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To whom it may concern,

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Notice of Difference between Financial Forecasts for the First Six Months of Fiscal Year Ending March 31, 2025 and the Actual Results

Mitsubishi Paper Mills Limited (the “Company”) hereby announces differences between consolidated financial forecasts for the first six months of the fiscal year ending March 31, 2025, announced on May 13, 2024, and the actual results announced today, as described below.

Details:

1. Differences between consolidated financial forecasts for the first six months of the fiscal year ending March 31, 2025 and the actual results

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Earnings per share
Previously announced forecast (A)	Million yen 94,000	Million yen 2,500	Million yen 2,500	Million yen 1,500	Yen 34.19
Actual results (B)	88,400	934	450	(232)	(5.31)
Difference (B-A)	(5,600)	(1,566)	(2,050)	(1,732)	
Difference (%)	(6.0)	(62.6)	(82.0)	–	
(Reference) Results for the first six months of the fiscal year ended March 31, 2024	96,703	1,995	3,526	1,638	37.45

2. Reason for differences between financial forecasts and actual results

- (1) Reason for differences between financial forecasts for the first six months of the fiscal year ending March 31, 2025 and actual results

Net sales were below the forecast, reflecting declines in demand due to the slowdown of the German economy and a decrease in sales volume caused by declines in domestic demand for printing and communication paper and China’s demand for functional materials.

Operating income was lower than the forecast due to the impact of the decrease in sales volume and an accident in certain facilities, despite positive effects of cost reduction, etc.

Ordinary income and profit attributable to owners of parent were below the forecasts, given the decrease in operating profit as well as the recording of exchange losses associated with the appreciation of the yen following a revaluation of foreign currency-denominated assets and liabilities.

3. Full-year financial forecasts for the fiscal year ending March 31, 2025

The Company has maintained its initial full-year operating performance forecast for the fiscal year ending March 31, 2025 because its operating performance is expected to achieve the initial forecast owing to effects of price revisions in Sustainable Fiber Materials Business and communication paper and efforts to improve productivity and various other cost reduction initiatives.

(Note) Because the forecasts above are prepared based on information available as of the date of this announcement, actual results may differ from the forecasts due to various factors in the future.