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## Consolidated Financial Results for the Year Ended March 31, 2025 [Japanese GAAP]

May 14, 2025

Company name: Japan Pulp & Paper Co., Ltd.

Listing: Tokyo Stock Exchange

Securities code: 8032

URL: <https://www.kamipa.co.jp/eng/>

Representative: Akihiko Watanabe President & CEO

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Scheduled date of annual general meeting of shareholders: June 27, 2025

Scheduled date to commence dividend payments: June 30, 2025

Scheduled date to file annual securities report: June 27, 2025

Preparation of supplementary material on financial results: Yes (available in Japanese only)

Holding of financial results briefing: Yes (for institutional investors and analysts / available in Japanese only)

(Yen amounts are rounded to the nearest million, unless otherwise noted.)

### 1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (April 1, 2024 to March 31, 2025)

#### (1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	554,524	3.8	15,071	(13.4)	15,822	(5.6)	7,569	(26.9)
March 31, 2024	534,230	(2.0)	17,403	(14.1)	16,753	(21.1)	10,357	(59.2)

(Note) Comprehensive income: Fiscal year ended March 31, 2025: ¥ 11,087 million [ (41.0)%]

Fiscal year ended March 31, 2024: ¥ 18,795 million [ (33.6)%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to revenue ratio
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2025	61.44	61.30	5.8	4.1	2.7
March 31, 2024	78.86	78.69	8.4	4.4	3.3

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2025: ¥ 346 million

Fiscal year ended March 31, 2024: ¥ 329 million

The Company conducted a stock split at a ratio of ten shares for every share of common stock on October 1, 2024. Basic earnings per share and diluted earnings per share have been calculated under the assumption that the stock split was conducted at the beginning of the previous consolidated fiscal year.

#### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	392,234	145,565	34.2	1,087.70
March 31, 2024	372,645	138,347	34.2	1,035.56

(Reference) Equity: As of March 31, 2025: ¥ 133,994 million

As of March 31, 2024: ¥ 127,526 million

The Company conducted a stock split at a ratio of ten shares for every share of common stock on October 1, 2024. Net assets per share has been calculated under the assumption that the stock split was conducted at the beginning of the previous consolidated fiscal year.

### (3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	21,010	(11,217)	(9,335)	19,027
March 31, 2024	20,891	(2,917)	(31,678)	17,387

### 2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2024	-	65.00	-	65.00	130.00	1,718	16.5	1.4
March 31, 2025	-	125.00	-	12.50	-	3,136	40.7	2.4
Fiscal year ending March 31, 2026 (Forecast)	-	14.00	-	14.00	28.00		40.6	

The Company conducted a stock split at a ratio of ten shares for every share of common stock on October 1, 2024. The year-end dividend per share for FYE Mar. 2025 takes the impact of the stock split into account, and for the total annual dividends per share, “-” is shown. Without taking into account the stock split, the year-end dividend per share and the annual dividends per share for FYE Mar. 2025 would be 125.00 yen and 250.00 yen, respectively.

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	16,500	9.5	15,500	(2.0)	8,500	12.3	69.00

\* Notes:

(1) Significant changes in the scope of consolidation during the period: Yes

Newly included: 5 (Company name: OVOL France, S.A.S. and its subsidiary, OVOL Papier Deutschland GmbH and two other companies )

(2) Changes in accounting policies, changes in accounting estimates, and restatement

1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(3) Number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

March 31, 2025: 150,215,510 shares

March 31, 2024: 150,215,510 shares

2) Number of treasury shares at the end of the period:

March 31, 2025: 27,025,297 shares

March 31, 2024: 27,068,657 shares

3) Average number of shares outstanding during the period:

Fiscal Year ended March 31, 2025: 123,188,355 shares

Fiscal Year ended March 31, 2024: 131,331,379 shares

The Company conducted a stock split at a ratio of ten shares for every share of common stock on October 1, 2024. Total number of issued shares at the end of the period, number of treasury shares at the end of the period and average number of shares outstanding during the period have been calculated under the assumption that the stock split was conducted at the beginning of the previous consolidated fiscal year.

