

Consolidated Financial Results

3Q FY2024 (Apr.-Dec. 2024)

February 4, 2025

Contents	
1	Consolidated Operating Results (YOY)
2	Breakdown of Changes in Consolidated Operating Profit (YOY)
3	Consolidated Balance Sheet
4	Consolidated Performance Results at a Glance (YOY)
5	Consolidated Financial Forecast for FY2024 (new/old)
6	Forecast by Reportable Segment for FY2024 (new/old)
7	Breakdown of Changes in Consolidated Operating Profit Forecast (YOY)
8	Major Financial Indicators



1. Consolidated Operating Results

(Year-on-year)

The General Packaging Industry

(billion yen)

	Apr.-Dec. 2023	Apr.-Dec. 2024	YoY	Diff.
Net sales	691.7	741.5	107.2%	49.8
Operating profit	42.7	33.4	78.0%	-9.3
Ordinary profit	45.1	35.3	78.2%	-9.8
Extraordinary gain and loss	3.1	2.7	89.7%	-0.4
Profit attributable to owners of parent	33.0	26.4	79.9%	-6.6

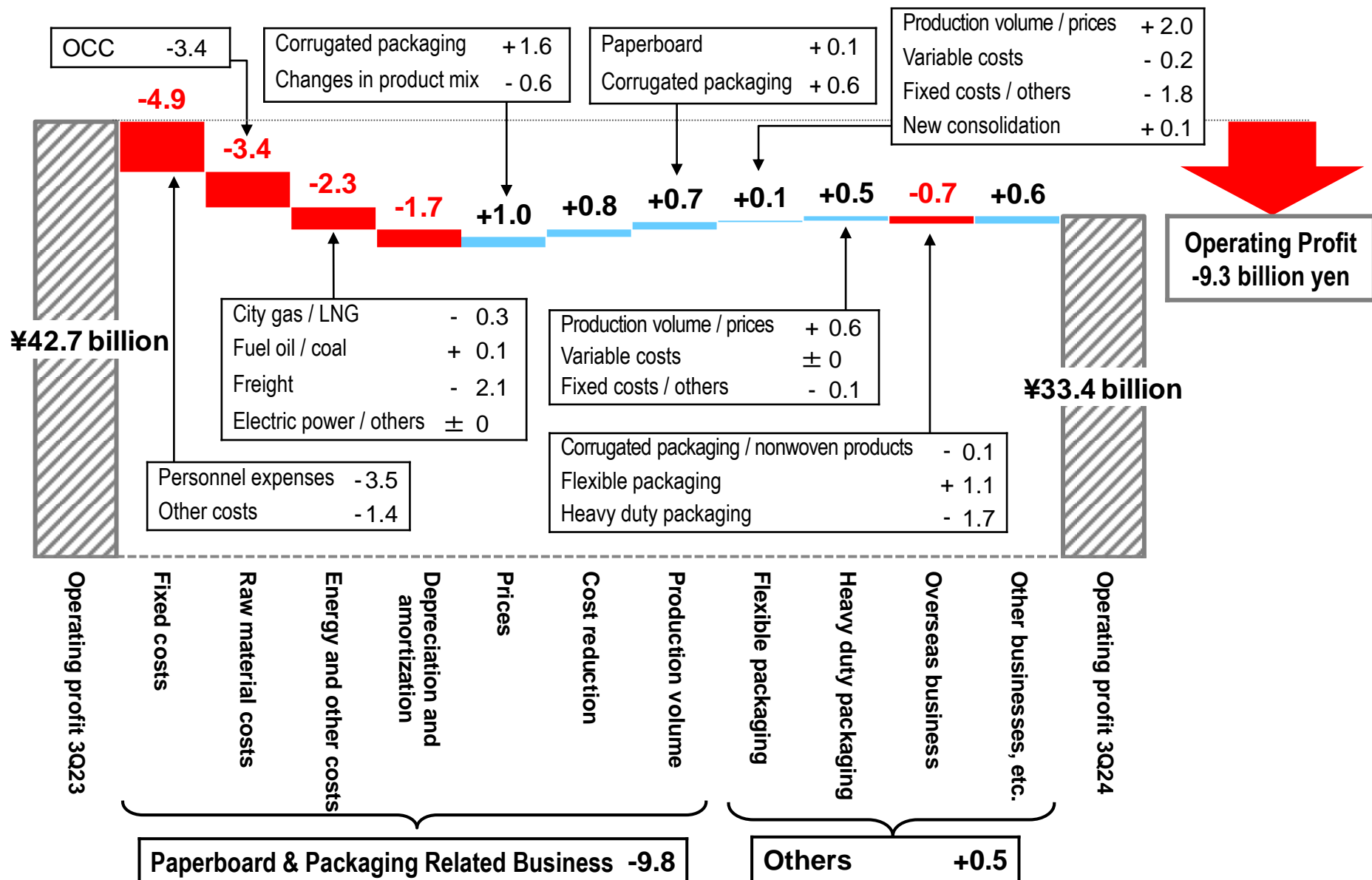
Main factors underlying extraordinary gain and loss

