

Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (unaudited) (Based on Japanese GAAP)

May 15, 2025

Company name: Tokushu Tokai Paper Co., Ltd.
 Stock exchange listing: Tokyo
 Code number: 3708 URL <https://www.tt-paper.co.jp>
 Representative: President and Chief Executive Officer Yuji Matsuda
 For inquiry: Executive Officer and Senior General Manager Hiro Mochizuki TEL +81-3-5219-1816
 Scheduled date of Ordinary General Meeting of Shareholders: June 26, 2025
 Scheduled date of filing financial report: June 24, 2025
 Dividend payment date: June 27, 2025
 Availability of support documentation: Yes
 Holding of financial result briefing: Yes

(All yen figures are rounded down to the nearest one million yen)

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

(1) Consolidated Operating Results

(The percentages indicate the percentage increase or decrease compared to the same period of the previous fiscal year.)

| | Net sales | | Operating income | | Ordinary income | | Profit attributable to owners of parent | |
|-------------------|-----------------|-----|------------------|------|-----------------|------|---|--------|
| Fiscal Year ended | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| March 31, 2025 | 94,800 | 9.6 | 3,928 | 71.0 | 6,227 | 0.6 | 3,607 | (21.4) |
| March 31, 2024 | 86,517 | 2.8 | 2,296 | 40.0 | 6,188 | 52.5 | 4,590 | 11.1 |

Note: Comprehensive income

| | | |
|----------------------------------|-------------------|---------|
| Fiscal year ended March 31, 2025 | 4,182 million yen | (36.0)% |
| Fiscal year ended March 31, 2024 | 6,532 million yen | 134.3% |

| | Basic earnings per share | Diluted earnings per share | Return on equity | Ordinary income to total assets | Operating income to net sales |
|-------------------|--------------------------|----------------------------|------------------|---------------------------------|-------------------------------|
| Fiscal Year ended | Yen | Yen | % | % | % |
| March 31, 2025 | 307.52 | 306.38 | 4.6 | 4.6 | 4.1 |
| March 31, 2024 | 387.95 | 386.53 | 6.2 | 4.8 | 2.7 |

(2) Consolidated Financial Position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|----------------------|-----------------|-----------------|--------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| As of March 31, 2025 | 139,436 | 85,834 | 56.3 | 6,761.61 |
| As of March 31, 2024 | 132,978 | 83,927 | 57.8 | 6,516.86 |

| | | |
|-------------------|----------------------|--------------------|
| Reference: Equity | As of March 31, 2025 | 78,545 million yen |
| | As of March 31, 2024 | 76,866 million yen |

(3) Consolidated Cash Flow

| | Net cash provided by (used in) operating activities | Net cash provided by (used in) investing activities | Net cash provided by (used in) financing activities | Cash and cash equivalents at end of period |
|-------------------|---|---|---|--|
| Fiscal year ended | Millions of yen | Millions of yen | Millions of yen | Millions of yen |
| March 31, 2025 | 8,773 | (9,366) | (1,495) | 10,599 |
| March 31, 2024 | 11,397 | (6,101) | (2,582) | 12,687 |

2. Dividends

| | Annual Dividends per share | | | | | Total dividends | Dividend payout ratio (Consolidated) | Dividends to net assets (Consolidated) |
|--|-----------------------------|-----------------------------|-----------------------------|--------------------|--------|-----------------|---|---|
| | 1 st quarter end | 2 nd quarter end | 3 rd quarter end | End of fiscal year | Total | | | |
| Fiscal year ended | Yen | Yen | Yen | Yen | Yen | Millions of yen | % | % |
| March 31, 2024 | — | 50.00 | — | 70.00 | 120.00 | 1,415 | 30.9 | 1.9 |
| March 31, 2025 | — | 60.00 | — | 60.00 | 120.00 | 1,405 | 39.0 | 1.8 |
| Fiscal year ending March 31, 2026 (Forecast) | — | 65.00 | — | 65.00 | 130.00 | | 31.1 | |

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

(The percentages indicate the percentage increase or decrease compared to the same period of the previous fiscal year.)

| | Net sales | | Operating income | | Ordinary income | | Profit attributable to owners of parent | | Basic earnings per share |
|------------------|-----------------|-----|------------------|------|-----------------|------|---|------|--------------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Full fiscal year | 99,000 | 4.4 | 5,000 | 27.3 | 7,000 | 12.4 | 4,900 | 35.8 | 417.74 |

4. Others

[1] Changes in significant subsidiaries during the period under review

(changes in specified subsidiaries resulting in changes in scope of consolidation): Yes

New Takafuji Co., Ltd.

