

## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2021 (unaudited)

Company name: Mitsubishi Paper Mills Limited  
 Stock exchange listing: Tokyo Stock Exchange  
 Code number: 3864  
 URL: <https://www.mpm.co.jp/>  
 Representative: Yukihiro Tachifuji, President and Chief Executive Officer  
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(Amounts of less than one million yen are rounded down.)

### 1. Consolidated Financial Results for the Nine Months Ended December 31, 2021 (April 1, 2021 to December 31, 2021)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2021	131,927	10.9	192	-	1,200	-	442	-
December 31, 2020	118,915	(18.6)	(2,626)	-	(2,226)	-	(3,240)	-

(Note) Comprehensive income: Nine months ended December 31, 2021: ¥1,763 million [-%]  
 Nine months ended December 31, 2020: ¥(2,054) million [-%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2021	9.92	-
December 31, 2020	(72.56)	-

### (2) Consolidated Financial Condition

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2021	217,637	64,420	29.6
As of March 31, 2021	209,438	62,902	30.0

(Reference) Equity: As of December 31, 2021: ¥64,393 million  
 As of March 31, 2021: ¥62,898 million

### 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, 2021	-	0.00	-	0.00	0.00
Fiscal year ending March 31, 2022	-	0.00	-	-	-
Fiscal year ending March 31, 2022 (Forecast)	-	-	-	5.00	5.00

(Note) Revision to the forecast for dividends announced most recently: No

**3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2022  
(April 1, 2021 to March 31, 2022)**

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	175,000	7.8	1,000	-	2,000	-	500	-	11.20

(Note) Revision to the financial results forecast announced most recently: No

**\* Notes:**

(1) Changes in significant subsidiaries during the period under review

(changes in specified subsidiaries resulting in changes in scope of consolidation): None

New: - (Company name);

Excluded: - (Company name)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: Yes

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting estimates: Yes

4) Retrospective restatement: None

(4) Total number of issued shares (common shares)

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

December 31, 2021: 44,741,433 shares

March 31, 2021: 44,741,433 shares

2) Total number of treasury shares at the end of the period:

December 31, 2021: 288,144 shares

March 31, 2021: 83,756 shares

3) Average number of shares during the period:

Nine months ended December 31, 2021: 44,571,214 shares

Nine months ended December 31, 2020: 44,658,566 shares

(Notes) The Company has adopted a BIP (Board Incentive Plan) trust, assuming the number of shares held by the trust are included in the number of treasury stock of “(4) Total number of issued shares (common shares)”.

\* This quarterly financial results report is exempt from quarterly review by Certified Public Accountants or an Audit Firm.

\* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information currently acquired by the Company and certain assumptions assessed to be reasonable. Actual results may differ significantly from these forecasts due to a wide range of factors.

## Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Million yen)

	As of March 31, 2021	As of December 31, 2021
<b>Assets</b>		
Current assets		
Cash and deposits	15,701	10,299
Notes and accounts receivable - trade	28,797	—
Notes and accounts receivable - trade, and contract assets	—	41,293
Merchandise and finished goods	23,433	25,020
Work in process	6,758	7,335
Raw materials and supplies	10,230	11,315
Other	4,123	4,665
Allowance for doubtful accounts	(430)	(142)
<b>Total current assets</b>	<b>88,614</b>	<b>99,788</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	22,814	21,786
Machinery, equipment and vehicles, net	41,137	38,807
Land	21,619	21,661
Construction in progress	465	1,188
Other, net	2,896	2,715
<b>Total property, plant and equipment</b>	<b>88,934</b>	<b>86,158</b>
Intangible assets		
Other	1,590	1,862
<b>Total intangible assets</b>	<b>1,590</b>	<b>1,862</b>
Investments and other assets		
Investment securities	20,231	20,288
Other	10,141	9,569
Allowance for doubtful accounts	(74)	(29)
<b>Total investments and other assets</b>	<b>30,298</b>	<b>29,827</b>
<b>Total non-current assets</b>	<b>120,823</b>	<b>117,849</b>
<b>Total assets</b>	<b>209,438</b>	<b>217,637</b>

(Million yen)

	As of March 31, 2021	As of December 31, 2021
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	18,577	25,260
Electronically recorded obligations	3,137	4,654
Short-term loans payable	59,150	59,739
Commercial paper	7,000	7,000
Income taxes payable	361	254
Other	12,315	13,419
Total current liabilities	100,542	110,327
Non-current liabilities		
Long-term loans payable	31,772	28,858
Net defined benefit liability	9,664	9,847
Asset retirement obligations	884	884
Other	3,671	3,297
Total non-current liabilities	45,993	42,888
Total liabilities	146,535	153,216
<b>Net assets</b>		
Shareholders' equity		
Capital stock	36,561	36,561
Capital surplus	8,555	6,488
Retained earnings	10,967	13,308
Treasury shares	(152)	(228)
Total shareholders' equity	55,932	56,129
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,942	4,951
Foreign currency translation adjustment	910	1,147
Remeasurements of defined benefit plans	2,112	2,164
Total accumulated other comprehensive income	6,965	8,263
Non-controlling interests	4	27
Total net assets	62,902	64,420
Total liabilities and net assets	209,438	217,637

(2) Consolidated Statements of Income and Comprehensive Income  
Consolidated Statements of Income  
Nine Months Ended December 31

(Million yen)

	For the Nine months ended December 31,2020	For the Nine months ended December 31,2021
Net sales	118,915	131,927
Cost of sales	103,231	112,496
Gross profit	15,684	19,431
Selling, general and administrative expenses	18,310	19,238
Operating income(loss)	(2,626)	192
Non-operating income		
Interest income	28	23
Dividend income	484	499
Share of profit of entities accounted for using equity method	744	671
Foreign exchange gains	—	259
Other	352	244
Total non-operating income	1,610	1,698
Non-operating expenses		
Interest expenses	567	448
Foreign exchange losses	174	—
Other	468	241
Total non-operating expenses	1,210	690
Ordinary income(loss)	(2,226)	1,200
Extraordinary income		
Gain on disposal of non-current assets	12	49
Gain on sales of investment securities	6	690
Gain on sale of businesses	—	840
Other	—	633
Total extraordinary income	19	2,214
Extraordinary losses		
Loss on disposal of non-current assets	356	353
Impairment loss	—	492
Loss on valuation of investment securities	75	833
Other	56	619
Total extraordinary losses	488	2,298
Profit (loss) before income taxes	(2,695)	1,116
Income taxes	525	650
Profit (loss)	(3,220)	465
Profit attributable to non-controlling interests	19	23
Profit (loss) attributable to owners of parent	(3,240)	442

Consolidated Statements of Comprehensive Income  
 Nine Months Ended December 31

(Million yen)

	For the Nine months ended December 31,2020	For the Nine months ended December 31,2021
Profit (loss)	(3,220)	465
Other comprehensive income		
Valuation difference on available-for-sale securities	1,333	1,008
Foreign currency translation adjustment	(137)	236
Remeasurements of defined benefit plans, net of tax	(14)	51
Share of other comprehensive income of entities accounted for using equity method	(15)	2
Total other comprehensive income	1,166	1,297
Comprehensive income	(2,054)	1,763
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(2,074)	1,739
Comprehensive income attributable to non-controlling interests	19	23