GAAP financial information is provided under "Use of non-GAAP financial information" below.

1. "NM" represents not meaningful either because the amount is too small or large to be meaningful for comparative purposes.

Net revenue and EPS results

HP Inc. and its subsidiaries ("HP") announced fiscal 2026 second quarter net revenue of \$14.4 billion, up 9.0% (up 6.3% in constant currency) from the prior-year period.

"During the second quarter, we continued executing our future of work strategy through intelligent devices, edge AI, and connected experiences while navigating rising commodity costs," said Bruce Broussard, Interim CEO, HP Inc. "We introduced innovations across AI PCs, Z workstations, AI-powered print, and HP IQ that simplify work and improve productivity. These reflect our progress in building intelligent devices and services that capture the value of AI at the edge and support long-term growth."

"We delivered strong second-quarter results, with 9% revenue growth and even stronger earnings and free cash flow," said Karen Parkhill, CFO, HP Inc. "With two solid quarters behind us, we are executing with discipline in a dynamic environment and are strengthening our outlook for the fiscal year to reflect this."

Second quarter GAAP diluted net EPS was \$0.49, up from \$0.42 in the prior-year period and below the previously provided outlook of \$0.52 to \$0.58. Second quarter non-GAAP diluted net EPS was \$0.86, up from \$0.71 in the prior-year period and above the previously provided outlook of \$0.70 to \$0.76. Second quarter non-GAAP net earnings and non-GAAP diluted net EPS exclude certain adjustments. Refer to "Adjustments to GAAP Net earnings" section in the below tables.

Asset management

HP's net cash provided by operating activities in the second quarter of fiscal 2026 was \$0.9 billion. Accounts receivable ended the quarter at \$6.1 billion, up 5 days quarter over quarter to 38 days. Inventory ended the quarter at \$9.2 billion, up 5 days quarter over quarter to 73 days. Accounts payable ended the quarter at \$19.2 billion, up 10 days quarter over quarter to 151 days.

HP generated \$0.8 billion of free cash flow in the second quarter of fiscal 2026. Free cash flow includes net cash provided by operating activities of \$0.9 billion adjusted for net investment in leases from integrated financing of \$24 million and net investments in property, plant, equipment and purchased intangibles of \$170 million.

HP's dividend payment of \$0.30 per share in the second quarter resulted in cash usage of \$274 million. HP also utilized \$100 million of cash during the quarter to repurchase approximately 5.2 million shares of common stock in the open market. HP exited the quarter with \$3.7 billion in gross cash, which includes cash and cash equivalents of \$3.7 billion and short-term investments of \$3 million included in other current assets.

Fiscal 2026 second quarter segment results

- Personal Systems net revenue was \$10.2 billion, up 13% year over year (up 10% in constant currency) with a 5.2% operating margin. Consumer PS net revenue was up 10% and Commercial PS net revenue was up 14%. Total units were down 7% with Consumer PS units down 8% and Commercial PS units down 7%.
- Printing net revenue was \$4.2 billion, flat year over year (down 2% in constant currency) with an 18.3% operating margin. Consumer Printing net revenue was down 10% and Commercial Printing net revenue was flat. Supplies net revenue was up 1% (flat in constant currency). Total hardware units were down 7%, with Consumer Printing units down 8% and Commercial Printing units down 4%.

Outlook

For the fiscal 2026 third quarter, HP estimates GAAP diluted net EPS to be in the range of \$0.47 to \$0.63 and non-GAAP diluted net EPS to be in the range of \$0.61 to \$0.71. Fiscal 2026 third quarter non-GAAP diluted net EPS estimates exclude \$0.08 to \$0.14 per diluted share, primarily related to restructuring and other charges, certain litigation charges, acquisition and divestiture charges, amortization of intangible assets, non-operating retirement-related credits, tax adjustments, and the related tax impact on these items.

For fiscal 2026, HP is updating its estimate of GAAP diluted net EPS to be in the range of \$2.15 to \$2.45 and updating its estimate of non-GAAP diluted net EPS to be in the range of \$2.90 to \$3.10. Fiscal 2026 non-GAAP diluted net EPS estimates exclude \$0.65 to \$0.75 per diluted share, primarily related to restructuring and other charges, acquisition and divestiture charges, amortization of intangible assets, non-operating retirement-related credits, certain litigation (benefits) charges, net, tax adjustments, and the related tax impact on these items.

For fiscal 2026, HP anticipates generating free cash flow in the range of \$2.8 to \$3.0 billion.

More information on HP's earnings, including additional financial analysis and an earnings overview presentation, is available on HP's Investor Relations website at <https://investor.hp.com>.

