

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.



November 6, 2025

Consolidated Financial Results for the Six Months Ended September 30, 2025 [Under Japanese GAAP]

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

Listing: Tokyo Stock Exchange

Securities code: 8032

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

Representative: Akihiko Watanabe Representative Director, President & CEO

Inquiries: Kenichiro Fujii Executive Officer, General Manager, Finance & Administration Division

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

Scheduled date to file semi-annual securities report: November 14, 2025

Scheduled date to commence dividend payments: December 1, 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 six months ended September 30, 2025 (from April 1, 2025 to September 30, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2025	287,131	3.1	4,327	(47.1)	3,748	(54.6)	920	(83.9)
September 30, 2024	278,419	2.6	8,185	(7.7)	8,250	(7.4)	5,714	7.3

Note: Comprehensive income For the six months ended September 30, 2025: ¥ 1,627 million [(84.1)%]
For the six months ended September 30, 2024: ¥ 10,201 million [(15.7)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2025	7.47	7.45
September 30, 2024	46.38	46.28

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-to-asset ratio
	Millions of yen	Millions of yen	%
As of September 30, 2025	381,065	145,505	35.1
March 31, 2025	392,234	145,565	34.2

Reference: Equity

As of September 30, 2025: ¥ 133,706 million
As of March 31, 2025: ¥ 133,994 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
Fiscal year ended March 31, 2025	Yen -	Yen 125.00	Yen -	Yen 12.50	Yen -
Fiscal year ending March 31, 2026	-	14.00			
Fiscal year ending March 31, 2026 (Forecast)			-	20.00	34.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

The Company conducted a stock split at a ratio of ten shares for every share of common stock on October 1, 2024. For the dividend per share for the 2nd quarter of the fiscal year ended March 31, 2025, the actual dividend amounts before the stock split is shown. For the total annual dividends per share for the fiscal year ended March 31, 2025, “-” is shown. Taking into account the stock split, the annual dividends per share for the fiscal year ended March 31, 2025 would be 25.00 yen.

For the revision to the dividend forecasts for the fiscal year ending March 31, 2026, please refer to “Notice Concerning Change to Dividend Policy (Introduction of DOE Index) and Dividend Forecasts for the Fiscal Year Ending March 31, 2026 (Dividend Increase)” announced today.

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2026 (from 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	11,500	(23.7)	10,500	(33.6)	2,000	(73.6)	16.70

Note: Revisions to the financial result forecasts most recently announced: Yes

For the revision to the consolidated financial result forecasts, please refer to “Notice Regarding Revision to the Consolidated Financial Result Forecasts for the Fiscal Year Ending March 31, 2026” announced today.

* Notes:

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

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None

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

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of September 30, 2025	150,215,510 shares
As of March 31, 2025	150,215,510 shares

(ii) Number of treasury shares at the end of the period

As of September 30, 2025	26,936,297 shares
As of March 31, 2025	27,025,297 shares

(iii) Average number of shares outstanding during the period

Six months ended September 30, 2025	123,234,747 shares
Six months ended September 30, 2024	123,186,302 shares

* The Company conducted a stock split at a ratio of ten shares for every share of common stock on October 1, 2024. 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.

* Semi-annual financial results reports are exempt from review 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. For the assumptions underlying the financial result forecasts, precautions in using the forecast, and other matters, please see “1. Overview of Operating Results, etc. (3) Explanation of Consolidated Financial Result Forecasts and Other Forward-looking Information” on page 4 of the attachments.

Table of Contents - Attachments

1. Overview of Operating Results, etc.	2
(1) Overview of Operating Results for the Period	2
(2) Overview of Financial Position for the Period	3
(3) Explanation of Consolidated Financial Result Forecasts and Other Forward-looking Information	4
(4) Basic Policy on Distribution of Profits and Dividends for the Fiscal Year under Review	4
2. Semi-annual Consolidated Financial Statements and Primary Notes	5
(1) Semi-annual Consolidated Balance Sheet	5
(2) Semi-annual Consolidated Statements of Income and Comprehensive Income	7
(3) Notes to Semi-annual Consolidated Financial Statements	9
(Notes on going concern assumption)	9
(Notes in case of significant changes in shareholders' equity)	9
(Segment information, etc.)	9

1. Overview of Operating Results, etc.

(1) Overview of Operating Results for the Period

The consolidated operating results of the Japan Pulp & Paper Group for the six months ended September 30, 2025 were revenue of ¥287,131 million (up 3.1% year on year), operating profit of ¥4,327 million (down 47.1% year on year), ordinary profit of ¥3,748 million (down 54.6% year on year), and profit attributable to owners of parent of ¥920 million (down 83.9% year on year).