Eliminated Toei Holdings Co., Ltd.

Our consolidated subsidiaries, Takafuji Holdings Co., Ltd. and Takafuji Co., Ltd., have conducted an absorption-type merger, effective August 1, 2024, with Takafuji Co., Ltd. as the surviving company and Takafuji Holdings Co., Ltd. as the dissolving company. Also, our consolidated subsidiaries, Toei Holdings Co., Ltd. and Toei Co., Ltd., have conducted an absorption-type merger, effective November 1, 2024, with Toei Co., Ltd. as the surviving company and Toei Holdings Co., Ltd. as the dissolving company.

[2] Changes in accounting principles, changes in accounting estimates and restatements

- | | |
|--|-----|
| 1) Changes in accounting policies due to the revision of accounting standards: | Yes |
| 2) Changes in accounting policies other than 1) above: | No |
| 3) Changes in accounting estimates: | No |
| 4) Retrospective restatements: | No |

[3] Number of issued shares (common shares)

(i) Number of issued shares (including treasury shares) as of:

March 31, 2025 13,000,000 shares

March 31, 2024 13,300,000 shares

(ii) Number of treasury shares as of:

March 31, 2025 1,383,637 shares

March 31, 2024 1,504,938 shares

(iii) Average number of shares during the period:

Fiscal year ended March 31, 2025 11,729,756 shares

Fiscal year ended March 31, 2024 11,832,038 shares

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

(The percentages indicate the percentage increase or decrease compared to the same period of the previous fiscal year.)

| | Basic earnings per share | Diluted earnings per share |
|-------------------|--------------------------|----------------------------|
| Fiscal year ended | Yen | Yen |
| March 31, 2025 | 314.60 | 313.44 |
| March 31, 2024 | 185.69 | 185.01 |

| | Total assets | Net assets | Equity ratio | Net assets per share |
|----------------------|-----------------|-----------------|--------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| As of March 31, 2025 | 84,441 | 61,322 | 72.5 | 5,267.11 |
| As of March 31, 2024 | 79,622 | 60,013 | 75.2 | 5,075.76 |

*These financial results are outside the scope of audit by certified public accountants or accounting auditors.

The operating results forecasts and certain other statements contained in this document are forward-looking statements, which are rationally determined based on information available to the company at the time the results were announced. Actual performance may differ substantially from these projections due to fluctuations in the economy or a variety of other known and unknown factor.

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of Yen)

| | As of March 31, 2024 | As of March 31, 2025 |
|--|----------------------|----------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 13,433 | 11,381 |
| Notes receivable - trade | 1,634 | 1,224 |
| Accounts receivable-trade | 23,805 | 25,453 |
| Contract assets | 761 | 35 |
| Merchandise and finished goods | 5,568 | 5,527 |
| Work in process | 1,127 | 1,888 |
| Raw materials and supplies | 6,259 | 7,461 |
| Other | 1,585 | 1,448 |
| Allowance for doubtful accounts | (26) | (24) |
| Total current assets | 54,151 | 54,397 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures | 52,568 | 53,122 |
| Accumulated depreciation | (36,361) | (36,742) |
| Buildings and structures, net | 16,207 | 16,380 |
| Machinery, equipment and vehicles | 172,058 | 175,406 |
| Accumulated depreciation | (144,777) | (148,112) |
| Machinery, equipment and vehicles, net | 27,281 | 27,293 |
| Land | 12,640 | 12,928 |
| Construction in progress | 2,312 | 6,252 |
| Other | 7,420 | 7,432 |
| Accumulated depreciation | (5,889) | (5,841) |
| Other, net | 1,530 | 1,591 |
| Total property, plant and equipment | 59,972 | 64,445 |
| Intangible assets | | |
| Goodwill | 2,590 | 3,398 |
| Other | 256 | 355 |
| Total intangible assets | 2,847 | 3,754 |
| Investments and other assets | | |
| Investment securities | 14,449 | 14,006 |
| Retirement benefit asset | — | 585 |
| Deferred tax assets | 641 | 670 |
| Other | 958 | 1,703 |
| Allowance for doubtful accounts | (41) | (126) |
| Total investments and other assets | 16,007 | 16,839 |
| Total non-current assets | 78,827 | 85,039 |
| Total assets | 132,978 | 139,436 |

