

2. Dividend Status

	Dividends per share				
	1 st quarter end	2 nd quarter end	3 rd quarter end	End of fiscal year	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	—	0.00	—	0.00	0.00
Fiscal year ending March 31, 2024	—	0.00			
Fiscal year ending March 31, 2024 (Projection)			—	—	—

Note: Recent revisions to dividend projection / No

3. Projection of Consolidated Financial Results for the Fiscal Year Ending March 2024 (April 1, 2023–March 31, 2024)

(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		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full fiscal year	1,230,000	6.7	24,000	—	18,000	—	15,000	—	129.83

Note: Recent revisions to projection of consolidated financial results/ No

4. Others

[1] Has the Company made any important changes in its subsidiaries (changes in specified subsidiaries which result in changes in the scope of consolidation)? /No

New — (Company name:)

Eliminated — (Company name:)

[2] Has the Company adopted a specific accounting method for preparation of quarterly consolidated financial statements? /No

[3] Changes in Accounting principles, changes in accounting estimates, or restatements

(i) Has the Company made any changes in accounting principles following the revision of the Accounting Standard and others? / No

(ii) Has the Company made any changes in accounting principles other than those described in (i)? /No

(iii) Has the Company made any changes in accounting estimates? /No

(iv) Has the Company made any restatements? /No

[4] Number of issued and outstanding shares (common stock)

(i) Number of issued and outstanding shares (including treasury stock) as of:

September 30, 2023 116,254,892 Shares

March 31, 2023 116,254,892 Shares

(ii) Number of treasury stock as of:

September 30, 2023 850,152 Shares

March 31, 2023 715,494 Shares

(iii) Average number of shares during the periods of:

Six months ended September 2023 115,426,526 Shares

Six months ended September 2022 115,536,958 Shares

*We introduced the "Board Benefit Trust (BBT)", and have included our shares held by this trust in treasury stock, which is deducted from the calculation of the number of treasury shares at the end of the period and the average number of shares during the period.

* This "Summary of Consolidated Financial Results" is not subject to auditing.

*Disclaimer regarding forward-looking statement and other remarks:

1. Any statement in this document regarding future performance of the Company is based on the information available at the time of the announcement and certain assumptions judged to be reasonable. Actual performance may differ from forecasts due to a variety of factors.

2. The support documentation will be posted on the following our website.

<https://www.nipponpapergroup.com/english/ir/library/>

(Appendices)

1. Consolidated Operating Results for the Six Months Ended September 2023 (April 1, 2023–September 30, 2023)

Operating results by business segment are as follows:

Paper and Paperboard:

Consolidated net sales	¥ 286,367 million	(up 5.5% year-on-year)
Consolidated operating income	¥ 3,883 million	(The result for the same period of previous year was ¥ -9,905 million)

Daily-life Products:

Consolidated net sales	¥ 218,557 million	(up 2.9% year-on-year)
Consolidated operating income	¥ -5,016 million	(The result for the same period of previous year was ¥ -5,346 million)

Energy:

Consolidated net sales	¥ 28,342 million	(up 43.7% year-on-year)
Consolidated operating income	¥ 219 million	(The result for the same period of previous year was ¥ -1,923 million)

Wood Products and Construction Related:

Consolidated net sales	¥ 36,194 million	(up 8.4% year-on-year)
Consolidated operating income	¥ 5,198 million	(up 34.6% year-on-year)