HP's FY26 Q2 earnings conference call is accessible via audio webcast at www.hp.com/investor/2026Q2Webcast.

About HP Inc.

HP Inc. (NYSE: HPQ) is a global technology leader redefining the Future of Work. Operating in more than 180 countries, HP delivers innovative and AI-powered devices, software, services and subscriptions that drive business growth and professional fulfillment. For more information, please visit <https://www.hp.com>.

Forward-looking statements

This document contains forward-looking statements based on current expectations and assumptions that involve risks and uncertainties. If the risks or uncertainties ever materialize or the assumptions prove incorrect, they could affect the business and results of operations of HP Inc. and its consolidated subsidiaries which may differ materially from those expressed or implied by such forward-looking statements and assumptions.

All statements other than statements of historical fact are statements that could be deemed forward-looking statements, including, but not limited to, projections of net revenue, margins, expenses, effective tax rates, net earnings, net earnings per share, cash flows, benefit plan funding, deferred taxes, share repurchases, foreign currency exchange rates or other financial items; any projections of the amount, timing or impact of cost savings or restructuring and other charges, planned structural cost reductions and productivity initiatives; any statements of the plans, strategies and objectives of management for future operations, including, but not limited to, our business model and transformation, our sustainability goals, our go-to-market strategy, the execution of restructuring plans and any resulting cost savings (including the fiscal 2026 plan), net revenue or profitability improvements or other financial impacts; any statements concerning the expected development, demand, performance, market share or competitive performance relating to products or services; any statements concerning potential supply constraints, component shortages, manufacturing disruptions or logistics challenges; any statements regarding current or future macroeconomic trends or events, including global trade policies, and the impact of those trends and events on HP and its financial performance; any statements regarding pending investigations, claims, disputes or other litigation matters; any statements of expectation or belief as to the timing and expected benefits of acquisitions and other business combination and investment transactions; and any statements of assumptions underlying any of the foregoing. Forward-looking statements can also generally be identified by words such as “future,” “anticipates,” “believes,” “estimates,” “expects,” “intends,” “plans,” “predicts,” “projects,” “will,” “would,” “could,” “can,” “may,” and similar terms.

Risks, uncertainties and assumptions that could affect our business and results of operations include factors relating to HP’s ability to execute on its strategic plans, including the previously announced initiatives, business model changes and transformation; the development and transition of new products and services and the enhancement of existing products and services to meet evolving customer needs and respond to emerging technological trends, including artificial intelligence; the use of artificial intelligence; the impact of macroeconomic and geopolitical trends, changes and events, including global trade policies, the ongoing military conflict in Ukraine, continued instability in the Middle East or tensions in the Taiwan Strait and South China Sea and the regional and global ramifications of these events; volatility in global capital markets and foreign currency, changes in benchmark interest rates, the effects of inflation and instability of financial institutions; risks associated with HP’s international operations and the effects of business disruption events, including those resulting from climate change; the need to manage (and reliance on) third-party suppliers, including with respect to increasing memory and storage costs, supply constraints and component shortages, and the need to manage HP’s global, multi-tier distribution network and potential misuse of pricing programs by HP’s channel partners, adapt to new or changing marketplaces and effectively deliver HP’s services; the execution and performance of contracts by HP and its suppliers, customers, clients and partners, including logistical challenges with respect to such execution and performance; the competitive pressures faced by HP’s businesses; the impact of third-party claims of IP infringement; successfully innovating, developing and executing HP’s go-to-market strategy, including online, omnichannel and contractual sales, in an evolving distribution, reseller and customer landscape; successfully competing and maintaining the value proposition of HP’s products, including supplies and services; challenges to HP’s ability to accurately forecast inventories, demand and pricing, which may be due to HP’s multi-tiered channel, sales of HP’s products to unauthorized resellers or unauthorized resale of HP’s products or our uneven sales cycle; the hiring and retention of key employees, changes in our management team and execution of succession plans; the results of our restructuring plans (including the fiscal 2026 plan), including estimates and assumptions related to the cost (including any possible disruption of HP’s business) and the anticipated benefits of our restructuring plans; the protection of HP’s intellectual property assets, including intellectual property licensed from third parties; disruptions in operations from system security risks, data protection breaches, or cyberattacks; HP’s ability to maintain its credit rating, satisfy its debt obligations and complete any contemplated share repurchases, other capital return programs or other strategic transactions; changes in estimates and assumptions HP makes in connection with the preparation of its financial statements; the impact of changes to federal, state, local and foreign laws and regulations, including environmental regulations and tax laws; integration and other risks associated with business combination and investment transactions; our aspirations related to environmental and societal matters; potential impacts, liabilities and costs from pending or potential investigations, claims and disputes; the effectiveness of our internal control over financial reporting; and