(billion yen)

	Apr.-Dec. 2023
(Extraordinary gain)	
Gain on sales of investment securities	3.6
Gain on sales of noncurrent assets	0.4
(Extraordinary loss)	
Loss on sales/retirement of noncurrent assets	0.7
Plant renewal expenses	0.3

	Apr.-Dec. 2024
(Extraordinary gain)	
Gain on bargain purchase	5.4
(Extraordinary loss)	
Loss on sales/retirement of noncurrent assets	1.0
Plant renewal expenses	0.9
Business structure improvement expenses	0.5
Loss on disaster	0.3

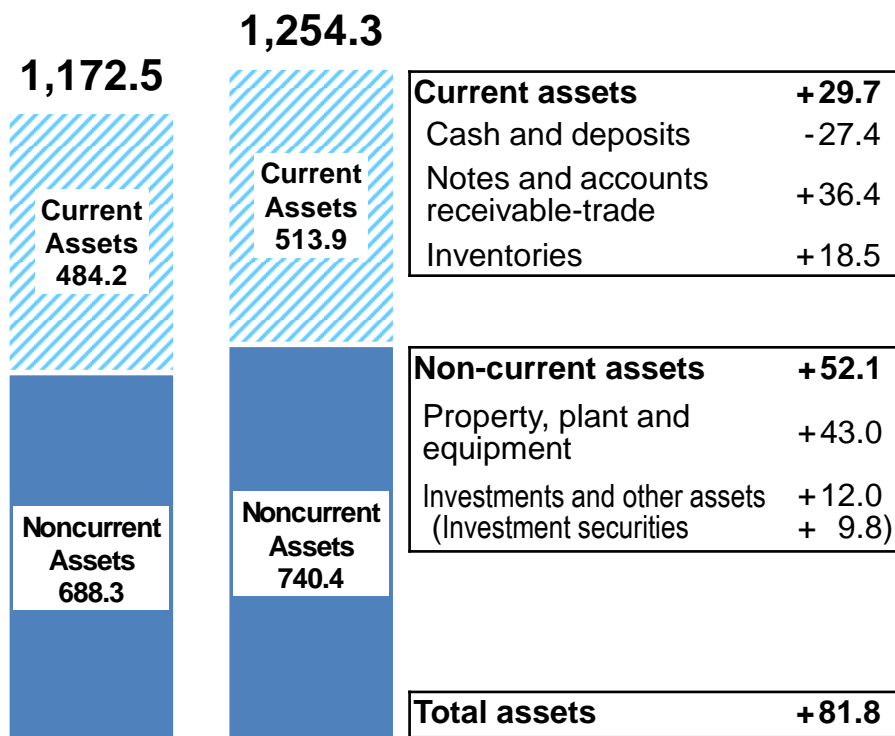
(billion yen)