(Millions of Yen)

| | As of March 31, 2024 | As of March 31, 2025 |
|---|----------------------|----------------------|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 9,831 | 9,388 |
| Short-term loans payable | 9,550 | 8,976 |
| Current portion of long-term loans payable | 4,634 | 5,539 |
| Current portion of bonds | 80 | 110 |
| Income taxes payable | 740 | 1,346 |
| Provision for bonuses | 482 | 559 |
| Provision for business restructuring | — | 385 |
| Other | 8,271 | 8,477 |
| Total current liabilities | 33,590 | 34,783 |
| Non-current liabilities | | |
| Bonds payable | 230 | 195 |
| Long-term loans payable | 12,420 | 14,351 |
| Deferred tax liabilities | 438 | 454 |
| Provision for directors' retirement benefits | 95 | 99 |
| Provision for environmental measures | 47 | 47 |
| Retirement benefit liability | 936 | 995 |
| Asset retirement obligations | 642 | 606 |
| Other | 648 | 2,068 |
| Total non-current liabilities | 15,460 | 18,819 |
| Total liabilities | 49,050 | 53,602 |
| Net assets | | |
| Shareholders' equity | | |
| Capital stock | 11,485 | 11,485 |
| Capital surplus | 5,503 | 4,487 |
| Retained earnings | 62,140 | 64,213 |
| Treasury shares | (5,089) | (4,723) |
| Total shareholders' equity | 74,038 | 75,462 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 2,514 | 2,343 |
| Deferred gains or losses on hedges | (0) | 0 |
| Remeasurements of defined benefit plans | 313 | 739 |
| Total accumulated other comprehensive income | 2,827 | 3,082 |
| Share acquisition rights | 144 | 138 |
| Non-controlling interests | 6,916 | 7,150 |
| Total net assets | 83,927 | 85,834 |
| Total liabilities and net assets | 132,978 | 139,436 |

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

(Millions of Yen)

| | Year ended March 31, 2024 | Year ended March 31, 2025 |
|---|---------------------------|---------------------------|
| Net sales | 86,517 | 94,800 |
| Cost of sales | 76,150 | 82,097 |
| Gross profit | 10,366 | 12,702 |
| Selling, general and administrative expenses | 8,069 | 8,774 |
| Operating income | 2,296 | 3,928 |
| Non-operating income | | |
| Interest income | 5 | 8 |
| Dividend income | 228 | 269 |
| Rent income | 122 | 123 |
| Insurance claim income | 135 | 164 |
| Share of profit of entities accounted for using equity method | 3,227 | 1,544 |
| Other | 416 | 481 |
| Total non-operating income | 4,136 | 2,590 |
| Non-operating expenses | | |
| Interest expenses | 155 | 203 |
| Rental expenses | 19 | 17 |
| Other | 70 | 70 |
| Total non-operating expenses | 245 | 291 |
| Ordinary income | 6,188 | 6,227 |
| Extraordinary income | | |
| Gain on sales of non-current assets | 30 | 121 |
| Gain on sales of investment securities | 60 | 800 |
| Compensation for forced relocation | 255 | — |
| National subsidies | 129 | — |
| Insurance claim income | 281 | 128 |
| Total extraordinary income | 756 | 1,050 |
| Extraordinary losses | | |
| Loss on sales of non-current assets | 2 | 4 |
| Loss on retirement of non-current assets | 170 | 181 |
| Impairment loss | 207 | 717 |
| Restoration expenses on facilities | 281 | — |
| Loss on valuation of shares of subsidiaries and associates | 55 | 33 |
| Business restructuring expenses | 279 | 620 |
| Loss on disaster | — | 57 |
| Provision of allowance for doubtful accounts | — | 85 |
| Provision for loss on business of subsidiaries and associates | — | 28 |
| Other | 38 | 69 |
| Total extraordinary losses | 1,035 | 1,797 |
| Profit before income taxes | 5,909 | 5,481 |
| Income taxes - current | 1,168 | 1,724 |
| Income taxes - deferred | (98) | (171) |
| Total income taxes | 1,070 | 1,553 |
| Profit | 4,838 | 3,927 |
| Profit attributable to non-controlling interests | 248 | 320 |
| Profit attributable to owners of parent | 4,590 | 3,607 |