(Reference) Overview of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (April 1, 2024 to March 31, 2025)

(1) Non-consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Ordinary profit		Net income	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	239,611	3.5	2,534	(25.3)	7,665	11.6	6,707	32.8
March 31, 2024	231,421	2.6	3,393	32.8	6,869	23.0	5,052	(68.7)

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2025	54.35	54.22
March 31, 2024	38.40	38.32

The Company conducted a stock split at a ratio of ten shares for every share of common stock on October 1, 2024. Basic earnings per share and diluted earnings per share have been calculated under the assumption that the stock split was conducted at the beginning of the previous fiscal year.

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2025	241,629	89,693	37.1	726.13
March 31, 2024	235,566	86,825	36.8	703.14

(Reference) Equity: As of March 31, 2025: ¥ 89,617 million

As of March 31, 2024: ¥ 86,749 million

The Company conducted a stock split at a ratio of ten shares for every share of common stock on October 1, 2024. Net assets per share has been calculated under the assumption that the stock split was conducted at the beginning of the previous fiscal year.

\* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

\* Proper use of earnings forecasts, and other special matters

(Note Concerning Forward-Looking Statements)

The forecasts and other forward-looking statements in this report are based on information currently available to the Company and on certain assumptions deemed to be reasonable by the Company. Actual business and other results may significantly differ from these forecasts due to various factors.

# Consolidated Financial Statements

## Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
<b>Assets</b>		
Current assets		
Cash and deposits	17,806	19,577
Notes and accounts receivable - trade	143,449	140,640
Inventories	56,504	64,708
Other	7,216	10,612
Allowance for doubtful accounts	(2,012)	(1,584)
Total current assets	222,963	233,953
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	33,993	32,591
Machinery, equipment and vehicles, net	22,887	19,989
Tools, furniture and fixtures, net	1,293	1,545
Land	29,002	34,224
Leased assets, net	228	255
Right of use assets, net	9,222	11,644
Construction in progress	218	306
Total property, plant and equipment	96,842	100,554
Intangible assets		
Goodwill	3,783	6,641
Other	2,814	4,725
Total intangible assets	6,598	11,365
Investments and other assets		
Investment securities	39,949	37,017
Deferred tax assets	2,795	4,315
Retirement benefit asset	194	204
Other	5,449	7,102
Allowance for doubtful accounts	(2,185)	(2,346)
Total investments and other assets	46,201	46,292
Total non-current assets	149,641	158,211
Deferred assets	41	70
Total assets	372,645	392,234

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	99,470	99,114
Short-term borrowings	36,395	47,572
Current portion of long-term borrowings	4,206	3,985
Commercial papers	8,000	15,500
Current portion of bonds payable	20,000	-
Lease liabilities	2,276	3,105
Income taxes payable	2,910	2,590
Provision for bonuses	2,267	2,509
Provision for bonuses for directors (and other officers)	272	261
Other	13,542	17,413
Total current liabilities	189,337	192,050
Non-current liabilities		
Bonds payable	10,000	20,000
Long-term borrowings	14,357	11,980
Lease liabilities	8,681	10,497
Deferred tax liabilities	5,512	4,755
Provision for retirement benefits for directors (and other officers)	298	322
Provision for share awards for directors (and other officers)	533	612
Retirement benefit liability	1,899	2,550
Other	3,680	3,904
Total non-current liabilities	44,960	54,620
Total liabilities	234,297	246,670
<b>Net assets</b>		
Shareholders' equity		
Share capital	16,649	16,649
Capital surplus	7,183	6,321
Retained earnings	98,398	103,583
Treasury shares	(11,671)	(11,653)
Total shareholders' equity	110,558	114,900
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	11,857	10,186
Deferred gains or losses on hedges	(10)	3
Foreign currency translation adjustment	5,136	8,890
Remeasurements of defined benefit plans	(15)	15
Total accumulated other comprehensive income	16,968	19,094
Share acquisition rights	76	76
Non-controlling interests	10,746	11,495
Total net assets	138,347	145,565
Total liabilities and net assets	372,645	392,234