3. Consolidated Balance Sheet

The General Packaging Industry

Assets

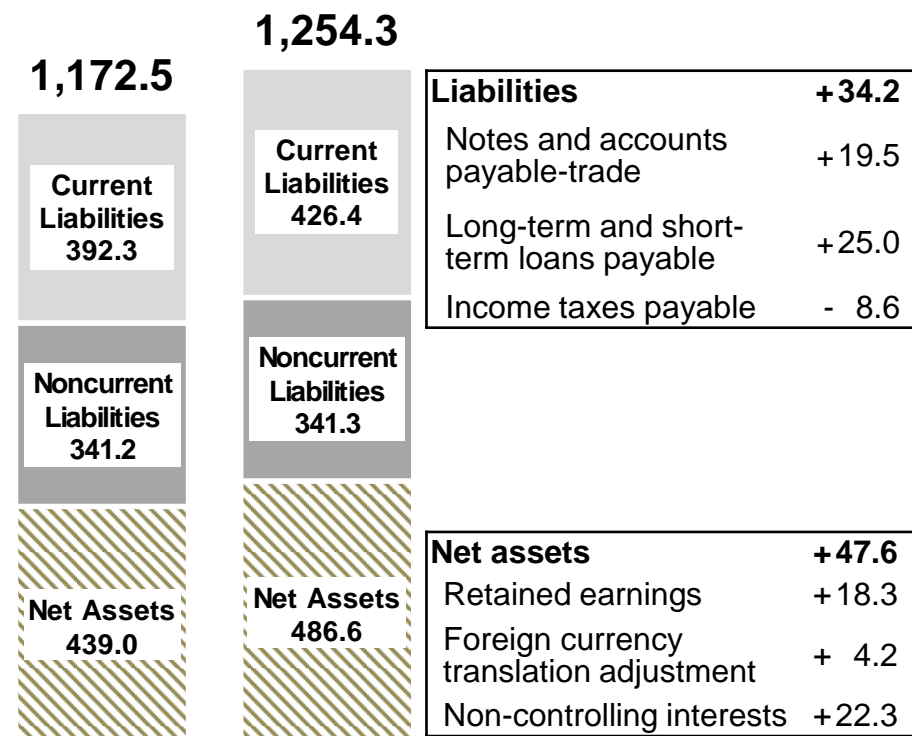


Mar. 31, 2024

Dec. 31, 2024

Liabilities & Net Assets

(billion yen)



Mar. 31, 2024

Dec. 31, 2024

	Mar. 31, 2024	Dec. 31, 2024	
Interest-bearing debt	¥437.7 bn	¥457.5 bn	(+19.8 billion yen)
Shareholders' equity ratio	36.3 %	35.9 %	(-0.4 pts)
D/E ratio	1.03 times	1.02 times	(-0.01 pts)

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

The General Packaging Industry

			Number of companies*		Net sales (billion yen)				Ordinary profit (million yen)				Containerboard production (1,000 MT)			Corrugated board production (million sqm.)		
			3Q23	3Q24	3Q23	3Q24	YoY %	Diff.	3Q23	3Q24	YoY %	Diff.	3Q23	3Q24	YoY %	3Q23	3Q24	YoY %
	1	Rengo (unconsolidated)	1	1	280.6	281.9	100.4	1.3	26,698	18,251	68.4	-8,447	1,353	1,366	101.0	1,576	1,584	100.5
	2	Paper manufacturing subsidiaries	3	3	38.8	38.4	98.9	-0.4	4,278	2,789	65.2	-1,489	330	322	97.6			
	3	Paperboard packaging subsidiaries	37	35	194.4	194.6	100.1	0.2	5,304	5,355	101.0	51				1,672	1,674	100.1
	4	Flexible packaging subsidiaries	4	5	88.8	140.5	158.3	51.7	3,835	4,837	126.1	1,002						
	5	Heavy duty packaging subsidiaries	3	3	37.9	39.0	102.8	1.1	1,701	2,258	132.7	557						
	6	Other subsidiaries	5	8	150.1	152.4	101.5	2.3	1,649	2,241	135.9	592						
Domestic total (1 to 6)			53	55	790.7	846.7	107.1	56.0	43,465	35,731	82.2	-7,734	1,683	1,687	100.2	3,249	3,258	100.3
	7	Paperboard packaging & nonwoven products Subs.	9	9	18.0	18.0	100.1	0.0	-24	-99	-	-75				184	191	103.8
	8	Flexible packaging subsidiaries	6	7	23.3	26.8	114.7	3.5	1,941	2,877	148.2	936						
	9	Heavy duty packaging subsidiaries	118	126	135.8	136.2	100.3	0.4	8,660	7,086	81.8	-1,574						
Overseas total (7 to 9)			133	142	177.1	181.0	102.2	3.9	10,577	9,864	93.3	-713	-	-	-	184	191	103.8
Simply aggregated (1 to 9)					967.8	1,027.7	106.2	59.9	54,042	45,595	84.4	-8,447						
	10	Companies subject to the equity method	17	18					1,699	1,771	104.2	72						
	11	Intersegment eliminations			-276.0	-286.2	-	-10.2	-10,652	-12,089	-	-1,437						
Total (1 to 11)			203	215	691.7	741.5	107.2	49.8	45,089	35,277	78.2	-9,812	1,683	1,687	100.2	3,432	3,449	100.5

* Changes in the number of companies compared to the previous year are as follows ([1] [2] [3] [4] are part of RM TOHCELLO Group).