Consolidated Statements of Comprehensive Income

(Millions of Yen)

| | Year ended March 31, 2024 | Year ended March 31, 2025 |
|---|---------------------------|---------------------------|
| Profit | 4,838 | 3,927 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 1,346 | (165) |
| Deferred gains or losses on hedges | 0 | 0 |
| Remeasurements of defined benefit plans | 337 | 425 |
| Share of other comprehensive income of entities accounted for using equity method | 10 | (5) |
| Total other comprehensive income | 1,693 | 254 |
| Comprehensive income | 6,532 | 4,182 |
| Comprehensive income attributable to | | |
| Owners of parent | 6,283 | 3,862 |
| Non-controlling interests | 249 | 320 |

(3) Consolidated Statement of Changes in Equity

Previous consolidated fiscal year (from April 1, 2023 to March 31, 2024)

(Millions of yen)

| | Shareholders' equity | | | | |
|--|----------------------|-----------------|-------------------|-----------------|----------------------------|
| | Capital stock | Capital surplus | Retained earnings | Treasury shares | Total shareholders' equity |
| Balance at beginning of current period | 11,485 | 5,502 | 58,734 | (4,755) | 70,967 |
| Changes of items during period | | | | | |
| Dividends of surplus | | | (1,184) | | (1,184) |
| Profit attributable to owners of parent | | | 4,590 | | 4,590 |
| Purchase of treasury shares | | | | (339) | (339) |
| Disposal of treasury shares | | 0 | | 4 | 5 |
| Cancellation of treasury shares | | | | | — |
| Net changes of items other than shareholders' equity | | | | | |
| Total changes of items during period | — | 0 | 3,405 | (334) | 3,071 |
| Balance at end of current period | 11,485 | 5,503 | 62,140 | (5,089) | 74,038 |

| | 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 | Remeasurements of defined benefit plans | Total accumulated other comprehensive income | | | |
| Balance at beginning of current period | 1,158 | (0) | (23) | 1,135 | 129 | 6,344 | 78,576 |
| Changes of items during period | | | | | | | |
| Dividends of surplus | | | | | | | (1,184) |
| Profit attributable to owners of parent | | | | | | | 4,590 |
| Purchase of treasury shares | | | | | | | (339) |
| Disposal of treasury shares | | | | | | | 5 |
| Cancellation of treasury shares | | | | | | | — |
| Net changes of items other than shareholders' equity | 1,355 | 0 | 337 | 1,692 | 15 | 572 | 2,280 |
| Total changes of items during period | 1,355 | 0 | 337 | 1,692 | 15 | 572 | 5,351 |
| Balance at end of current period | 2,514 | (0) | 313 | 2,827 | 144 | 6,916 | 83,927 |

Consolidated fiscal year (from April 1, 2024 to March 31, 2025)

(Millions of yen)

| | Shareholders' equity | | | | |
|--|----------------------|-----------------|-------------------|-----------------|----------------------------|
| | Capital stock | Capital surplus | Retained earnings | Treasury shares | Total shareholders' equity |
| Balance at beginning of current period | 11,485 | 5,503 | 62,140 | (5,089) | 74,038 |
| Changes of items during period | | | | | |
| Dividends of surplus | | | (1,533) | | (1,533) |
| Profit attributable to owners of parent | | | 3,607 | | 3,607 |
| Purchase of treasury shares | | | | (672) | (672) |
| Disposal of treasury shares | | (1) | | 24 | 22 |
| Cancellation of treasury shares | | (1,014) | | 1,014 | — |
| Net changes of items other than shareholders' equity | | | | | |
| Total changes of items during period | — | (1,015) | 2,073 | 366 | 1,423 |
| Balance at end of current period | 11,485 | 4,487 | 64,213 | (4,723) | 75,462 |