other risks that are described in HP's Annual Report on Form 10-K for the fiscal year ended October 31, 2025 and HP's other filings with the Securities and Exchange Commission ("SEC"). HP's fiscal 2026 plan includes HP's efforts to drive customer satisfaction, product innovation, and productivity primarily through artificial intelligence adoption and enablement, and the resulting efficiencies, including those that enable a reduction in workforce. Anticipated cost savings associated with the fiscal 2026 plan represent expected gross reductions in costs from these measures. These cost savings are net of any new recurring costs resulting from these initiatives and exclude one-time investments to generate such savings. HP's expectations on the longer-term sustainability of such cost savings are based on its current business operations and market dynamics and could be significantly impacted by various factors, including but not limited to HP's evolving business models, future investment decisions, market environment and technology landscape.

As in prior periods, the financial information set forth in this document, including any tax-related items, reflects estimates based on information available at this time. While HP believes these estimates to be reasonable, these amounts could differ materially from reported amounts in HP's Annual Report on Form 10-K for the fiscal year ending October 31, 2026, HP's Quarterly Report on Form 10-Q for the fiscal quarter ending July 31, 2026 and HP's other filings with the SEC. The forward-looking statements in this document are made as of the date of this document and HP assumes no obligation and does not intend to update these forward-looking statements.

HP's Investor Relations website at <https://investor.hp.com> contains a significant amount of information about HP, including financial and other information for investors. HP encourages investors to visit its website from time to time, as information is updated, and new information is posted. The content of HP's website is not incorporated by reference into this document or in any other report or document HP files with the SEC, and any references to HP's website are intended to be inactive textual references only.



HP INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS
(Unaudited)
(In millions, except per share amounts)

	Three months ended		
	April 30, 2026	January 31, 2026	April 30, 2025
Net revenue:			
Products	\$ 13,563	\$ 13,598	\$ 12,423
Services	845	840	797
Total net revenue	14,408	14,438	13,220
Cost of net revenue:			
Products	10,918	11,138	10,007
Services	474	465	474
Total cost of net revenue	11,392	11,603	10,481
Gross profit	3,016	2,835	2,739
Research and development	432	392	401
Selling, general and administrative	1,514	1,504	1,480
Restructuring and other charges	365	126	122
Acquisition and divestiture charges (credits), net	4	(2)	17
Amortization of intangible assets	89	56	65
Total operating expenses	2,404	2,076	2,085
Earnings from operations	612	759	654
Interest and other, net	(119)	(88)	(148)
Earnings before taxes	493	671	506
Provision for taxes	(43)	(126)	(100)
Net earnings	\$ 450	\$ 545	\$ 406
Net earnings per share:			
Basic	\$ 0.49	\$ 0.59	\$ 0.43
Diluted	\$ 0.49	\$ 0.58	\$ 0.42
Cash dividends declared per share	\$ —	\$ 0.60	\$ —
Weighted-average shares used to compute net earnings per share:			
Basic	922	926	950
Diluted	925	932	956



HP INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS
(Unaudited)
(In millions, except per share amounts)

	Six months ended	
	April 30, 2026	April 30, 2025
Net revenue:		
Products	\$ 27,161	\$ 25,118
Services	1,685	1,606
Total net revenue	28,846	26,724
Cost of net revenue:		
Products	22,056	20,201
Services	939	944
Total cost of net revenue	22,995	21,145
Gross profit	5,851	5,579
Research and development	824	798
Selling, general and administrative	3,018	2,939
Restructuring and other charges	491	192
Acquisition and divestiture charges, net	2	23
Amortization of intangible assets	145	128
Total operating expenses	4,480	4,080
Earnings from operations	1,371	1,499
Interest and other, net	(207)	(289)
Earnings before taxes	1,164	1,210
Provision for taxes	(169)	(239)
Net earnings	\$ 995	\$ 971
Net earnings per share:		
Basic	\$ 1.08	\$ 1.02
Diluted	\$ 1.07	\$ 1.02
Cash dividends declared per share	\$ 0.60	\$ 0.58
Weighted-average shares used to compute net earnings per share:		
Basic	924	949
Diluted	928	956



HP INC. AND SUBSIDIARIES
 ADJUSTMENTS TO GAAP NET EARNINGS, EARNINGS FROM OPERATIONS,
 OPERATING MARGIN AND DILUTED NET EARNINGS PER SHARE
 (Unaudited)
 (In millions, except per share amounts)