Operating results by segment for the six months ended September 30, 2025, are as follows.

(Millions of yen)

	Revenue			Ordinary profit (loss) [Segment income (loss)]		
	For the six months ended September 30, 2024	For the six months ended September 30, 2025	Increase (Decrease)	For the six months ended September 30, 2024	For the six months ended September 30, 2025	Increase (Decrease)
Reportable segments						
Japan Wholesaling	98,577	95,293	(3.3)%	2,869	2,458	(14.3)%
Non-Japan Wholesaling	139,467	154,493	10.8%	1,920	(1,133)	-
Paper Manufacturing & Processing	25,961	25,321	(2.5)%	3,283	3,362	2.4%
Raw Materials & Environment	12,331	9,953	(19.3)%	1,262	(16)	-
Real Estate Leasing	2,084	2,072	(0.6)%	769	776	0.9%
Subtotal	278,419	287,131	3.1%	10,102	5,448	(46.1)%
Adjustment	-	-		(1,852)	(1,700)	
Total	278,419	287,131	3.1%	8,250	3,748	(54.6)%

Japan Wholesaling

Paper sales volume decreased year on year due to a continued decline in the circulation of periodical magazines, a decrease in the number of issues and number of copies of catalogs and other printed materials, a reduction in book format sizes, and other factors, in addition to a decline in demand due to structural factors such as the progress of digitization. In terms of paperboard, demand for containerboard used in beverage packaging remained steady. However, sales volume for containerboard used in food and daily necessities packaging declined due to weakened consumer willingness to shop amid rising prices, while sales for industrial products for automobiles and other items also decreased due to the slow recovery in demand. For boxboard, demand for its use in pharmaceuticals, cosmetics, and other products was steady, and demand for use in trading cards featuring anime characters and other designs remained robust, which led to an increase in the sales volume. As a result, the sales volume of all paperboards remained at the same level year on year.

Sales of functional materials, mainly related to electronics use, were flat year on year, partly thanks to new orders, despite regional and industry-specific fluctuations in demand.

As a result of the foregoing, revenue came to ¥95,293 million, down 3.3% year on year.

Ordinary profit was ¥2,458 million, down 14.3% year on year, mainly due to an increase in selling, general and administrative expenses.

Non-Japan Wholesaling

In the US, Europe, and Oceania, our major markets outside of Japan, the decline in demand for paper and paperboard continued, due in part to the progress of digitization. Exports from Japan also decreased, with sales of paper and paperboard to Asia, particularly to China, declining in both sales volume and sales value year on year. Meanwhile, sales of high-value-added products increased due to the complementary mergers and acquisitions conducted in Oceania in the previous fiscal year, and the subsidiaries in Germany and France were included in the consolidated results starting from the fourth quarter of the previous fiscal year, resulting in revenue of ¥154,493 million, up 10.8% year on year.

On the profit side, although the results of the French subsidiaries were consolidated, due to factors including weak demand in Europe and Oceania, intensified price competition, foreign exchange losses, and the longer-than-expected time required for the recovery of the business environment of the German subsidiaries, we reported an ordinary loss of ¥1,133 million (compared to an ordinary profit of ¥1,920 million in the same period of the previous fiscal year).

Paper Manufacturing & Processing

In the containerboard business, both sales volume and sales value decreased year-on-year. In addition, prices of fuels, electricity, and auxiliary materials, etc. were at a higher level compared to the same period of the previous fiscal year, and labor costs increased as well, leading to an increase in manufacturing costs. The recycled household paper business also experienced an increase in manufacturing costs, but sales volume and sales value both surpassed the year-on-year figures, due to gradual price revisions and increased sales of toilet paper for business use.

As a result of the foregoing, revenue came to ¥25,321 million, down 2.5% year on year. Ordinary profit was ¥3,362 million, up 2.4% year on year, thanks to higher profit in the recycled household paper business.

Raw Materials & Environment

In the wastepaper recycling business, the decrease in wastepaper generated continued both in Japan and the US due to a decline in demand for paper and paperboard. In addition, the transfer of three business sites in the suburbs of Tokyo in the previous fiscal year caused a decline in sales.

Pulp sales declined due to weaker market conditions both inside and outside of Japan. Regarding fuel for woody biomass power generation plants, sales volume declined compared to the previous fiscal year, while procurement costs have increased significantly. Sales in the comprehensive recycling business and solar power generation business remained at the same level year on year.

As a result of the foregoing, revenue came to ¥9,953 million, down 19.3% year on year. The Company reported an ordinary loss of ¥16 million (compared to an ordinary profit of ¥1,262 million in the same period of the previous fiscal year), partly from a share of loss of entities accounted for using equity method was recorded due to the impairment of non-current assets at an equity-method affiliate.