# Consolidated Statements of Income and Comprehensive Income

## Consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Revenue	534,230	554,524
Cost of sales	446,824	463,058
Gross profit	87,406	91,466
Selling, general and administrative expenses	70,003	76,394
Operating profit	17,403	15,071
Non-operating income		
Interest income	810	916
Dividend income	1,059	1,158
Share of profit of entities accounted for using equity method	329	346
Other	683	1,372
Total non-operating income	2,881	3,792
Non-operating expenses		
Interest expenses	3,120	2,810
Other	411	230
Total non-operating expenses	3,532	3,041
Ordinary profit	16,753	15,822
Extraordinary income		
Gain on sale of investment securities	164	1,033
Gain on sale of non-current assets	617	691
Gain on sale of businesses	-	281
Insurance claim income	242	170
Gain on sale of golf club membership	3	170
Gain on liquidation of subsidiaries	270	-
Gain on extinguishment of tie-in shares	22	-
Other	0	52
Total extraordinary income	1,317	2,396
Extraordinary losses		
Impairment losses	190	2,053
Loss on sale of businesses	-	798
Loss on sale of investment securities	-	475
Loss on disposal of non-current assets	124	466
Loss on valuation of investment securities	-	96
Waste disposal expenses	37	-
Other	5	106
Total extraordinary losses	356	3,994
Profit before income taxes	17,714	14,225
Income taxes - current	5,341	5,927
Income taxes - deferred	627	(413)
Total income taxes	5,968	5,514
Profit	11,746	8,710
Profit attributable to non-controlling interests	1,389	1,142
Profit attributable to owners of parent	10,357	7,569

# Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Profit	11,746	8,710
Other comprehensive income		
Valuation difference on available-for-sale securities	4,874	(1,687)
Deferred gains or losses on hedges	(4)	13
Foreign currency translation adjustment	2,104	3,994
Remeasurements of defined benefit plans, net of tax	(28)	39
Share of other comprehensive income of entities accounted for using equity method	103	18
Total other comprehensive income	7,048	2,376
Comprehensive income	18,795	11,087
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	17,379	9,695
Comprehensive income attributable to non-controlling interests	1,416	1,392

# Consolidated Statements of Changes in Equity

For the fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	16,649	6,988	89,717	(4,944)	108,410
Changes during period					
Dividends of surplus			(1,736)		(1,736)
Profit attributable to owners of parent			10,357		10,357
Purchase of treasury shares				(6,989)	(6,989)
Disposal of treasury shares		41		262	302
Change in scope of consolidation			35		35
Increase by merger		1	24		25
Purchase of shares of consolidated subsidiaries		154			154
Net changes in items other than shareholders' equity					
Total changes during period	-	195	8,680	(6,728)	2,148
Balance at end of period	16,649	7,183	98,398	(11,671)	110,558

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	6,947	(6)	2,998	7	9,946	76	9,864	128,295
Changes during period								
Dividends of surplus								(1,736)
Profit attributable to owners of parent								10,357
Purchase of treasury shares								(6,989)
Disposal of treasury shares								302
Change in scope of consolidation								35
Increase by merger								25
Purchase of shares of consolidated subsidiaries								154
Net changes in items other than shareholders' equity	4,910	(4)	2,138	(22)	7,022	-	882	7,904
Total changes during period	4,910	(4)	2,138	(22)	7,022	-	882	10,052
Balance at end of period	11,857	(10)	5,136	(15)	16,968	76	10,746	138,347



For the fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	16,649	7,183	98,398	(11,671)	110,558
Changes during period					
Dividends of surplus			(2,384)		(2,384)
Profit attributable to owners of parent			7,569		7,569
Purchase of treasury shares				(3)	(3)
Disposal of treasury shares		0		21	21
Purchase of shares of consolidated subsidiaries		(862)			(862)
Net changes in items other than shareholders' equity					
Total changes during period	-	(862)	5,185	18	4,342
Balance at end of period	16,649	6,321	103,583	(11,653)	114,900