| | 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 | Remeasurements of defined benefit plans | Total accumulated other comprehensive income | | | |
| Balance at beginning of current period | 2,514 | (0) | 313 | 2,827 | 144 | 6,916 | 83,927 |
| Changes of items during period | | | | | | | |
| Dividends of surplus | | | | | | | (1,533) |
| Profit attributable to owners of parent | | | | | | | 3,607 |
| Purchase of treasury shares | | | | | | | (672) |
| Disposal of treasury shares | | | | | | | 22 |
| Cancellation of treasury shares | | | | | | | — |
| Net changes of items other than shareholders' equity | (170) | 0 | 425 | 255 | (6) | 234 | 482 |
| Total changes of items during period | (170) | 0 | 425 | 255 | (6) | 234 | 1,906 |
| Balance at end of current period | 2,343 | 0 | 739 | 3,082 | 138 | 7,150 | 85,834 |

(4) Consolidated Statement of Cash Flows

(Millions of Yen)

| | Year ended March 31, 2024 | Year ended March 31, 2025 |
|---|---------------------------|---------------------------|
| Cash flows from operating activities | | |
| Profit before income taxes | 5,909 | 5,481 |
| Depreciation | 6,166 | 6,243 |
| Impairment loss | 207 | 717 |
| Amortization of goodwill | 284 | 423 |
| Increase (decrease) in allowance for doubtful accounts | 6 | 83 |
| Increase (decrease) in retirement benefit liability | 37 | 94 |
| Increase (decrease) in provision for retirement benefits for directors (and other officers) | (8) | 4 |
| Increase (decrease) in provision for environmental measures | (1) | (3) |
| Increase (decrease) in provision for business restructuring | — | 385 |
| Interest and dividend income | (234) | (277) |
| Interest expenses | 155 | 203 |
| Share of loss (profit) of entities accounted for using equity method | (3,227) | (1,544) |
| Loss on retirement of property, plant and equipment | 170 | 181 |
| Loss (gain) on sales of property, plant and equipment | (28) | (117) |
| Loss (gain) on sales of investment securities | (60) | (800) |
| Insurance claim income | (417) | (292) |
| Compensation for forced relocation | (255) | — |
| Subsidy income | (129) | — |
| Restoration expenses on facilities | 281 | — |
| Business restructuring expenses | 279 | 620 |
| Decrease (increase) in trade receivables | 867 | (39) |
| Decrease (increase) in inventories | 378 | (1,896) |
| Increase (decrease) in trade payables | (274) | (637) |
| Increase (decrease) in accrued consumption taxes | 683 | (858) |
| Other, net | (401) | (405) |
| Subtotal | 10,388 | 7,566 |
| Interest and dividends income | 1,734 | 1,880 |
| Interest expenses | (151) | (206) |
| Proceeds from insurance income | 417 | 292 |
| Income taxes paid | (1,320) | (1,199) |
| Income taxes refund | 74 | 439 |
| Proceeds from compensation for forced relocation | 255 | — |
| Net cash provided by (used in) operating activities | 11,397 | 8,773 |
| Cash flows from investing activities | | |
| Payments into time deposits | (680) | (768) |
| Proceeds from withdrawal of time deposits | 589 | 788 |
| Purchase of property, plant and equipment | (6,310) | (9,905) |
| Proceeds from sales of property plant and equipment | 74 | 130 |
| Purchase of intangible assets | (74) | (190) |
| Government subsidy | 341 | 1,230 |
| Purchase of investment securities | (0) | (20) |
| Proceeds from sales of investment securities | 150 | 959 |
| Purchase of shares of subsidiaries resulting in change in scope of consolidation | (589) | (1,525) |
| Other, net | 397 | (65) |
| Net cash provided by (used in) investing activities | (6,101) | (9,366) |

(Millions of Yen)

| | Year ended March 31, 2024 | Year ended March 31, 2025 |
|--|---------------------------|---------------------------|
| Cash flows from financing activities | | |
| Net increase (decrease) in short-term loans payable | (1,264) | (674) |
| Proceeds from long-term loans payable | 4,968 | 6,900 |
| Repayments of long-term loans payable | (4,604) | (5,265) |
| Redemption of bonds | (80) | (95) |
| Purchase of treasury shares | (339) | (672) |
| Cash dividends paid | (1,183) | (1,532) |
| Dividends paid to non-controlling interests | (60) | (84) |
| Other, net | (17) | (72) |
| Net cash provided by (used in) financing activities | (2,582) | (1,495) |
| Net increase (decrease) in cash and cash equivalents | 2,713 | (2,088) |
| Cash and cash equivalents at beginning of period | 9,974 | 12,687 |
| Cash and cash equivalents at end of period | 12,687 | 10,599 |

Segment Information, etc.

