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Chuetsu Pulp & Paper Co., Ltd.



Earnings Briefing Materials
Fiscal Year 2026 Q1

※ The earnings forecasts and forward-looking statements contained in this document are based on information available to the Company and rely on the accuracy and completeness of such information. However, the Company makes no representation or warranty, express or implied, regarding the accuracy or completeness of such information. Actual results may differ from the forecasts and forward-looking statements herein due to changes in various factors. Please take this into consideration.

※ Figures in this document are rounded down to the nearest million yen.

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Consolidated Financial Results Overview

(Unit: million yen)

	FY2025 Q1	FY2026 Q1	Change (Rate of Change)
Net Sales	26,727	28,116	+1,389 *(+5.2%)*
Operating Profit	−53	500	+553 (—)
Ordinary Profit	50	738	+688 *(+1,372.2%)*
Profit attributable to owners of parent	−60	505	+565 (—)

Return on Equity (ROE) (%)	−0.1	0.8	+0.9
Depreciation	1,536	1,486	−50
Exchange Rate (JPY/USD)	146.74	158.82	12.08 Yen Depreciation
Dubai Crude (US$/bbl)	73	110	37 High
Number of Consolidated Subsidiaries (companies)	7	※7	±0
Number of Companies Accounted for Using the Equity Method	6	6	±0

Main Factors Affecting Fluctuations
[Price] <Paper> ◇Impact of previous price adjustment <Pulp> ◇Recovery in overseas markets, weak yen [Volume] <Paper> (Domestic) ◇Implementation of sales expansion measures (Exports) ◆Decreas in demand in Asia and the Middle East 【Costs】 ◆Increase in raw material and fuel prices ◇Reduction in fixed costs

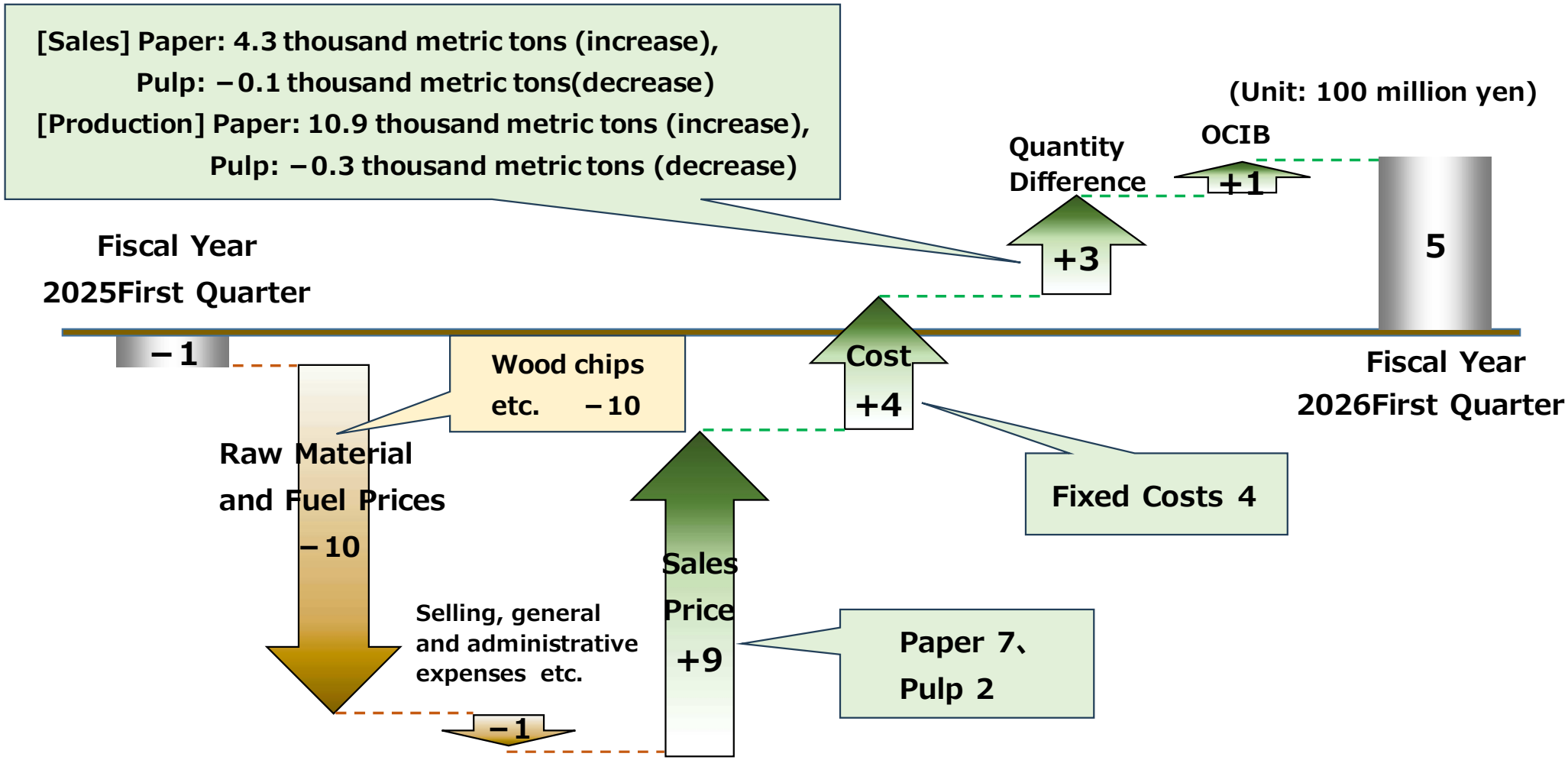
※Although Chuetsu Eco Products Co., Ltd. was dissolved at the end of March 2026, it is included in the number of consolidated subsidiaries because its liquidation has not yet been completed.

Sales and Operating Profit by Segment

(Unit: million yen)

	FY2025 Q1		FY2026 Q1		Change	
	Net Sales	Operating Profit	Net Sales	Operating Profit	Net Sales	Operating Profit
Paper and Pulp Manufacturing	24,482	−172	25,848	380	+1,366	+552
Power Generation	1,259	27	1,233	−2	−26	−29
Other	4,279	74	4,366	107	+87	+33
Adjustments	−3,293	18	−3,331	15	−38	−3
Total	26,727	−53	28,116	500	+1,389	+553

Breakdown of Changes in Consolidated Operating Profit



[Reference] Progress of Consolidated Operating Profit Against First-Quarter Plan (Based on Published Figures)

◇ **In the FY 2026 Q1, operating profit exceeded the planned figure (as announced) due to steady production and sales, an improvement in the mix of domestic sales, and a decrease in repair costs resulting from timing differences.**