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	11,857	(10)	5,136	(15)	16,968	76	10,746	138,347
Changes during period								
Dividends of surplus								(2,384)
Profit attributable to owners of parent								7,569
Purchase of treasury shares								(3)
Disposal of treasury shares								21
Purchase of shares of consolidated subsidiaries								(862)
Net changes in items other than shareholders' equity	(1,671)	13	3,753	31	2,126	-	750	2,876
Total changes during period	(1,671)	13	3,753	31	2,126	-	750	7,217
Balance at end of period	10,186	3	8,890	15	19,094	76	11,495	145,565

## Consolidated Statements of Cash Flows

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
<b>Cash flows from operating activities</b>		
Profit before income taxes	17,714	14,225
Depreciation	8,859	8,730
Amortization of goodwill	1,177	953
Impairment losses	190	2,053
Increase (decrease) in retirement benefit liability	279	207
Increase (decrease) in allowance for doubtful accounts	(397)	(640)
Increase (decrease) in provision for bonuses	(6)	242
Increase (decrease) in provision for waste disposal expense	(168)	-
Increase (decrease) in other provisions	32	74
Interest and dividend income	(1,869)	(2,074)
Interest expenses	3,120	2,810
Insurance claim income	(242)	(170)
Share of loss (profit) of entities accounted for using equity method	(329)	(346)
Loss (gain) on sale of property, plant and equipment	(604)	(690)
Loss (gain) on valuation of investment securities	-	96
Loss (gain) on sale of investment securities	(163)	(558)
Loss (gain) on sale of businesses	-	517
Gain on liquidation of subsidiaries	(270)	-
Loss on retirement of property, plant and equipment	124	464
Loss (gain) on extinguishment of tie-in shares	(22)	-
Decrease (increase) in trade receivables	1,565	9,474
Decrease (increase) in inventories	12,950	(3,341)
Increase (decrease) in trade payables	(8,246)	(3,766)
Decrease (increase) in other current assets	314	355
Increase (decrease) in other current liabilities	(696)	454
Other, net	2,201	(843)
Subtotal	35,512	28,227
Interest and dividends received	1,877	2,134
Interest paid	(3,109)	(2,627)
Income taxes refund (paid)	(13,389)	(6,725)
Net cash provided by (used in) operating activities	20,891	21,010
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(3,673)	(3,730)
Proceeds from sale of property, plant and equipment	1,241	548
Purchase of intangible assets	(593)	(857)
Purchase of investment securities	(665)	(1,006)
Proceeds from sale of investment securities	1,073	2,207
Long-term loan advances	(2)	(3)
Proceeds from collection of long-term loans receivable	1,564	28
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(1,327)	(4,310)
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	172	76
Payments for acquisition of businesses	(211)	(7,743)
Proceeds from sale of businesses	-	3,230
Other, net	(496)	343
Net cash provided by (used in) investing activities	(2,917)	(11,217)

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(16,223)	7,353
Increase (decrease) in commercial papers	8,000	7,500
Proceeds from long-term borrowings	255	358
Repayments of long-term borrowings	(12,745)	(8,246)
Proceeds from issuance of bonds	-	10,000
Redemption of bonds	-	(20,000)
Purchase of treasury shares	(6,989)	(3)
Proceeds from sale of treasury shares	302	5
Dividends paid	(1,736)	(2,384)
Dividends paid to non-controlling interests	(326)	(467)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(53)	(1,064)
Other, net	(2,164)	(2,388)
Net cash provided by (used in) financing activities	(31,678)	(9,335)
Effect of exchange rate change on cash and cash equivalents	474	1,182
Net increase (decrease) in cash and cash equivalents	(13,231)	1,640
Cash and cash equivalents at beginning of period	30,550	17,387
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries	68	-
Cash and cash equivalents at end of period	17,387	19,027

Information related to revenue, profit (loss), assets and others by reportable segment

Prior consolidated Fiscal Year (April 1, 2023 to March 31, 2024)

(Millions of yen)

