

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	-	65.00	-	65.00	130.00
Fiscal year ending March 31, 2025	-	125.00	-		
Fiscal year ending March 31, 2025 (Forecast)				12.50	-

(Note) Revision to the forecast for dividends announced most recently: None

The Company conducted a stock split at a ratio of ten shares for every share of common stock on October 1, 2024. Dividend per share forecast 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 forecast and the annual dividends per share forecast 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, 2025(April 1, 2024 to March 31, 2025)

(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	16,000	(8.1)	16,000	(4.5)	9,000	(13.1)	73.06

(Note) Revision to the financial results forecast announced most recently: Yes

The basic earnings per share in the consolidated financial forecasts for FYE Mar. 2025 takes the impact of the stock split into account. Without taking into account the stock split, basic earnings per share in the consolidated financial forecasts for FYE Mar.2025 would be 730.59 yen.

* Notes:

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

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

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

(3) 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

(4) Number of issued shares (common shares)

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

December 31, 2024: 150,215,510 shares
March 31, 2024: 150,215,510 shares

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

December 31, 2024: 27,025,117 shares
March 31, 2024: 27,068,657 shares

3) Average number of shares outstanding during the period:

Nine months ended December 31, 2024: 123,187,717 shares
Nine months ended December 31, 2023: 134,059,042 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.

* Review of the Japanese-language originals of the attached quarterly consolidated financial statements by certified public accountants or an audit firm: Yes(voluntary)

* 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.

Because the Company conducted a stock split at a ratio of ten shares for every share of common stock on October 1, 2024, the basic earnings per share is calculated based on an average number of shares after the stock split.

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	17,806	23,374
Notes and accounts receivable - trade	143,449	152,916
Inventories	56,504	56,964
Other	7,216	18,176
Allowance for doubtful accounts	(2,012)	(2,259)
Total current assets	222,963	249,172
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	33,993	32,666
Land	29,002	33,829
Other, net	33,847	31,914
Total property, plant and equipment	96,842	98,410
Intangible assets		
Goodwill	3,783	7,106
Other	2,814	3,634
Total intangible assets	6,598	10,740
Investments and other assets		
Investment securities	39,949	38,569
Retirement benefit asset	194	194
Other	8,243	9,061
Allowance for doubtful accounts	(2,185)	(2,238)
Total investments and other assets	46,201	45,586
Total non-current assets	149,641	154,736
Deferred assets	41	74
Total assets	372,645	403,981

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	99,470	107,854
Short-term borrowings	36,395	46,815
Current portion of long-term borrowings	4,206	3,473
Commercial papers	8,000	12,000
Current portion of bonds payable	20,000	10,000
Income taxes payable	2,910	2,590
Provisions	2,539	1,424
Other	15,818	19,500
Total current liabilities	189,337	203,656
Non-current liabilities		
Bonds payable	10,000	20,000
Long-term borrowings	14,357	15,983
Provisions	831	919
Retirement benefit liability	1,899	2,203
Other	17,873	18,568
Total non-current liabilities	44,960	57,673
Total liabilities	234,297	261,329
Net assets		
Shareholders' equity		
Share capital	16,649	16,649
Capital surplus	7,183	6,522
Retained earnings	98,398	102,989
Treasury shares	(11,671)	(11,653)
Total shareholders' equity	110,558	114,506
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	11,857	10,656
Deferred gains or losses on hedges	(10)	(7)
Foreign currency translation adjustment	5,136	5,779
Remeasurements of defined benefit plans	(15)	(15)
Total accumulated other comprehensive income	16,968	16,412
Share acquisition rights	76	76
Non-controlling interests	10,746	11,658
Total net assets	138,347	142,652
Total liabilities and net assets	372,645	403,981

Quarterly Consolidated Statements of Income and Comprehensive Income
Quarterly Consolidated Statements of Income (For the nine months)

(Millions of yen)

