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February 6, 2026

Consolidated Financial Results for the Nine Months Ended December 31, 2025 (Under Japanese GAAP)

Company name: Nippon Paper Industries Co., Ltd.
Listing: Tokyo Stock Exchange
Securities code: 3863
URL: <https://www.nipponpapergroup.com/>
Representative: Akira Sebe, President and Representative Director
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Scheduled date to commence dividend payments: -
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the nine months ended December 31, 2025 (from April 1, 2025 to December 31, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2025	889,522	0.4	15,037	35.5	13,956	9.0	7,752	-
December 31, 2024	886,273	1.3	11,096	19.2	12,805	68.4	57	-

Note: Comprehensive income For the nine months ended December 31, 2025: ¥ 8,240 million [170.9%]
For the nine months ended December 31, 2024: ¥ 3,041 million [(87.6)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2025	67.13	-
December 31, 2024	0.50	-

Reference: The year-on-year change (%) in profit attributable to owners of parent for the nine months ended December 31, 2025 is shown as "-" because it exceeds 1,000%.

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of December 31, 2025	1,741,057	516,309	27.9
March 31, 2025	1,703,308	510,435	28.3

Reference: Equity

As of December 31, 2025: ¥ 485,206 million
As of March 31, 2025: ¥ 482,026 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2025	-	0.00	-	10.00	10.00
Fiscal year ending March 31, 2026	-	5.00	-		
Fiscal year ending March 31, 2026 (Forecast)				10.00	15.00

Note: Revisions to the forecast of cash dividends most recently announced: None

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.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	1,200,000	1.5	30,000	52.2	24,000	54.8	10,000	120.3	86.63

Note: Revisions to the financial result forecast most recently announced: None

* Notes

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

Newly included: - companies()
Excluded: - 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

- (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 December 31, 2025	116,254,892 shares
As of March 31, 2025	116,254,892 shares

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

As of December 31, 2025	724,514 shares
As of March 31, 2025	820,718 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2025	115,493,735 shares
Nine months ended December 31, 2024	115,414,012 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.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

- 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.
- The support documentation will be posted on the following website.
<https://www.nipponpapergroup.com/english/ir/library/>

(Appendices)

1. Consolidated operating results for the nine months ended December 31, 2025 (from April 1, 2025 to December 31, 2025)

Operating results by business segment are as follows:

	(Millions of yen)	(Percentages indicate year-on-year changes.)
Paper and Paperboard:		
Consolidated net sales	418,718	(2.5)%
Consolidated operating profit (loss)	(218)	The same period of previous year: 6,815
Daily-life Products:		
Consolidated net sales	360,376	5.0%
Consolidated operating profit (loss)	4,161	The same period of previous year: (6,912)
Energy:		
Consolidated net sales	31,358	(11.7)%
Consolidated operating profit (loss)	1,837	(9.8)%
Wood Products and Construction Related:		
Consolidated net sales	55,721	0.1%
Consolidated operating profit (loss)	6,939	13.2%

Note: The numbers parenthesized represent minus figures.

Consolidated Financial Statements

Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2025	As of December 31, 2025
Assets		
Current assets		
Cash and deposits	185,941	176,354
Notes and accounts receivable - trade	180,296	221,205
Merchandise and finished goods	120,634	120,723
Work in process	19,220	23,059
Raw materials and supplies	90,214	97,939
Other	42,452	44,617
Allowance for doubtful accounts	(455)	(492)
Total current assets	638,305	683,406
Non-current assets		
Property, plant and equipment		
Buildings and structures	570,102	571,759
Accumulated depreciation	(418,330)	(425,248)
Buildings and structures, net	151,771	146,511
Machinery, equipment and vehicles	2,220,332	2,223,439
Accumulated depreciation	(1,876,337)	(1,897,240)
Machinery, equipment and vehicles, net	343,994	326,199
Land	208,662	207,693
Construction in progress	25,593	37,894
Other	113,430	117,925
Accumulated depreciation	(59,471)	(62,802)
Other, net	53,959	55,123
Total property, plant and equipment	783,982	773,421
Intangible assets	13,210	11,377
Investments and other assets		
Investment securities	172,984	179,971
Other	95,384	93,443
Allowance for doubtful accounts	(558)	(563)
Total investments and other assets	267,810	272,852
Total non-current assets	1,065,003	1,057,650
Total assets	1,703,308	1,741,057