	Reportable Segments					Total	Adjustments	To consolidated financial statements
	Japan Wholesaling	Non-Japan Wholesaling	Paper Manufacturing & Processing	Raw Materials & Environment	Real Estate Leasing			
Revenue								
Revenue from contracts with customers	196,359	260,104	50,051	23,641	—	530,155	—	530,155
Other revenue	—	—	—	—	4,075	4,075	—	4,075
Revenue from external customers	196,359	260,104	50,051	23,641	4,075	534,230	—	534,230
Intersegment revenue/transfers	8,335	491	6,104	5,972	95	20,998	(20,998)	—
Total	204,695	260,595	56,155	29,613	4,170	555,228	(20,998)	534,230
Segment income (loss)	6,673	3,481	7,044	1,645	1,540	20,382	(3,630)	16,753
Segment assets	122,425	103,502	65,318	35,951	22,540	349,737	22,908	372,645
Other								
Depreciation and amortization	136	2,194	3,518	1,655	1,046	8,549	310	8,859
Amortization of goodwill	—	1,177	—	—	—	1,177	—	1,177
Interest income	5	745	37	12	—	799	11	810
Interest expenses	550	2,252	391	250	583	4,025	(905)	3,120
Equity in earnings of affiliated companies	214	(0)	89	26	—	329	—	329
Increase in property, plant, and equipment and intangible fixed assets	185	818	1,805	561	655	4,023	242	4,265
Impairment losses	—	—	5	185	—	190	—	190
Unamortized balance of goodwill	—	3,783	—	—	—	3,783	—	3,783

(Notes)

1. Segment income (loss) is adjusted with ordinary profit in the Consolidated Statements of Income.
2. Adjustments in segment income (loss) include intersegment eliminations of (2,473) million yen and profits/(losses) of (1,156) million yen that are not allocated to each relevant business segment.
3. Adjustments in segment assets include intersegment eliminations of (30,974) million yen and assets of 53,882 million yen that are not allocated to each relevant business segment.

Current consolidated Fiscal Year (April 1, 2024 to March 31, 2025)

(Millions of yen)

	Reportable Segments					Total	Adjustments	To consolidated financial statements
	Japan Wholesaling	Non-Japan Wholesaling	Paper Manufacturing & Processing	Raw Materials & Environment	Real Estate Leasing			
Revenue								
Revenue from contracts with customers	200,627	275,488	51,597	22,650	—	550,363	—	550,363
Other revenue	—	—	—	—	4,161	4,161	—	4,161
Revenue from external customers	200,627	275,488	51,597	22,650	4,161	554,524	—	554,524
Intersegment revenue/transfers	9,058	651	4,263	6,410	93	20,475	(20,475)	—
Total	209,685	276,139	55,860	29,060	4,254	574,998	(20,475)	554,524
Segment income (loss)	6,000	3,195	6,761	2,012	1,553	19,521	(3,698)	15,822
Segment assets	116,402	139,046	61,430	32,894	21,579	371,351	20,883	392,234
Other								
Depreciation and amortization	131	2,479	3,177	1,564	1,069	8,421	309	8,730
Amortization of goodwill	—	953	—	—	—	953	—	953
Interest income	5	826	50	28	0	910	6	916
Interest expenses	556	2,097	199	241	572	3,666	△856	2,810
Equity in earnings of affiliated companies	233	12	98	2	—	346	—	346
Increase in property, plant, and equipment and intangible fixed assets	234	1,143	1,899	604	254	4,133	454	4,587
Impairment losses	—	387	1,666	—	—	2,053	—	2,053
Unamortized balance of goodwill	—	6,641	—	—	—	6,641	—	6,641

(Notes)

1. Segment income (loss) is adjusted with ordinary profit in the Consolidated Statements of Income.
2. Adjustments in segment income (loss) include intersegment eliminations of (3,886) million yen and profits/(losses) of 188 million yen that are not allocated to each relevant business segment.
3. Adjustments in segment assets include intersegment eliminations of (35,353) million yen and assets of 56,237 million yen that are not allocated to each relevant business segment.