Real Estate Leasing

Revenue came to ¥2,072 million, down 0.6% year on year, partly due to the departure of some tenants. However, ordinary profit was ¥776 million, up 0.9% year on year, due to a decrease in expenses such as repair costs.

(2) Overview of Financial Position for the Period

Total assets at the end of the semi-annual period under review decreased by ¥11,169 million from the end of the previous fiscal year to ¥381,065 million. Major contributing factors were decreases in trade receivables, deposits, and other

factors, despite an increase in investment securities resulting mainly from market value increases.

Total liabilities decreased by ¥11,110 million from the end of the previous fiscal year to ¥235,560 million. Major contributing factors were decreases in interest-bearing debt and other factors.

Net assets decreased by ¥59 million from the end of the previous fiscal year to ¥145,505 million. Major contributing factors were a decrease in foreign currency translation adjustment, the payment of dividends, and other factors, despite the recording of profit attributable to owners of parent and an increase in valuation difference on available-for-sale securities.

(3) Explanation of Consolidated Financial Result Forecasts and Other Forward-looking Information

The Company revised the consolidated financial result forecasts for the fiscal year ending March 31, 2026, as announced on May 14, 2025. For details, please refer to the “Notice Regarding Revision to the Consolidated Financial Result Forecasts for the Fiscal Year Ending March 31, 2026” announced today.

(4) Basic Policy on Distribution of Profits and Dividends for the Fiscal Year under Review

The Company revised its dividend policy to further enrich shareholder returns and clarify its commitment to stable dividends.

In line with this policy change, the Company revised its dividend forecast for the fiscal year ending March 31, 2026.

For details, please refer to the “Notice Concerning Change to Dividend Policy (Introduction of DOE Index) and Dividend Forecasts for the Fiscal Year Ending March 31, 2026 (Dividend Increase)” announced today.

2. Semi-annual Consolidated Financial Statements and Primary Notes

(1) Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Assets		
Current assets		
Cash and deposits	19,577	15,855
Notes and accounts receivable - trade	140,640	134,462
Inventories	64,708	63,463
Other	10,612	9,390
Allowance for doubtful accounts	(1,584)	(1,648)
Total current assets	233,953	221,523
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	32,591	31,562
Land	34,224	35,243
Other, net	33,739	31,958
Total property, plant and equipment	100,554	98,764
Intangible assets		
Goodwill	6,641	6,519
Other	4,725	4,462
Total intangible assets	11,365	10,982
Investments and other assets		
Investment securities	37,017	40,472
Retirement benefit asset	204	206
Other	11,417	11,269
Allowance for doubtful accounts	(2,346)	(2,214)
Total investments and other assets	46,292	49,733
Total non-current assets	158,211	159,479
Deferred assets	70	64
Total assets	392,234	381,065

(Millions of yen)

	As of March 31, 2025	As of September 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	99,114	99,688
Short-term borrowings	47,572	41,739
Current portion of long-term borrowings	3,985	3,016
Commercial papers	15,500	13,000
Income taxes payable	2,590	2,271
Provisions	2,770	2,508
Other	20,519	20,072
Total current liabilities	192,050	182,294
Non-current liabilities		
Bonds payable	20,000	20,000
Long-term borrowings	11,980	10,191
Provisions	933	1,018
Retirement benefit liability	2,550	2,689
Other	19,156	19,368
Total non-current liabilities	54,620	53,266
Total liabilities	246,670	235,560
Net assets		
Shareholders' equity		
Share capital	16,649	16,649
Capital surplus	6,321	6,336
Retained earnings	103,583	102,935
Treasury shares	(11,653)	(11,615)
Total shareholders' equity	114,900	114,305
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	10,186	12,769
Deferred gains or losses on hedges	3	7
Foreign currency translation adjustment	8,890	6,611
Remeasurements of defined benefit plans	15	14
Total accumulated other comprehensive income	19,094	19,401
Share acquisition rights	76	76
Non-controlling interests	11,495	11,724
Total net assets	145,565	145,505
Total liabilities and net assets	392,234	381,065