	Three months ended					
	April 30, 2026		January 31, 2026		April 30, 2025	
	Amounts	Diluted net earnings per share	Amounts	Diluted net earnings per share	Amounts	Diluted net earnings per share
GAAP net earnings	\$ 450	\$ 0.49	\$ 545	\$ 0.58	\$ 406	\$ 0.42
Non-GAAP adjustments:						
Restructuring and other charges	365	0.39	126	0.14	122	0.13
Acquisition and divestiture charges (credits), net	4	—	(2)	—	17	0.01
Amortization of intangible assets	89	0.10	56	0.06	65	0.07
Certain litigation charges, net	5	0.01	56	0.06	103	0.11
Non-operating retirement-related credits	(13)	(0.01)	(11)	(0.02)	(6)	(0.01)
Tax adjustments ^(a)	(108)	(0.12)	(17)	(0.01)	(29)	(0.02)
Non-GAAP net earnings	<u>\$ 792</u>	<u>\$ 0.86</u>	<u>\$ 753</u>	<u>\$ 0.81</u>	<u>\$ 678</u>	<u>\$ 0.71</u>
GAAP earnings from operations	\$ 612		\$ 759		\$ 654	
Non-GAAP adjustments:						
Restructuring and other charges	365		126		122	
Acquisition and divestiture charges (credits), net	4		(2)		17	
Amortization of intangible assets	89		56		65	
Certain litigation charges, net	5		56		103	
Non-GAAP earnings from operations	<u>\$ 1,075</u>		<u>\$ 995</u>		<u>\$ 961</u>	
GAAP operating margin	4.2 %		5.3 %		4.9 %	
Non-GAAP adjustments	3.3 %		1.6 %		2.4 %	
Non-GAAP operating margin	<u>7.5 %</u>		<u>6.9 %</u>		<u>7.3 %</u>	

(a) Includes tax impact on non-GAAP adjustments.



HP INC. AND SUBSIDIARIES
ADJUSTMENTS TO GAAP NET EARNINGS, EARNINGS FROM OPERATIONS,
OPERATING MARGIN AND DILUTED NET EARNINGS PER SHARE
 (Unaudited)
 (In millions, except per share amounts)

	Six months ended			
	April 30, 2026		April 30, 2025	
	Amounts	Diluted net earnings per share	Amounts	Diluted net earnings per share
GAAP net earnings	\$ 995	\$ 1.07	\$ 971	\$ 1.02
Non-GAAP adjustments:				
Restructuring and other charges	491	0.53	192	0.20
Acquisition and divestiture charges, net	2	—	23	0.03
Amortization of intangible assets	145	0.16	128	0.13
Certain litigation charges, net	61	0.07	103	0.11
Non-operating retirement-related credits	(24)	(0.03)	(11)	(0.01)
Tax adjustments ^(a)	(125)	(0.14)	(24)	(0.03)
Non-GAAP net earnings	<u>\$ 1,545</u>	<u>\$ 1.66</u>	<u>\$ 1,382</u>	<u>\$ 1.45</u>
GAAP earnings from operations	\$ 1,371		\$ 1,499	
Non-GAAP adjustments:				
Restructuring and other charges	491		192	
Acquisition and divestiture charges, net	2		23	
Amortization of intangible assets	145		128	
Certain litigation charges, net	61		103	
Non-GAAP earnings from operations	<u>\$ 2,070</u>		<u>\$ 1,945</u>	
GAAP operating margin	4.8 %		5.6 %	
Non-GAAP adjustments	2.4 %		1.7 %	
Non-GAAP operating margin	<u>7.2 %</u>		<u>7.3 %</u>	

(a) Includes tax impact on non-GAAP adjustments.



HP INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(Unaudited)
(In millions)

	As of	
	April 30, 2026	October 31, 2025
ASSETS		
Current assets:		
Cash, cash equivalents and restricted cash	\$ 3,703	\$ 3,705
Accounts receivable, net	6,125	5,692
Inventory	9,203	8,512
Other current assets	4,953	4,544
Total current assets	23,984	22,453
Property, plant and equipment, net	3,079	3,049
Goodwill	8,730	8,706
Other non-current assets	7,143	7,561
Total assets	\$ 42,936	\$ 41,769
LIABILITIES AND STOCKHOLDERS' DEFICIT		
Current liabilities:		
Notes payable and short-term borrowings	\$ 810	\$ 845
Accounts payable	19,173	18,051
Other current liabilities	10,223	10,362
Total current liabilities	30,206	29,258
Long-term debt	8,856	8,821
Other non-current liabilities	4,018	4,036
Stockholders' deficit	(144)	(346)
Total liabilities and stockholders' deficit	\$ 42,936	\$ 41,769



HP INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)
(In millions)