- Two companies decreased in the domestic paperboard packaging subsidiaries (Nitto Shiki Kogyo Co., Ltd. and Tachikawa Danboru Kogyo Co., Ltd.).
- Two companies increased (RM TOHCELLO CO., LTD.^[1] and Shikoku Tohcello Co., Ltd.^[2]) and one company decreased (Sun-Tox Co., Ltd.) in the domestic flexible packaging subsidiaries.
- Three companies increased in the other subsidiaries (Tohcello Logistics Co., Ltd.^[3], OASIS Inc. and OASIS EXPRESS Inc.).
- One company increased in the overseas flexible packaging subsidiaries (SIAM TOHCELLO CO., LTD.^[4]).
- The number of companies in the overseas heavy duty packaging subsidiaries increased by eight (Tri-Wall Group).
- The number of companies subject to the equity method increased by one (Tri-Wall Group).

5. Consolidated Financial Forecast for FY2024 (new/old)

The General Packaging Industry

(billion yen)

	FY2024 Forecast (old)	FY2024 Forecast (new)	new/old	Diff.
Net sales	1,000.0	1,000.0	100.0%	0.0
Operating profit	50.0	38.0	76.0%	-12.0
Ordinary profit	52.0	40.0	76.9%	-12.0
Profit attributable to owners of parent	35.0	28.0	80.0%	-7.0

Assumption for the forecast

Production volume (domestic) YoY

Containerboard	101.6%	100.7%
Corrugated board	103.0%	100.5%

FX rate	151	154 yen/US\$
Crude oil price (Dubai)	89	80 US\$/bbl

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.

6. Forecast by Reportable Segment for FY2024 (new/old)

The General Packaging Industry

(billion yen)

	Net sales				Operating profit			
	FY2024 Forecast (old)	FY2024 Forecast (new)	new/old	Diff.	FY2024 Forecast (old)	FY2024 Forecast (new)	new/old	Diff.
Paperboard and Packaging-Related Business	512.4	514.0	100.3%	1.6	32.1	23.0	71.7%	-9.1
Flexible Packaging-Related Business	184.4	184.0	99.8%	-0.4	5.5	5.0	90.9%	-0.5
Heavy Duty Packaging-Related Business	51.1	47.0	92.0%	-4.1	2.1	1.8	85.7%	-0.3
Overseas Business	212.4	217.0	102.2%	4.6	8.8	5.6	63.6%	-3.2
Other Businesses, etc.	39.7	38.0	95.7%	-1.7	1.5	2.6	173.3%	1.1
Total	1,000.0	1,000.0	100.0%	0.0	50.0	38.0	76.0%	-12.0

The forecast of the financial results described in this material is based on the information currently available.

