

Consolidated Financial Results

1Q FY2021 (Apr.-June 2021)

August 3, 2021

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1. Consolidated Statement of Income

(Year-on-year)

(billion yen)

	Apr.-June 2020	Apr.-June 2021	YoY	Diff.
Net sales	164.8	180.8	109.7%	16.0
Operating income	9.5	11.3	118.1%	1.8
Ordinary income	10.2	12.6	124.4%	2.4
Extraordinary gain and loss	-0.4	4.7	-	5.1
Profit attributable to owners of the parent	6.9	12.3	177.5%	5.4

Main factors underlying extraordinary gain and loss

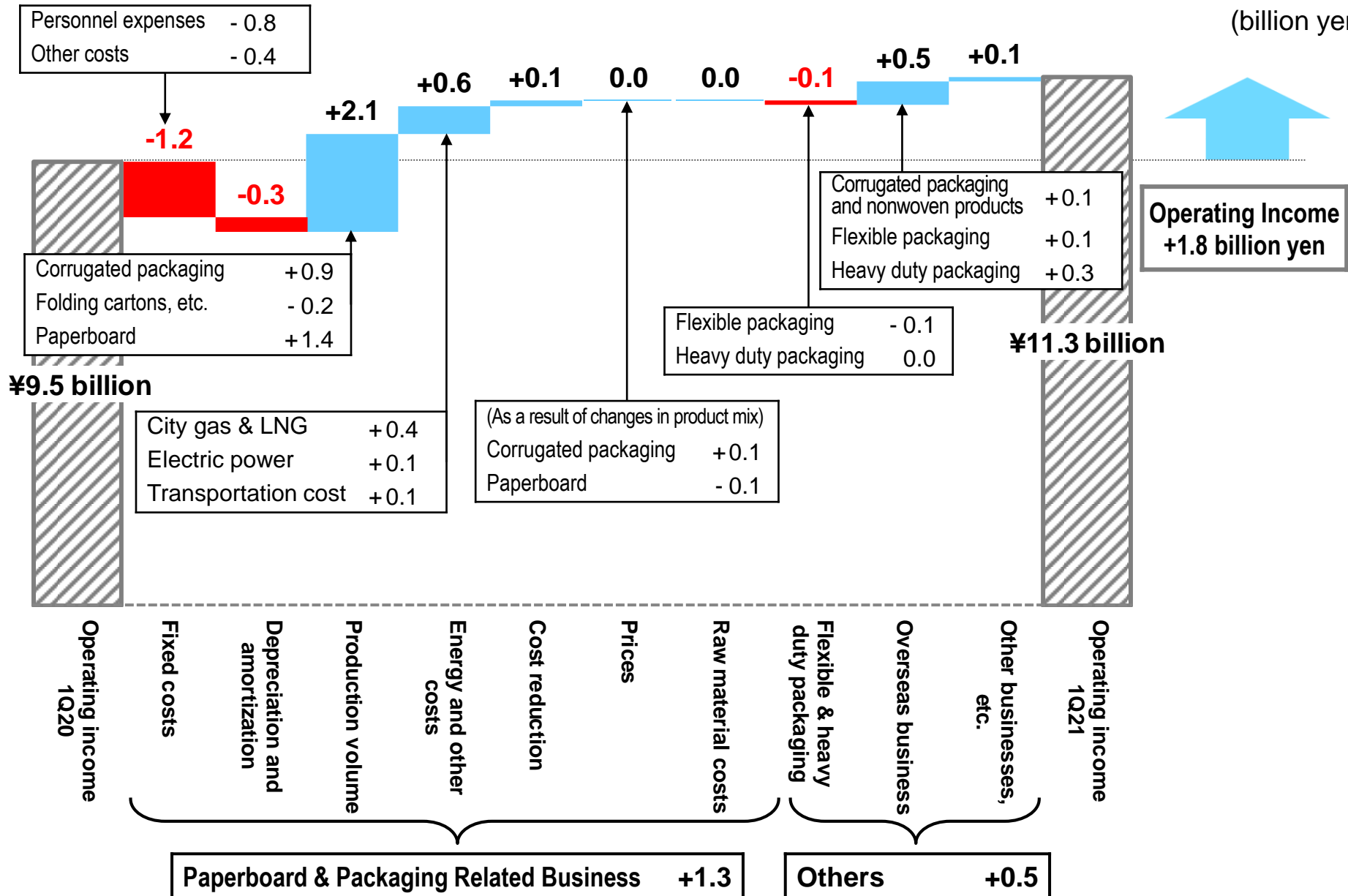
(billion yen)