	For the nine months ended December 31, 2023	For the nine months ended December 31, 2024
Revenue	411,557	405,548
Cost of sales	344,686	338,689
Gross profit	66,871	66,859
Selling, general and administrative expenses	52,709	55,370
Operating profit	14,162	11,489
Non-operating income		
Interest income	595	698
Dividend income	938	1,104
Share of profit of entities accounted for using equity method	275	278
Other	472	590
Total non-operating income	2,280	2,670
Non-operating expenses		
Interest expenses	2,455	1,935
Other	131	309
Total non-operating expenses	2,587	2,245
Ordinary profit	13,855	11,915
Extraordinary income		
Gain on sale of non-current assets	632	629
Gain on sale of investment securities	40	469
Gain on sale of businesses	-	282
Gain on sale of golf club membership	3	170
Insurance claim income	242	155
Gain on extinguishment of tie-in shares	22	-
Other	0	3
Total extraordinary income	939	1,708
Extraordinary losses		
Loss on disposal of non-current assets	82	387
Loss on sale of businesses	-	346
Loss on valuation of investment securities	-	97
Waste disposal expenses	35	-
Other	5	21
Total extraordinary losses	122	851
Profit before income taxes	14,671	12,773
Income taxes - current	4,605	4,436
Income taxes - deferred	620	(3)
Total income taxes	5,225	4,433
Profit	9,446	8,339
Profit attributable to non-controlling interests	1,176	1,365
Profit attributable to owners of parent	8,270	6,975

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Millions of yen)

	For the nine months ended December 31, 2023	For the nine months ended December 31, 2024
Profit	9,446	8,339
Other comprehensive income		
Valuation difference on available-for-sale securities	2,876	(1,211)
Deferred gains or losses on hedges	12	3
Foreign currency translation adjustment	3,471	752
Remeasurements of defined benefit plans, net of tax	1	(0)
Share of other comprehensive income of entities accounted for using equity method	(4)	15
Total other comprehensive income	6,356	(441)
Comprehensive income	15,802	7,899
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	14,388	6,419
Comprehensive income attributable to non-controlling interests	1,414	1,479

(Segment information)

1. Nine-months period ended December 31, 2023 (consolidated)

Information related to revenue, profit (loss), and disaggregation of revenue by reportable segment

(Millions of yen)

	Reportable Segments					Total	Adjustments	To Quarterly consolidated statements of income
	Japan Wholesaling	Non-Japan Wholesaling	Paper Manufacturing & Processing	Raw Materials & Environment	Real Estate Leasing			
Revenue								
Revenue from contracts with customers	147,923	202,760	38,946	18,890	—	408,519	—	408,519
Other revenue	—	—	—	—	3,037	3,037	—	3,037
Revenue from external customers	147,923	202,760	38,946	18,890	3,037	411,557	—	411,557
Intersegment revenue/transfers	6,250	342	3,783	4,528	71	14,975	(14,975)	—
Total	154,173	203,103	42,729	23,419	3,108	426,532	(14,975)	411,557
Segment income (loss)	5,189	3,598	5,189	1,293	1,146	16,416	(2,561)	13,855

(Notes)

1. Segment income (loss) is adjusted with ordinary profit in the Quarterly Consolidated Statements of Income.
2. Adjustments in segment income (loss) include intersegment eliminations of (2,432) million yen and profits/(losses) of (129) million yen that are not allocated to each relevant business segment.

2. Nine-months period ended December 31, 2024 (consolidated)

Information related to revenue, profit (loss), and disaggregation of revenue by reportable segment

(Millions of yen)

	Reportable Segments					Total	Adjustments	To Quarterly consolidated statements of income
	Japan Wholesaling	Non-Japan Wholesaling	Paper Manufacturing & Processing	Raw Materials & Environment	Real Estate Leasing			
Revenue								
Revenue from contracts with customers	152,030	193,413	39,540	17,445	—	402,427	—	402,427
Other revenue	—	—	—	—	3,121	3,121	—	3,121
Revenue from external customers	152,030	193,413	39,540	17,445	3,121	405,548	—	405,548
Intersegment revenue/transfers	6,959	488	2,547	4,778	70	14,843	(14,843)	—
Total	158,989	193,901	42,087	22,223	3,191	420,391	(14,843)	405,548
Segment income (loss)	4,513	1,863	5,274	1,619	1,172	14,441	(2,526)	11,915

(Notes)

1. Segment income (loss) is adjusted with ordinary profit in the Quarterly Consolidated Statements of Income.
2. Adjustments in segment income (loss) include intersegment eliminations of (3,849) million yen and profits/(losses) of 1,323 million yen that are not allocated to each relevant business segment.