(Millions of yen)

	As of March 31, 2025	As of December 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	142,222	157,386
Short-term borrowings	231,334	154,258
Current portion of bonds payable	10,000	30,000
Income taxes payable	2,843	1,779
Other	92,792	102,640
Total current liabilities	479,192	446,064
Non-current liabilities		
Bonds payable	55,000	25,000
Long-term borrowings	560,682	653,816
Provision for environmental measures	8,099	7,136
Retirement benefit liability	8,995	8,940
Other	80,903	83,790
Total non-current liabilities	713,680	778,683
Total liabilities	1,192,873	1,224,748
Net assets		
Shareholders' equity		
Share capital	104,873	104,873
Capital surplus	216,393	216,393
Retained earnings	11,547	17,564
Treasury shares	(1,840)	(1,691)
Total shareholders' equity	330,974	337,139
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	13,920	19,035
Deferred gains or losses on hedges	13,708	14,838
Foreign currency translation adjustment	90,410	85,673
Remeasurements of defined benefit plans	33,011	28,520
Total accumulated other comprehensive income	151,051	148,067
Non-controlling interests	28,409	31,102
Total net assets	510,435	516,309
Total liabilities and net assets	1,703,308	1,741,057

Consolidated Statements of Income and Comprehensive Income

Consolidated Statement of Income

(Millions of yen)

	For the nine months ended December 31, 2024	For the nine months ended December 31, 2025
Net sales	886,273	889,522
Cost of sales	746,601	743,172
Gross profit	139,672	146,349
Selling, general and administrative expenses		
Freight and incidental costs	60,930	61,395
Direct and indirect selling expenses	9,362	10,387
Salaries and allowances	33,519	34,790
Other	24,763	24,738
Total selling, general and administrative expenses	128,576	131,312
Operating profit	11,096	15,037
Non-operating income		
Interest income	906	1,098
Dividend income	1,678	1,813
Share of profit of entities accounted for using equity method	9,803	6,184
Foreign exchange gains	-	1,928
Other	2,749	1,960
Total non-operating income	15,137	12,985
Non-operating expenses		
Interest expenses	6,695	8,128
Foreign exchange losses	1,894	-
Other	4,839	5,938
Total non-operating expenses	13,428	14,066
Ordinary profit	12,805	13,956
Extraordinary income		
Gain on sale of investment securities	3,318	3,598
Gain on return of assets from retirement benefits trust	-	3,557
Insurance claim income	3,216	2,761
Other	820	981
Total extraordinary income	7,356	10,899
Extraordinary losses		
Loss on disaster	47	3,087
Loss on suspension of operations	-	1,990
Loss on retirement of non-current assets	1,239	1,479
Other	12,069	1,840
Total extraordinary losses	13,356	8,398
Profit before income taxes	6,805	16,456
Income taxes - current	3,363	4,861
Income taxes - deferred	1,331	2,018
Total income taxes	4,694	6,879
Profit	2,110	9,577
Profit attributable to non-controlling interests	2,052	1,824
Profit attributable to owners of parent	57	7,752

Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the nine months ended December 31, 2024	For the nine months ended December 31, 2025
Profit	2,110	9,577
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,381)	5,070
Deferred gains or losses on hedges	2,408	2,745
Foreign currency translation adjustment	3,166	(4,486)
Remeasurements of defined benefit plans, net of tax	(2,315)	(4,475)
Share of other comprehensive income of entities accounted for using equity method	(945)	(190)
Total other comprehensive income	931	(1,336)
Comprehensive income	3,041	8,240
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(468)	4,768
Comprehensive income attributable to non-controlling interests	3,510	3,472