	Three months ended	
	April 30, 2026	April 30, 2025
Cash flows from operating activities:		
Net earnings	\$ 450	\$ 406
Adjustments to reconcile net earnings to net cash provided by operating activities:		
Depreciation, amortization and impairment	264	205
Stock-based compensation expense	112	140
Restructuring and other charges	365	122
Deferred taxes on earnings	(29)	(60)
Other, net	(9)	37
Changes in operating assets and liabilities, net of acquisitions:		
Accounts receivable	(830)	(115)
Inventory	(475)	279
Accounts payable	929	(1,302)
Net investment in leases from integrated financing	(24)	(50)
Taxes on earnings	(241)	(133)
Restructuring and other	(92)	(75)
Other assets and liabilities	506	584
Net cash provided by operating activities	<u>926</u>	<u>38</u>
Cash flows from investing activities:		
Net investments in property, plant, equipment and purchased intangibles	(170)	(183)
Purchases of available-for-sale securities and other investments	(14)	(3)
Maturities and sales of available-for-sale securities and other investments	6	9
Collateral returned (posted) for derivative instruments	174	(540)
Payment made in connection with business acquisition, net of cash acquired	(10)	(116)
Net cash used in investing activities	<u>(14)</u>	<u>(833)</u>
Cash flows from financing activities:		
Proceeds from debt, net of issuance costs	102	1,076
Payment of debt	(81)	(52)
Stock-based award activities and others	(10)	(26)
Repurchase of common stock	(100)	(100)
Cash dividends paid	(274)	(273)
Settlement of cash flow hedges	—	6
Net cash (used in) provided by financing activities	<u>(363)</u>	<u>631</u>
Increase (decrease) in cash, cash equivalents and restricted cash	549	(164)
Cash, cash equivalents and restricted cash at beginning of period	3,154	2,894
Cash, cash equivalents and restricted cash at end of period	<u>\$ 3,703</u>	<u>\$ 2,730</u>



HP INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)
(In millions)

	Six months ended	
	April 30, 2026	April 30, 2025
Cash flows from operating activities:		
Net earnings	\$ 995	\$ 971
Adjustments to reconcile net earnings to net cash provided by operating activities:		
Depreciation, amortization and impairment	478	402
Stock-based compensation expense	294	332
Restructuring and other charges	491	192
Deferred taxes on earnings	(68)	(83)
Other, net	22	72
Changes in operating assets and liabilities, net of acquisition and divestiture:		
Accounts receivable	(466)	851
Inventory	(735)	(472)
Accounts payable	1,137	(1,699)
Net investment in leases from integrated financing	(49)	(48)
Taxes on earnings	(269)	(121)
Restructuring and other	(191)	(149)
Other assets and liabilities	(330)	164
Net cash provided by operating activities	<u>1,309</u>	<u>412</u>
Cash flows from investing activities:		
Net investments in property, plant, equipment and purchased intangibles	(403)	(485)
Purchases of available-for-sale securities and other investments	(19)	(6)
Maturities and sales of available-for-sale securities and other investments	25	14
Collateral returned (posted) for derivative instruments	98	(540)
Payment made in connection with business acquisition, net of cash acquired	(10)	(116)
Proceeds from business divestiture, net	26	—
Net cash used in investing activities	<u>(283)</u>	<u>(1,133)</u>
Cash flows from financing activities:		
Proceeds from debt, net of issuance costs	191	1,158
Payment of debt	(168)	(102)
Stock-based award activities and others	(83)	(118)
Repurchase of common stock	(425)	(200)
Cash dividends paid	(551)	(546)
Settlement of cash flow hedges	—	6
Net cash (used in) provided by financing activities	<u>(1,036)</u>	<u>198</u>
Decrease in cash, cash equivalents and restricted cash	(10)	(523)
Cash, cash equivalents and restricted cash at beginning of period	3,713	3,253
Cash, cash equivalents and restricted cash at end of period	<u>\$ 3,703</u>	<u>\$ 2,730</u>



HP INC. AND SUBSIDIARIES
SEGMENT/BUSINESS UNIT INFORMATION
(Unaudited)
(In millions)