Segment Information

1. Summary of Reportable Segments

Tokushu Tokai's reportable segments refer to the business components of Tokushu Tokai that provide separate financial data to the board of directors for decisions on allocation of management resources and evaluation of business results on a regular basis.

Tokushu Tokai mainly engages in production, processing and sales of paper, adopts the independent business unit system so that a comprehensive business strategy can be planned for each type of paper product handled and is developing business activities under the endowed decision-making authority. Therefore, Tokushu Tokai consists of segments based on unit organization classified by the type of products produced by each unit, and discloses financial information about three reportable segments, namely Industrial Material, Special Material and Household Products.

"Industrial Material" mainly produces, processes and sells paper for containerboard and packaging paper, and also engages in power sales business.

"Special Material" produces, processes, and sells high value added special printing paper and functional paper.

"Household Products" produces, processes, and sells mainly paper towels and toilet paper.

"Environment Related" engages in the business utilizing natural environment for the purpose of effectively utilizing our own property forests located in the Minami-Alps. It also engages in the business reusing resources for the purpose of expanding the recycling business that designates our supply chain as our starting point.

2. Net Sales, Profit/Loss, Asset/Liabilities and Others of Each Reportable Segment and Calculation Method

Accounting treatment for business segment reporting is the same as the accounting policies used in the preparation of consolidated financial statements.

3. Information on Net Sales, Profit/Loss, Assets/Liabilities and Others of Each Reportable Segment

FY2023 (April 1, 2023 to March 31, 2024)

(Millions of yen)

| | Industrial Material | Special Material | Household Products | Environment Related | Total | Adjustment (Note 1) | Consolidated (Note 2,3) |
|---|------------------------|---------------------|-----------------------|------------------------|---------|------------------------|----------------------------|
| Net sales | | | | | | | |
| Sales to outside | 39,899 | 19,644 | 17,963 | 9,009 | 86,517 | — | 86,517 |
| Intersegment sales and transfers | 2,555 | 782 | 188 | 2,866 | 6,392 | (6,392) | — |
| Total | 42,455 | 20,427 | 18,151 | 11,875 | 92,909 | (6,392) | 86,517 |
| Segment profit | 1,282 | 495 | 567 | 122 | 2,467 | (170) | 2,296 |
| Segment assets | 57,127 | 45,575 | 16,600 | 18,335 | 137,639 | (4,660) | 132,978 |
| Other items | | | | | | | |
| Depreciation | 3,238 | 1,301 | 1,019 | 606 | 6,166 | — | 6,166 |
| Amortization of goodwill | — | — | — | 284 | 284 | — | 284 |
| Impairment loss | — | 207 | — | — | 207 | — | 207 |
| Investments in entities accounted for using equity method | 6,653 | — | — | — | 6,653 | — | 6,653 |
| Increase in tangible and intangible fixed assets | 3,573 | 800 | 617 | 1,791 | 6,782 | 286 | 7,068 |

FY2024 (April 1, 2024 to March 31, 2025)

(Millions of yen)

| | Industrial Material | Special Material | Household Products | Environment Related | Total | Adjustment (Note 1) | Consolidated (Note 2,3) |
|---|------------------------|---------------------|-----------------------|------------------------|---------|------------------------|----------------------------|
| Net sales | | | | | | | |
| Sales to outside | 42,080 | 20,796 | 18,467 | 13,455 | 94,800 | — | 94,800 |
| Intersegment sales and transfers | 2,712 | 670 | 179 | 3,328 | 6,891 | (6,891) | — |
| Total | 44,793 | 21,467 | 18,646 | 16,783 | 101,692 | (6,891) | 94,800 |
| Segment profit or loss | 1,089 | 1,638 | 532 | 529 | 3,790 | 137 | 3,928 |
| Segment assets | 61,268 | 45,337 | 16,137 | 23,301 | 146,045 | (6,608) | 139,436 |
| Other items | | | | | | | |
| Depreciation | 3,246 | 1,122 | 1,047 | 826 | 6,243 | — | 6,243 |
| Amortization of goodwill | — | — | — | 423 | 423 | — | 423 |
| Impairment loss | — | 717 | — | — | 717 | — | 717 |
| Investments in entities accounted for using equity method | 6,582 | — | — | — | 6,582 | — | 6,582 |
| Increase in tangible and intangible fixed assets | 5,957 | 1,602 | 1,055 | 1,578 | 10,193 | 64 | 10,258 |

