

Consolidated Financial Results

FY2022 (Apr. 2022-Mar. 2023)

May 12, 2023

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1. Consolidated Operating Results

(Year-on-year)

(billion yen)

	FY2021	FY2022	YoY	Diff.	FY2022 forecasted*	A/F	Diff.
Net sales	746.9	846.1	113.3%	99.2	845.0	100.1%	1.1
Operating profit	33.3	26.0	78.0%	-7.3	25.5	101.8%	0.5
Ordinary profit	36.6	28.7	78.3%	-7.9	28.5	100.6%	0.2
Extraordinary gain and loss	4.8	2.2	45.4%	-2.6	-	-	-
Profit attributable to owners of parent	28.2	20.4	72.5%	-7.8	20.0	102.1%	0.4

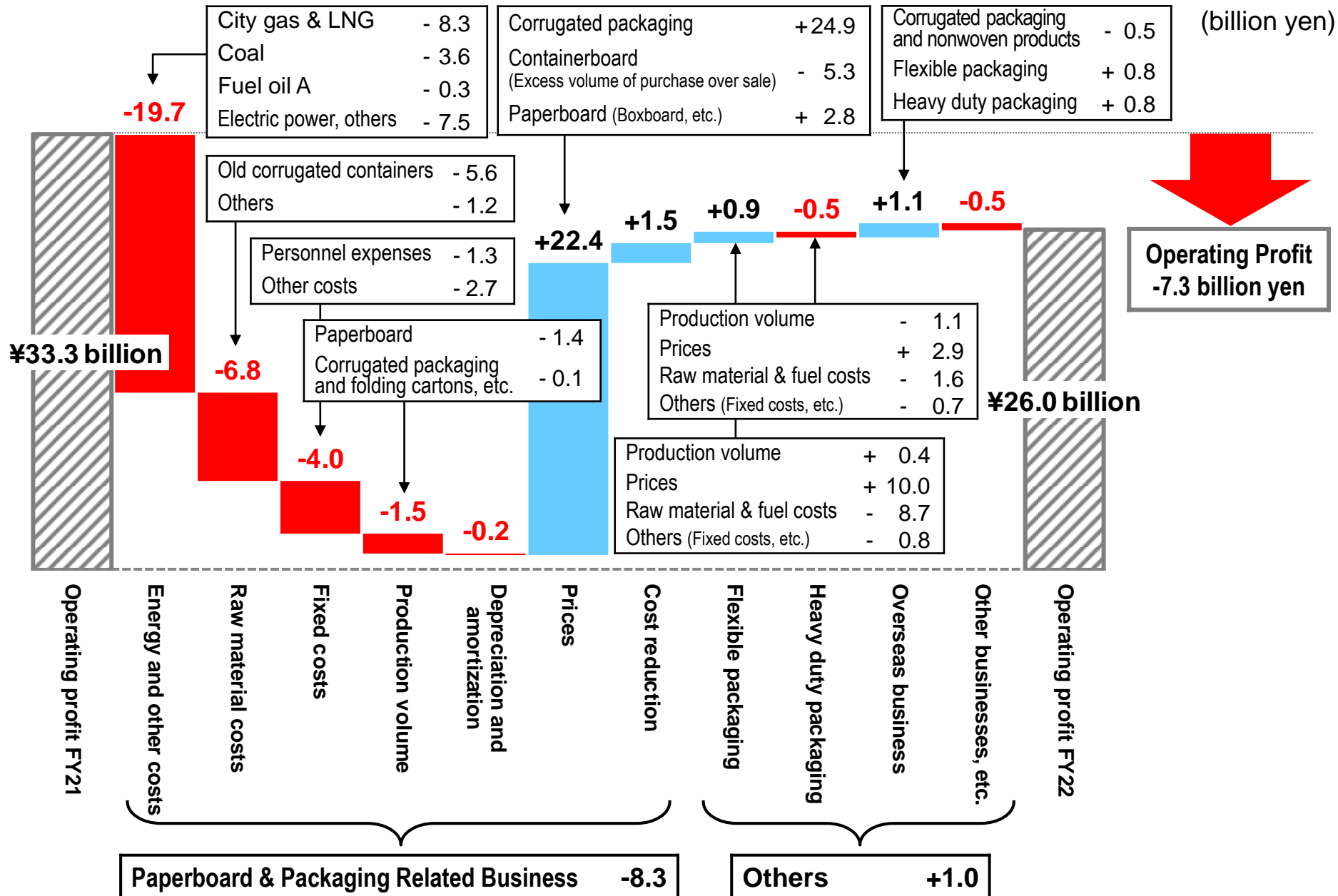
*Disclosed on April 28, 2023

Main factors underlying extraordinary gain and loss

(billion yen)