	Three months ended			Change (%)	
	April 30, 2026	January 31, 2026	April 30, 2025	Q/Q	Y/Y
Net revenue: ^(a)					
Commercial PS	\$ 7,743	\$ 7,253	\$ 6,786	7 %	14 %
Consumer PS	2,470	2,998	2,238	(18)%	10 %
Personal Systems	10,213	10,251	9,024	— %	13 %
Supplies	2,754	2,799	2,728	(2)%	1 %
Commercial Printing	1,168	1,105	1,167	6 %	— %
Consumer Printing	273	283	302	(4)%	(10)%
Printing	4,195	4,187	4,197	— %	— %
Corporate Investments ^(b)	—	—	—	NM	NM
Total segment net revenue	14,408	14,438	13,221	— %	9 %
Other ^(b)	—	—	(1)	NM	NM
Total net revenue	\$ 14,408	\$ 14,438	\$ 13,220	— %	9 %
Earnings before taxes: ^(a)					
Personal Systems	\$ 530	\$ 511	\$ 409		
Printing	767	765	804		
Corporate Investments	(29)	(24)	(27)		
Total segment earnings from operations	1,268	1,252	1,186		
Corporate and unallocated cost and other	(81)	(75)	(85)		
Stock-based compensation expense	(112)	(182)	(140)		
Restructuring and other charges	(365)	(126)	(122)		
Acquisition and divestiture (charges) credits, net	(4)	2	(17)		
Amortization of intangible assets	(89)	(56)	(65)		
Certain litigation charges, net	(5)	(56)	(103)		
Interest and other, net	(119)	(88)	(148)		
Total earnings before taxes	\$ 493	\$ 671	\$ 506		

(a) Effective at the beginning of its first quarter of fiscal year 2026, HP realigned its business unit financial reporting to reflect the transition of the Print-as-a-Service business from Corporate Investments to Printing. HP reflected this change to its business unit information in prior reporting periods on an as-if basis which resulted in the reclassification of segment net revenue, cost of net revenue and operating expenses from the Corporate Investments segment to Supplies and Consumer Printing. The reporting change had no impact to previously reported consolidated net revenue, earnings from operations, net earnings or net earnings per share.

(b) "NM" represents not meaningful either because the amount is too small or large to be meaningful for comparative purposes.



HP INC. AND SUBSIDIARIES
SEGMENT/BUSINESS UNIT INFORMATION
(Unaudited)
(In millions)

	Six months ended		Change (%)
	April 30, 2026	April 30, 2025	Y/Y
Net revenue: ^(a)			
Commercial PS	\$ 14,996	\$ 13,431	12 %
Consumer PS	5,468	4,817	14 %
Personal Systems	20,464	18,248	12 %
Supplies	5,553	5,557	— %
Commercial Printing	2,273	2,311	(2)%
Consumer Printing	556	609	(9)%
Printing	8,382	8,477	(1)%
Corporate Investments ^(b)	—	—	NM
Total segment net revenue	28,846	26,725	8 %
Other ^(b)	—	(1)	NM
Total net revenue	<u>\$ 28,846</u>	<u>\$ 26,724</u>	8 %
Earnings before taxes: ^(a)			
Personal Systems	\$ 1,041	\$ 916	
Printing	1,532	1,605	
Corporate Investments	(53)	(45)	
Total segment earnings from operations	2,520	2,476	
Corporate and unallocated cost and other	(156)	(199)	
Stock-based compensation expense	(294)	(332)	
Restructuring and other charges	(491)	(192)	
Acquisition and divestiture charges, net	(2)	(23)	
Amortization of intangible assets	(145)	(128)	
Certain litigation charges, net	(61)	(103)	
Interest and other, net	(207)	(289)	
Total earnings before taxes	<u>\$ 1,164</u>	<u>\$ 1,210</u>	

(a) Effective at the beginning of its first quarter of fiscal year 2026, HP realigned its business unit financial reporting to reflect the transition of the Print-as-a-Service business from Corporate Investments to Printing. HP reflected this change to its business unit information in prior reporting periods on an as-if basis which resulted in the reclassification of segment net revenue, cost of net revenue and operating expenses from the Corporate Investments segment to Supplies and Consumer Printing. The reporting change had no impact to previously reported consolidated net revenue, earnings from operations, net earnings or net earnings per share.

(b) "NM" represents not meaningful either because the amount is too small or large to be meaningful for comparative purposes.



HP INC. AND SUBSIDIARIES
SEGMENT OPERATING MARGIN SUMMARY
(Unaudited)

	Three months ended			Change (pts)	
	April 30, 2026	January 31, 2026	April 30, 2025	Q/Q	Y/Y
Segment operating margin:					
Personal Systems	5.2 %	5.0 %	4.5 %	0.2 pts	0.7 pts
Printing ^(a)	18.3 %	18.3 %	19.2 %	— pts	(0.9)pts
Corporate Investments ^(b)	NM	NM	NM	NM	NM
Total segment	8.8 %	8.7 %	9.0 %	0.1 pts	(0.2)pts

	Six months ended		Change (pts)
	April 30, 2026	April 30, 2025	Y/Y
Segment operating margin:			
Personal Systems	5.1 %	5.0 %	0.1 pts
Printing ^(a)	18.3 %	18.9 %	(0.6)pts
Corporate Investments ^(b)	NM	NM	NM
Total segment	8.7 %	9.3 %	(0.6)pts

(a) Effective at the beginning of its first quarter of fiscal year 2026, HP realigned its business unit financial reporting to reflect the transition of the Print-as-a-Service business from Corporate Investments to Printing. HP reflected this change to its business unit information in prior reporting periods on an as-if basis which resulted in the reclassification of segment net revenue, cost of net revenue and operating expenses from the Corporate Investments segment to Supplies and Consumer Printing. The reporting change had no impact to previously reported consolidated net revenue, earnings from operations, net earnings or net earnings per share.