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

For the six months ended September 30, 2025

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Revenue	278,419	287,131
Cost of sales	232,480	237,786
Gross profit	45,939	49,346
Selling, general and administrative expenses	37,755	45,019
Operating profit	8,185	4,327
Non-operating income		
Interest income	461	411
Dividend income	624	742
Share of profit of entities accounted for using equity method	178	-
Other	344	521
Total non-operating income	1,607	1,674
Non-operating expenses		
Interest expenses	1,345	1,478
Share of loss of entities accounted for using equity method	-	266
Other	196	509
Total non-operating expenses	1,541	2,253
Ordinary profit	8,250	3,748
Extraordinary income		
Gain on sale of non-current assets	675	14
Gain on sale of investment securities	469	0
Gain on sale of golf club membership	170	-
Insurance claim income	155	-
Other	3	-
Total extraordinary income	1,472	14
Extraordinary losses		
Business restructuring expenses	-	140
Loss on disposal of non-current assets	368	36
Loss on valuation of shares of subsidiaries and associates	-	11
Other	22	1
Total extraordinary losses	389	189
Profit before income taxes	9,333	3,573
Income taxes - current	3,301	2,238
Income taxes - deferred	(385)	(78)
Total income taxes	2,916	2,160
Profit	6,418	1,413
Profit attributable to non-controlling interests	704	493
Profit attributable to owners of parent	5,714	920

Semi-annual Consolidated Statement of Comprehensive Income
For the six months ended September 30, 2025

(Millions of yen)

	For the six months ended September 30, 2024	For the six months ended September 30, 2025
Profit	6,418	1,413
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,380)	2,358
Deferred gains or losses on hedges	11	4
Foreign currency translation adjustment	5,164	(2,409)
Remeasurements of defined benefit plans, net of tax	(3)	(2)
Share of other comprehensive income of entities accounted for using equity method	(8)	262
Total other comprehensive income	3,784	214
Comprehensive income	10,201	1,627
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	9,266	1,228
Comprehensive income attributable to non-controlling interests	936	399

(3) Notes to Semi-annual Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes in case of significant changes in shareholders' equity)

Not applicable.

(Segment information, etc.)

[Segment information]

1. Six-months period ended September 30, 2024 (consolidated)

Information related to revenue and income (loss) by reportable segment and information on breakdown of revenue

(Millions of yen)

	Reportable Segments					Total	Adjustments	To Semi-annual consolidated statements of income
	Japan Wholesaling	Non-Japan Wholesaling	Paper Manufacturing & Processing	Raw Materials & Environment	Real Estate Leasing			
Revenue								
Revenue from contracts with customers	98,577	139,467	25,961	12,331	—	276,336	—	276,336
Other revenue	—	—	—	—	2,084	2,084	—	2,084
Revenue from external customers	98,577	139,467	25,961	12,331	2,084	278,419	—	278,419
Intersegment revenue/transfers	4,600	324	1,623	3,117	48	9,712	(9,712)	—
Total	103,177	139,791	27,584	15,448	2,131	288,131	(9,712)	278,419
Segment income (loss)	2,869	1,920	3,283	1,262	769	10,102	(1,852)	8,250

(Notes)

1. Segment income (loss) is adjusted with ordinary profit in the Semi-annual Consolidated Statements of Income.
2. Adjustments in segment income (loss) include the elimination of intersegment transactions amounting to ¥(2,203) million and administrative divisions expenses of ¥350 million that are not allocated to any of the reportable segments. Administrative divisions expenses are mainly general and administration expenses, non-operating income, and non-operating expenses that are not attributable to any of the reportable segments, on a net basis.

2. Six-months period ended September 30, 2025 (consolidated)

Information related to revenue and income (loss) by reportable segment and information on breakdown of revenue

(Millions of yen)

	Reportable Segments					Total	Adjustments	To Semi-annual consolidated statements of income
	Japan Wholesaling	Non-Japan Wholesaling	Paper Manufacturing & Processing	Raw Materials & Environment	Real Estate Leasing			
Revenue								
Revenue from contracts with customers	95,293	154,493	25,321	9,953	—	285,060	—	285,060
Other revenue	—	—	—	—	2,072	2,072	—	2,072
Revenue from external customers	95,293	154,493	25,321	9,953	2,072	287,131	—	287,131
Intersegment revenue/transfers	4,598	439	2,394	3,168	45	10,644	(10,644)	—
Total	99,890	154,932	27,715	13,121	2,117	297,775	(10,644)	287,131
Segment income (loss)	2,458	(1,133)	3,362	(16)	776	5,448	(1,700)	3,748

(Notes)

1. Segment income (loss) is adjusted with ordinary profit in the Semi-annual Consolidated Statements of Income.
2. Adjustments in segment income (loss) include the elimination of intersegment transactions amounting to ¥(1,543) million and administrative divisions expenses of ¥(157) million that are not allocated to any of the reportable segments. Administrative divisions expenses are mainly general and administration expenses, non-operating income, and non-operating expenses that are not attributable to any of the reportable segments, on a net basis.