Notes:

1. “Adjustment” comprises the following:

(1) Segment profit (Millions of yen)

| | FY2023 | FY2024 |
|--------------------|--------|--------|
| Corporate expenses | (290) | (11) |
| Elimination, etc. | 119 | 149 |
| Total | (170) | 137 |

(2) Segment assets (Millions of yen)

| | FY2023 | FY2024 |
|-------------------|----------|----------|
| Corporate assets | 90,234 | 93,096 |
| Elimination, etc. | (94,895) | (99,704) |
| Total | (4,660) | (6,608) |

(3) Increase in tangible and intangible fixed (Millions of yen)

| | FY2023 | FY2024 |
|------------------|--------|--------|
| Corporate assets | 286 | 64 |
| Total | 286 | 64 |

2. Segment profit total was adjusted to be consistent with the operating income recorded on the Consolidated Statements of Income.

3. Of general administrative expenses, expenses that are common to each business segment are allocated to each business segment according to the internal distribution standard.

Related Information

FY2023 (April 1, 2023 to March 31, 2024)

1. Information by Product/Service

This information is not presented because similar information is available in “Segment Information.”

2. Geographic Information

(1) Net sales

This information is not presented because sales to outside customers in Japan exceed 90% of net sales on the consolidated statements of income.

(2) Property, plants and equipment

This information is not presented because the amount of property, equipment and plant in Japan exceeds 90% of the amount on the consolidated balance sheet.

3. Major Customer Information

| (Millions of yen) | | |
|--|-----------|---------------------|
| Company | Net sales | segment |
| Nippon Tokai Industrial Paper Supply Co., Ltd. | 33,962 | Industrial Material |

FY2024 (April 1, 2024 to March 31, 2025)

1. Information by Product/Service

This information is not presented because similar information is available in “Segment Information.”

2. Geographic Information

(1) Net sales

This information is not presented because sales to outside customers in Japan exceed 90% of net sales on the consolidated statements of income.

(2) Property, plants and equipment

This information is not presented because the amount of property, equipment and plant in Japan exceeds 90% of the amount on the consolidated balance sheet.

3. Major Customer Information

| (Millions of yen) | | |
|--|-----------|---------------------|
| Company | Net sales | segment |
| Nippon Tokai Industrial Paper Supply Co., Ltd. | 36,058 | Industrial Material |

Information on Impairment Loss of Fixed Assets of Each Reportable Segment

FY2023 (April 1, 2023 to March 31, 2024)

This information is not presented because similar information is available in “Segment Information.”

FY2024 (April 1, 2024 to March 31, 2025)

This information is not presented because similar information is available in “Segment Information.”

Information on Goodwill Amortization and Unamortized Balance of Each Reportable Segment

FY2023 (April 1, 2023 to March 31, 2024)

(Millions of yen)

| | Industrial Material | Special Material | Household Products | Environment Related | Corporate/ Elimination | Total |
|-------------------------------------|------------------------|---------------------|-----------------------|------------------------|---------------------------|-------|
| Amortization during the period | — | — | — | 284 | — | 284 |
| Balance at the end of the period | — | — | — | 2,590 | — | 2,590 |

FY2024 (April 1, 2024 to March 31, 2025)

(Millions of yen)

| | Industrial Material | Special Material | Household Products | Environment Related | Corporate/ Elimination | Total |
|-------------------------------------|------------------------|---------------------|-----------------------|------------------------|---------------------------|-------|
| Amortization during the period | — | — | — | 423 | — | 423 |
| Balance at the end of the period | — | — | — | 3,398 | — | 3,398 |

Information on Gain on Negative Goodwill of Each Reportable Segment

FY2023 (April 1, 2023 to March 31, 2024)

Not applicable.

FY2024 (April 1, 2024 to March 31, 2025)

Not applicable.