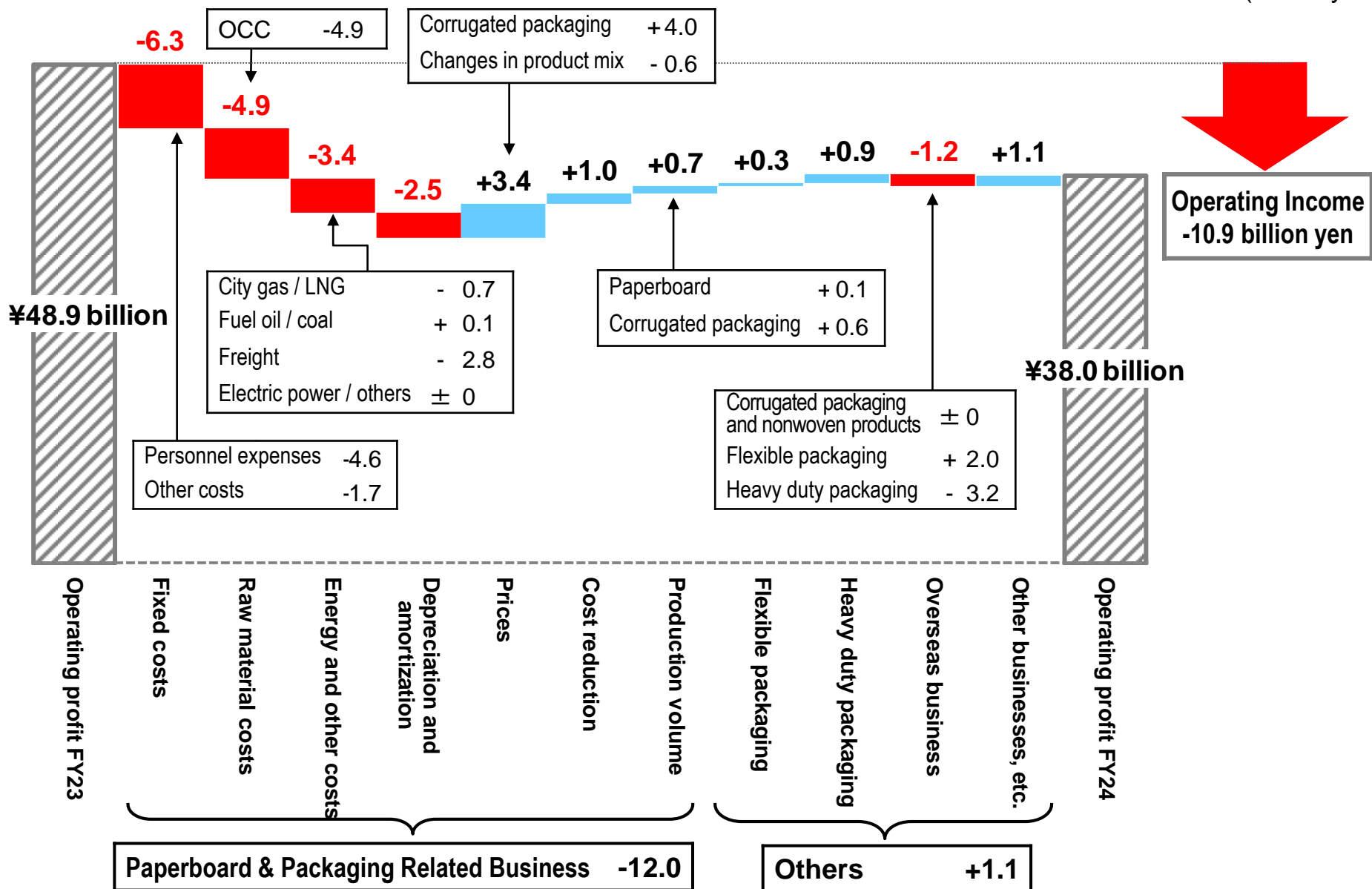
The figures indicated above do not constitute a guarantee of future performance.

Other Businesses, etc. including rounding error may not match with the total.

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

The General Packaging Industry

(billion yen)



8. Major Financial Indicators

		(million yen)	
		FY2023	FY2024
(1) Net sales		900,791	1,000,000
(2) Operating profit		48,855	38,000
(3) Ordinary profit		47,984	40,000
(4) Profit attributable to owners of parent		33,025	28,000
(5) Total assets		1,172,515	1,254,300
(6) Total shareholders' equity ^{*1}		425,294	450,600
(7) Net assets		438,978	486,600
(8) Interest-bearing debt		437,669	457,500
(9) Capital expenditures		73,833	101,500
(10) Depreciation and amortization		48,761	53,000
*1 Total shareholders' equity = Net assets - non-controlling interests			
(11) Return on equity (ROE) ^{*2}	%	8.3	6.4
(12) Shareholders' Equity ratio	%	36.3	35.9
(13) EBITDA	million yen	101,054	94,500
(14) D/E Ratio	times	1.03	1.02
(15) Ratio of net sales to interest-bearing debt	%	48.6	45.8
(16) Ordinary profit margin	%	5.3	4.0
*2 Calculated with the average of equity at the beginning and the end of the year			
Cash dividends applicable to the period	yen	30	30

As of the end of
Dec. 2024

(4) / (6)

(6) / (5)

(2)+(10)+Amortization of goodwill

(8) / (6)

(8) / (1)

(3) / (1)

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/>