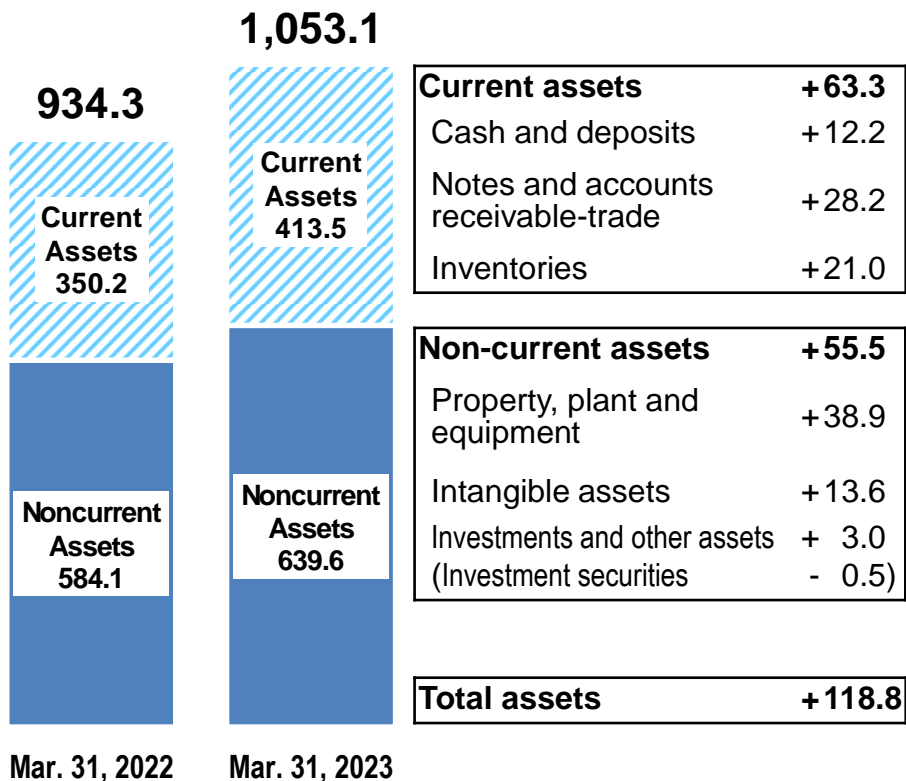
	FY2021		FY2022
(Extraordinary gain)		(Extraordinary gain)	
Gain on sales of noncurrent assets	4.6	Compensation income	3.3
Gain on sales of investment securities	2.2	Gain on sales of noncurrent assets	3.1
Insurance income	1.1	Gain on sales of investment securities	0.8
Subsidy income	0.9		
(Extraordinary loss)		(Extraordinary loss)	
Loss on reduction of noncurrent assets	0.9	Loss on reduction of noncurrent assets	2.0
Loss on disaster	0.7	Loss on sales/retirement of noncurrent assets	0.9
Loss on sales of investment securities	0.6	Plant renewal expenses	0.7
Loss on sales/retirement of noncurrent assets	0.6	Loss on disaster	0.6
COVID-19 related expenses	0.3		

2. Breakdown of Changes in Consolidated Operating Profit (Year-on-year)



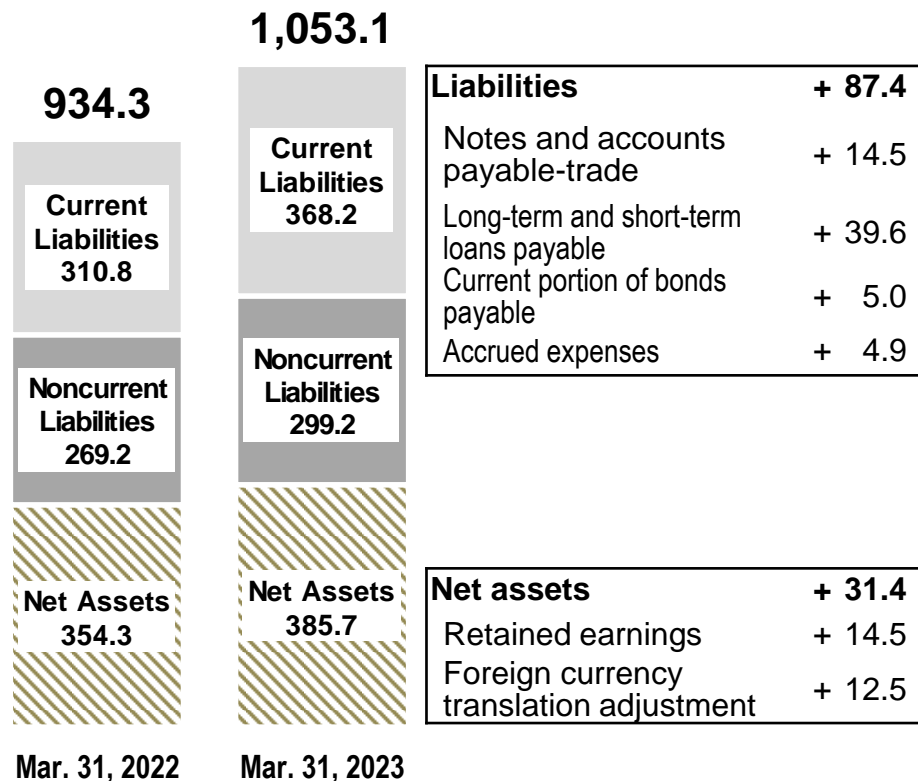
3. Consolidated Balance Sheet

Assets



Liabilities & Net Assets

(billion yen)