	Apr.-June 2020
(Extraordinary gain)	
Gain on sales of investment securities	0.1
(Extraordinary loss)	
Loss on sales/retirement of noncurrent assets	0.2
COVID-19 related expenses	0.2

	Apr.-June 2021
(Extraordinary gain)	
Gain on sales of noncurrent assets	4.5
Gain on sales of investment securities	0.6
(Extraordinary loss)	
Environmental expenses	0.3
Loss on sales/retirement of noncurrent assets	0.1

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

(billion yen)

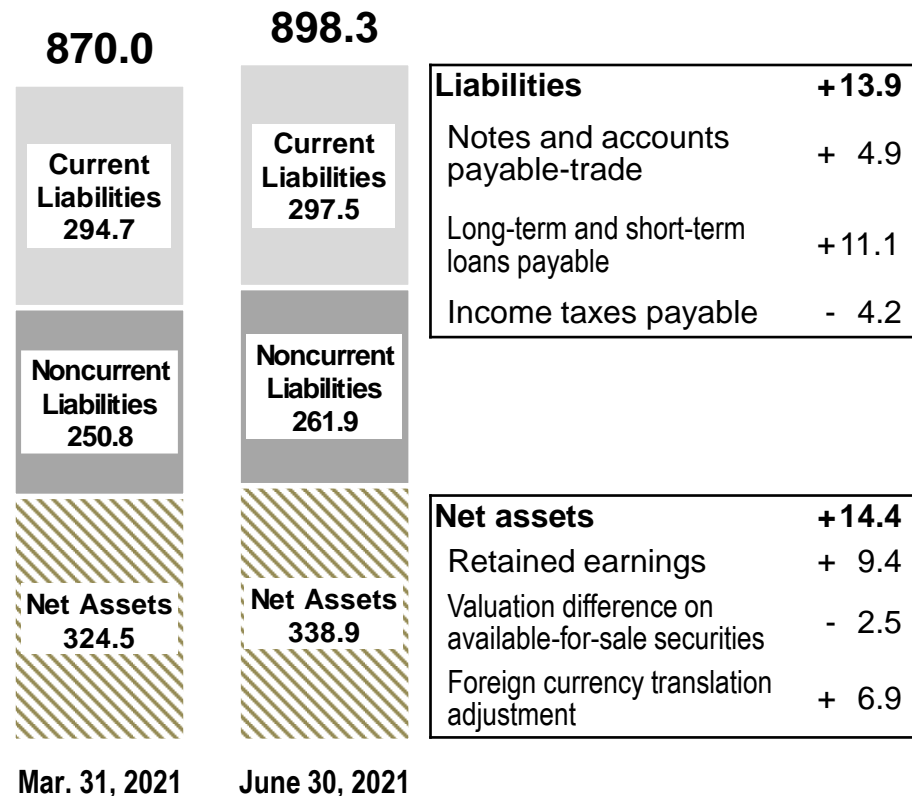
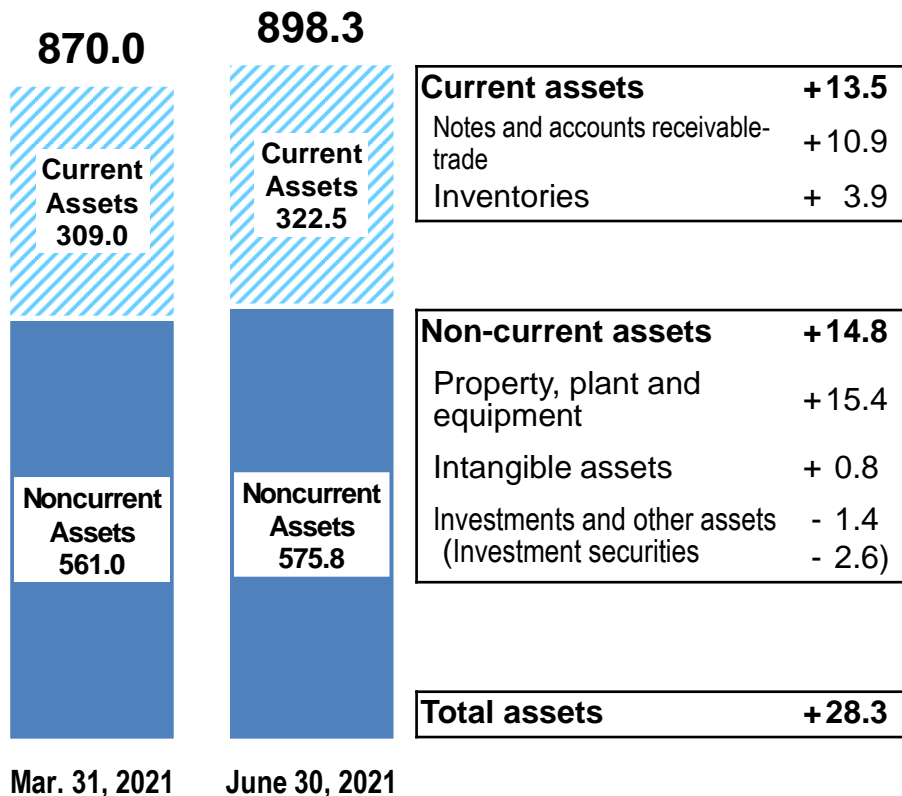