(b) "NM" represents not meaningful either because the amount is too small or large to be meaningful for comparative purposes.



HP INC. AND SUBSIDIARIES
CALCULATION OF DILUTED NET EARNINGS PER SHARE
(Unaudited)
(In millions, except per share amounts)

	Three months ended		
	April 30, 2026	January 31, 2026	April 30, 2025
Numerator:			
GAAP net earnings	\$ 450	\$ 545	\$ 406
Non-GAAP net earnings	\$ 792	\$ 753	\$ 678
Denominator:			
Weighted-average shares used to compute basic net earnings per share	922	926	950
Dilutive effect of employee stock plans ^(a)	3	6	6
Weighted-average shares used to compute diluted net earnings per share	925	932	956
GAAP diluted net earnings per share	\$ 0.49	\$ 0.58	\$ 0.42
Non-GAAP diluted net earnings per share	\$ 0.86	\$ 0.81	\$ 0.71

(a) Includes any dilutive effect of restricted stock units, stock options and performance-based awards.



HP INC. AND SUBSIDIARIES
CALCULATION OF DILUTED NET EARNINGS PER SHARE
(Unaudited)
(In millions, except per share amounts)

	Six months ended	
	April 30, 2026	April 30, 2025
Numerator:		
GAAP net earnings	\$ 995	\$ 971
Non-GAAP net earnings	\$ 1,545	\$ 1,382
Denominator:		
Weighted-average shares used to compute basic net earnings per share	924	949
Dilutive effect of employee stock plans ^(a)	4	7
Weighted-average shares used to compute diluted net earnings per share	928	956
GAAP diluted net earnings per share	\$ 1.07	\$ 1.02
Non-GAAP diluted net earnings per share	\$ 1.66	\$ 1.45

(a) Includes any dilutive effect of restricted stock units, stock options and performance-based awards.

Use of non-GAAP financial measures

To supplement HP's condensed consolidated financial statements presented in accordance with U.S. generally accepted accounting principles ("GAAP"), HP provides net revenue on a constant currency basis, non-GAAP total operating expense, non-GAAP operating profit, non-GAAP operating margin, non-GAAP other income and expenses, non-GAAP tax rate, non-GAAP net earnings, non-GAAP diluted net EPS, free cash flow, gross cash and net cash (debt). HP also provides forecasts of non-GAAP diluted net EPS and free cash flow.

These non-GAAP financial measures are not computed in accordance with, or as an alternative to, GAAP financial measures. Reconciliations of these non-GAAP financial measures to the most directly comparable GAAP financial measures are included in the tables above or elsewhere in the materials accompanying this news release. HP encourages investors to review those reconciliations carefully.

Use and economic substance of non-GAAP financial measures

Net revenue on a constant currency basis excludes the effect of foreign currency exchange fluctuations calculated by translating current period revenues using monthly exchange rates from the comparative period and excluding any hedging impact recognized in the current period. Non-GAAP operating margin is defined to exclude the effects of any amounts relating to restructuring and other charges, acquisition and divestiture (credits) charges, net, amortization of intangible assets and certain litigation (benefits) charges, net. Non-GAAP net earnings and non-GAAP diluted net EPS consist of net earnings or diluted net EPS excluding those same charges, non-operating retirement-related (credits) charges, debt extinguishment (benefits) costs, tax adjustments and the amount of additional taxes or tax benefits associated with each non-GAAP item.

HP's management uses these non-GAAP financial measures to evaluate HP's historical and prospective financial performance, enhance period-to-period comparability, and assess HP's performance relative to its competitors. HP's management excludes the items mentioned above because they do not believe they are reflective of ongoing operating performance.

HP believes that providing non-GAAP financial measures in addition to the related GAAP financial measures provide investors with greater insight to the information used by HP's management in its financial and operational decision making and allows investors to see HP's results "through the eyes" of management. HP further believes that providing this information better enables HP's investors to understand HP's operating performance and financial condition and to evaluate the efficacy of the methodology and information used by HP's management to evaluate and measure such performance and financial condition. Disclosure of these non-GAAP financial measures also facilitates comparisons of HP's operating performance with the performance of other companies in HP's industry that supplement their GAAP results with non-GAAP financial measures that may be calculated in a similar manner.