	Mar. 31, 2022	Mar. 31, 2023	
Interest-bearing debt	¥353.4 bn	¥404.3 bn	(+50.9 billion yen)
Shareholders' Equity ratio	36.6 %	35.4 %	(-1.2 pts)
D/E Ratio	1.03 times	1.08 times	(+0.05 pts)
EBITDA	¥77.2 bn	¥73.6 bn	(-3.6 billion yen)

4. Consolidated Performance Results at a Glance (Year-on-year)

		Number of companies*		Net sales (billion yen)				Ordinary profit (million yen)				Containerboard production (1,000 MT)			Corrugated board production (million sqm.)		
		FY21	FY22	FY21	FY22	YoY %	Diff.	FY21	FY22	YoY %	Diff.	FY21	FY22	YoY %	FY21	FY22	YoY %
1	Rengo (unconsolidated)	1	1	317.9	344.1	108.2	26.2	18,509	13,021	70.3	-5,488	1,905	1,840	96.6	2,098	2,116	100.9
2	Paper manufacturing subsidiaries	3	3	35.8	47.2	131.8	11.4	2,894	2,590	89.5	-304	421	422	100.2			
3	Paperboard packaging subsidiaries	35	36	222.1	237.5	106.9	15.4	6,230	2,505	40.2	-3,725				2,259	2,220	98.3
4	Flexible packaging subsidiaries	2	4	86.9	111.1	127.9	24.2	1,707	3,503	205.2	1,796						
5	Heavy duty packaging subsidiaries	3	3	48.1	50.3	104.6	2.2	2,479	1,919	77.4	-560						
6	Other subsidiaries	5	5	157.7	192.7	122.2	35.0	2,639	2,309	87.5	-330						
Domestic total (1 to 6)		49	52	868.6	982.9	113.2	114.3	34,458	25,847	75.0	-8,611	2,326	2,262	97.2	4,356	4,336	99.5
7	Paperboard packaging & nonwoven products Subs.	9	9	25.8	24.1	93.6	-1.7	646	294	45.5	-352				304	240	78.9
8	Flexible packaging subsidiaries	3	6	15.4	28.7	186.8	13.3	1,159	1,972	170.1	813						
9	Heavy duty packaging subsidiaries	107	118	109.4	150.9	138.0	41.5	7,954	9,800	123.2	1,846						
Overseas total (7 to 9)		119	133	150.5	203.8	135.4	53.3	9,759	12,066	123.6	2,307	-	-	-	304	240	78.9
Simply aggregated (1 to 9)				1,019.1	1,186.7	116.4	167.6	44,217	37,913	85.7	-6,304						
10	Companies subject to the equity method	16	17					2,274	1,377	60.6	-897						
11	Intersegment eliminations			-272.2	-340.6	-	-68.4	-9,850	-10,608	-	-758						
Total (1 to 11)		184	202	746.9	846.1	113.3	99.2	36,641	28,682	78.3	-7,959	2,326	2,262	97.2	4,661	4,575	98.2

* Changes in subsidiaries and affiliates compared to the prior year are as follows.

- One company increased in the domestic paperboard packaging subsidiaries (Hiropax Co., Ltd.).
- Two companies increased in the domestic flexible packaging subsidiaries (Takigawa Corporation Japan, which merged a flexible packaging subsidiary Converting Technologies Co., Ltd. into itself on Oct. 1 2022, and Nissio Gravure Co., Ltd.).
- Three companies increased in the overseas flexible packaging subsidiaries (Takigawa Corporation Singapore Pte. Ltd., Takigawa Corporation America and Takigawa Corporation Vietnam).
- Eleven companies increased in the overseas heavy duty packaging subsidiaries (Rengo Europe GmbH and Tri-Wall Group subsidiaries including TRICOR Packaging Systems GmbH).
- One company, an affiliate in the Tri-Wall Group, increased in the companies subject to the equity method.

5. Consolidated Financial Forecast for FY2023 (Year-on-year)

(billion yen)

	FY2022	FY2023 Forecasts	YoY	Diff.
Net sales	846.1	930.0	109.9%	83.9
Operating profit	26.0	47.0	181.1%	21.0
Ordinary profit	28.7	49.0	170.8%	20.3
Profit attributable to owners of parent	20.4	32.0	156.7%	11.6

Assumption for the forecast

Production volume (domestic) YoY

Containerboard	97.2%	99.7%
Corrugated board	99.5%	101.0%

FX rate*	135	130	yen/US\$
Crude oil price (Dubai)	93	85	US\$/bbl

* Annual average of the spot rate at 17:00 in JST, Tokyo Market

The forecast of the financial results described in this material is based on the information currently available.
The figures indicated above do not constitute a guarantee of future performance.

The description of the business plan and the financial forecasts is based on the information currently available.
Any forward-looking information is not a guarantee of future performance.



Finance and Investor Relations Department

Email: ir@rengo.co.jp

<https://www.rengo.co.jp/english/>