3. Consolidated Balance Sheet

Assets

Liabilities & Net Assets

(billion yen)



	Mar. 31, 2021	June 30, 2021	
Interest-bearing debt	¥330.6 bn	¥343.0 bn	(+12.4 billion yen)
Capital adequacy ratio	36.0 %	36.4 %	(+0.4 pts)
D/E Ratio	1.06 times	1.05 times	(-0.01 pts)

4. Detailed Consolidated Performance (Year-on-year)

		Number of companies*		Net sales (billion yen)				Ordinary income (million yen)				Containerboard production (1,000 MT)			Corrugated board production (million sqm.)		
		1Q20	1Q21	1Q20	1Q21	YoY %	Diff.	1Q20	1Q21	YoY %	Diff.	1Q20	1Q21	YoY %	1Q20	1Q21	YoY %
1	Rengo (unconsolidated)	1	1	79.0	80.3	101.7	1.3	8,817	10,086	114.4	1,269	440	482	109.5	534	544	101.9
2	Paper manufacturing subsidiaries	2	2	7.3	7.8	106.5	0.5	1,209	1,441	119.2	232	107	119	111.2			
3	Paperboard packaging subsidiaries	35	35	50.5	54.8	108.5	4.3	580	1,064	183.4	484				519	564	108.7
4	Flexible packaging subsidiaries	1	2	16.2	21.1	130.4	4.9	783	754	96.3	-29						
5	Heavy duty packaging subsidiaries	3	3	12.0	11.9	99.1	-0.1	1,026	1,055	102.8	29						
6	Other subsidiaries	5	5	39.0	39.0	99.9	0.0	638	737	115.5	99						
Domestic total (1 to 6)		47	48	204.0	214.9	105.4	10.9	13,053	15,137	116.0	2,084	547	601	109.9	1,053	1,108	105.2
7	Paperboard packaging & nonwoven products Subs.	9	9	4.3	5.6	129.8	1.3	-63	93	-	156				61	71	116.4
8	Flexible packaging subsidiaries	3	3	2.8	3.8	136.4	1.0	249	352	141.4	103						
9	Heavy duty packaging subsidiaries	102	106	19.0	24.8	130.6	5.8	1,193	1,537	128.8	344						
Overseas total (7 to 9)		114	118	26.1	34.2	131.1	8.1	1,379	1,982	143.7	603	-	-	-	61	71	116.4
Simply aggregated (1 to 9)				230.0	249.1	108.3	19.1	14,432	17,119	118.6	2,687						
10	Companies subject to the equity method	16	16					343	655	191.0	312						
11	Intersegment eliminations			-65.3	-68.3	-	-3.0	-4,617	-5,140	-	-523						
Total (1 to 11)		177	182	164.8	180.8	109.7	16.0	10,158	12,634	124.4	2,476	547	601	109.9	1,114	1,178	105.7

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

- One company increased and one company decreased in the domestic paperboard packaging subsidiaries (an addition of Kinyosha Printing Co., Ltd. and a change of Tarutani Packaging Co., Ltd. to a domestic heavy duty packaging subsidiary due to a merger by Tarutani Industrial Packaging Corporation).
- One company increased in the domestic flexible packaging subsidiaries (Sun·Tox Co., Ltd., a former equity method affiliate).
- Four companies increased in the overseas heavy duty packaging subsidiaries (Tri-Wall Group subsidiaries).
- One company increased and one company decreased in the companies subject to the equity method (an addition of United Pulp and Paper Company Inc., and a change of Sun·Tox Co., Ltd. to a domestic flexible packaging subsidiary).

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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.