1. Supplementary Financial Results Presentation Materials for the Six Months Ended September 30, 2023

(1) Consolidated Balance Sheets

	(Millions of yen)	
	As of March 31, 2023	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	144,350	135,125
Notes and accounts receivable-trade	189,128	212,326
Merchandise and finished goods	116,273	119,026
Work in process	22,973	23,635
Raw materials and supplies	99,267	100,309
Other	56,459	49,144
Allowance for doubtful accounts	(747)	(809)
Total current assets	627,705	638,758
Non-current assets		
Property, plant and equipment		
Buildings and structures	553,627	563,071
Accumulated depreciation	(402,290)	(409,258)
Buildings and structures, net	151,336	153,813
Machinery, equipment and vehicles	2,347,209	2,385,780
Accumulated depreciation	(2,014,534)	(2,042,364)
Machinery, equipment and vehicles, net	332,675	343,415
Land	211,230	212,996
Construction in progress	48,277	41,003
Other	110,705	116,298
Accumulated depreciation	(57,404)	(60,756)
Other, net	53,300	55,541
Total property, plant and equipment	796,820	806,770
Intangible assets	22,540	23,355
Investments and other assets		
Investments in securities	166,626	174,597
Other	53,443	61,571
Allowance for doubtful accounts	(593)	(538)
Total investments and other assets	219,476	235,630
Total non-current assets	1,038,837	1,065,756
Total assets	1,666,542	1,704,515

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Liabilities		
Current liabilities		
Notes and account payable-trade	154,167	159,102
Short-term loans payable	214,383	228,241
Current portion of bonds	—	15,000
Commercial papers	30,000	—
Income taxes payable	3,269	4,838
Other	102,765	112,340
Total current liabilities	504,585	519,523
Non-current liabilities		
Bonds payable	50,000	65,000
Long-term loans payable	607,850	590,849
Provision for environmental measures	10,921	10,024
Net defined benefit liability	11,669	11,886
Other	66,315	69,509
Total non-current liabilities	746,755	747,270
Total liabilities	1,251,341	1,266,794
Net assets		
Shareholders' equity		
Capital stock	104,873	104,873
Capital surplus	216,416	216,416
Retained earnings	(15,765)	(25,015)
Treasury shares	(1,759)	(1,903)
Total shareholders' equity	303,765	294,371
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	11,475	14,717
Deferred gains or losses on hedges	10,294	17,267
Foreign currency translation adjustment	60,006	78,329
Remeasurements of defined benefit plans	9,110	9,039
Total accumulated other comprehensive income	90,887	119,353
Non-controlling interests	20,547	23,996
Total net assets	415,200	437,721
Total liabilities and net assets	1,666,542	1,704,515

(2) Consolidated Statements of Operations and Statements of Comprehensive Income
- Consolidated Statements of Operations –

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Net sales	550,918	583,942
Cost of sales	477,023	497,930
Gross profit	73,894	86,012
Selling, general and administrative expenses		
Freightage related expenses	41,998	38,081
Sales related expenses	5,728	5,864
Salaries and allowances	23,122	22,263
Other	15,026	14,951
Total selling, general and administrative expenses	85,875	81,159
Operating income (loss)	(11,981)	4,852
Non-operating income		
Interest income	107	382
Dividend income	1,234	1,093
Share of profit of entities accounted for using equity method	4,992	4,095
Exchange gain	3,072	2,360
Other	1,387	1,435
Total non-operating income	10,793	9,367
Non-operating expenses		
Interest expense	3,560	4,829
Other	2,628	3,611
Total non-operating expenses	6,189	8,441
Ordinary income (loss)	(7,376)	5,777
Extraordinary income		
Gain on sales of investment securities	2,284	2,572
Other	672	139
Total extraordinary income	2,956	2,712
Extraordinary loss		
Loss on withdrawal from business of subsidiaries	—	8,712
Loss on retirement of non-current assets	1,941	1,132
Other	7,413	1,182
Total extraordinary loss	9,355	11,027
Profit (loss) before income taxes	(13,774)	(2,537)
Income taxes-current	2,558	4,411
Income taxes-deferred	5,123	64
Total income taxes	7,681	4,475
Profit (loss)	(21,456)	(7,013)
Profit attributable to non-controlling interests	619	2,357
Profit (loss) attributable to owners of parent	(22,076)	(9,370)

- Consolidated Statements of Comprehensive Income -

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit (loss)	(21,456)	(7,013)
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,419)	3,054
Deferred gains or losses on hedges	13,612	7,952
Foreign currency translation adjustment	30,247	16,758
Remeasurements of defined benefit plans	412	(96)
Share of other comprehensive income of entities accounted for using equity method	4,138	3,279
Total other comprehensive income	46,990	30,949
Comprehensive income	25,534	23,936
(Details)		
Comprehensive income attributable to owners of parent	21,897	18,989
Comprehensive income attributable to non-controlling interests	3,636	4,947