HP excludes each of those items mentioned above, which are described in further detail below:

- Restructuring and other charges are (i) costs associated with a formal restructuring plan and are primarily related to employee separation from service and early retirement costs and related benefits, costs of real estate consolidation and other non-labor charges; and (ii) other charges, which are distinct from ongoing operational costs and primarily include: third party professional services and other non-recurring costs, including costs relating to artificial intelligence adoption and enablement and information technology rationalization efforts. Effective second quarter of fiscal 2026, other charges also include CEO transition costs, which comprises of executive hiring and retention costs.
- Charges/ (credits) related to its acquisitions and divestitures are gains or losses on divestitures, direct expenses such as third-party professional and legal fees, integration and divestiture-related costs, as well as non-cash adjustments to the fair value of certain acquired assets such as inventory and certain compensation charges related to cash settlement of restricted stock units and performance-based restricted stock units towards acquisitions. These (credits)/ charges related to acquisitions and divestitures are inconsistent in amount and frequency and are significantly impacted by the timing and nature of HP's acquisitions or divestitures.
- Charges relating to the amortization of intangible assets are included in HP's GAAP earnings, operating margin, net earnings and diluted net EPS. Such charges are significantly impacted by the timing and magnitude of HP's acquisitions and any related impairment charges.
- HP recorded certain litigation (benefits) charges, net, that include settlement of backward-looking claims that arise from certain existing or threatened Standard Essential Patent ("SEP") litigation that is distinctive and

substantial when compared to other intellectual property litigation that HP incurs in the ordinary course of business.

- Debt extinguishment (benefits) costs include certain (gain)/ loss related to the repurchase of certain of HP's outstanding U.S. dollar global notes or termination of commitments under revolving credit facilities. This (gain)/ loss resulting from debt redemption transactions are partially or more than offset by costs such as bond repurchase premiums, bank fees, unpaid accrued interests, etc.
- Non-operating retirement-related (credits) charges include certain market-related factors such as interest cost, expected return on plan assets, amortized actuarial gains or losses, associated with HP's defined benefit pension and post-retirement benefit plans. The market-driven retirement-related adjustments are primarily due to the changes in the value of pension plan assets and liabilities which are tied to financial market performance. Non-operating retirement-related (credits) charges also include certain plan curtailments, settlements and special termination benefits related to HP's defined benefit pension and post-retirement benefit plans.
- Recorded tax adjustments include tax expenses and benefits from internal reorganizations, realizability of certain deferred tax assets, various tax rate and regulatory changes, and tax settlements across various jurisdictions. The non-GAAP tax rate is designed to reflect the tax effects of HP's ongoing operations.

Free cash flow is a non-GAAP measure that is defined as cash flow from operating activities adjusted for net investment in leases from integrated financing and net investments in property, plant, equipment and purchased intangibles. Gross cash is a non-GAAP measure defined as cash, cash equivalents and restricted cash plus short-term investments. Management uses free cash flow and gross cash to assess the amount of cash available for liquidity, including for investment in the business, share repurchases, and other purposes, and to evaluate HP's historical and expected liquidity. HP believes gross cash provides a useful view of liquidity because it includes certain liquid assets not included in cash, cash equivalents and restricted cash. HP believes free cash flow provides a useful view of liquidity and capital resources because it adjusts operating cash flow for net investment in leases from integrated financing and net investments in property, plant, equipment and purchased intangibles. Net cash (debt) is defined as gross cash less gross debt, adjusted for the effects of unamortized premium/ discounts on debt issuance, debt issuance costs, and unrealized gains/ losses on interest rate swaps.

Material limitations associated with use of non-GAAP financial measures

These non-GAAP financial measures are not in accordance with, or an alternative for, measures prepared in accordance with GAAP, and may differ from non-GAAP measures used by other companies. In addition, these non-GAAP measures are not based on any comprehensive set of accounting rules or principles. HP believes non-GAAP measures have inherent limitations in that they do not reflect all of the amounts associated with HP's results of operations as determined in accordance with GAAP and that these measures should only be used to evaluate HP's results of operations in conjunction with the corresponding GAAP measures. HP may continue to incur expenses similar to the non-GAAP adjustments described above in future periods.

In addition, other companies, including companies in our industry, may calculate non-GAAP financial measures differently than HP, limiting the usefulness of those measures for comparative purposes.

Compensation for limitations associated with use of non-GAAP financial measures

HP accounts for the limitations on its use of non-GAAP financial measures by relying primarily on its GAAP results and using non-GAAP financial measures only supplementally.