Summary of Consolidated Financial Results for the Three Months Ended June 30, 2026 (unaudited) (Based on Japanese GAAP)

August 7, 2026

Company name:	Tokushu Tokai Paper Co., Ltd.		
Stock exchange listings:	Tokyo		
Code number:	3708	URL https://www.tt-paper.co.jp	
Representative:	President and Chief Executive Officer	Takashi Kimura	
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Dividend payment date: —

Availability of support documentation: Yes

Holding of financial result briefing: No

(All yen figures are rounded down to the nearest one million yen)

1. Consolidated Financial Results for the Three Months Ended June 30, 2026 (April 1, 2026 – June 30, 2026)

(1) Consolidated Operating Results

(% represents the change from the same period in the previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
Three Months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2026	25,225	3.9	1,464	10.5	2,129	7.3	1,646	20.2
June 30, 2025	24,284	7.0	1,325	26.3	1,985	0.7	1,370	(2.7)

Note: Comprehensive income

Three Months ended June 30, 2026	2,190 million yen	13.4%
Three Months ended June 30, 2025	1,931 million yen	6.0%

	Basic earnings per share	Diluted earnings per share
Three Months ended	Yen	Yen
June 30, 2026	46.83	46.62
June 30, 2025	39.32	39.17

The Company conducted a stock split at a ratio of 3 shares for 1 common share on October 1, 2025. Basic quarterly earnings per share and diluted quarterly earnings per share have been calculated under the assumption that the stock split was conducted at the beginning of the previous consolidated fiscal year.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2026	141,859	91,104	59.5
As of March 31, 2026	141,310	90,102	58.9

Reference: Equity	As of June 30, 2026	84,383 million yen
	As of March 31, 2026	83,298 million yen

2. Dividends

	Annual Dividends per share				
	1st quarter end	2nd quarter end	3rd quarter end	End of fiscal year	Total
Fiscal year ended	Yen	Yen	Yen	Yen	Yen
March 31, 2026	–	65.00	–	32.00	–
March 31, 2027	–				
Fiscal year ending March 31, 2027 (Forecast)		47.00	–	47.00	94.00

Note: Revision to dividend forecasts published most recently: No
The Company conducted a stock split at a ratio of 3 shares for 1 common share on October 1, 2025. Accordingly, the year-end dividend per share for the fiscal year ended March 31, 2026 is stated taking into account the stock split, and the total annual dividend per share for the fiscal year is shown as "–".

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2027 (April 1, 2026 – March 31, 2027)

(% represents the change from the same period in the previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full fiscal year	100,000	4.8	3,200	(25.5)	5,800	1.2	4,600	5.3	131.65

Note: Revision to financial forecasts published most recently: No

4. Others

[1] Significant changes in the scope of consolidation during the period: No

New –
Eliminated –

[2] Changes in accounting principles, changes in accounting estimates and restatements

1) Changes in accounting policies due to the revision of accounting standards: No
2) Changes in accounting policies other than 1) above: No
3) Changes in accounting estimates: No
4) Retrospective restatements: No

[3] Number of issued shares (common shares)

(i) Number of issued shares (including treasury shares) as of:
June 30, 2026 39,000,000 shares
March 31, 2026 39,000,000 shares

(ii) Number of treasury shares as of:
June 30, 2026 4,102,892 shares
March 31, 2026 4,151,869 shares

(iii) Average number of shares during the period:
Three months ended June 30, 2026 35,152,527 shares
Three months ended June 30, 2025 34,848,865 shares

The Company has introduced Stock Benefit Trust (J-ESOP). The shares of the Company's stock held by the Stock Benefit Trust are included in treasury shares which are deducted when calculating the number of treasury shares at year end and the average number of shares during the period.

The Company conducted a stock split at a ratio of 3 shares for 1 common stock on October 1, 2025. The average number of shares during the period has been calculated under the assumption that the stock split was conducted at the beginning of the previous consolidated fiscal year.

*Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: No

*Explanations pertaining to appropriate use of information concerning future forecasts
The operating results forecasts and certain other statements contained in this document are forward-looking statements, which are rationally determined based on information available to the company at the time the results were announced. Actual performance may differ substantially from these projections due to fluctuations in the economy or a variety of other known and unknown factor.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and deposits	7,806	7,528
Notes and accounts receivable - trade, and contract assets	24,580	25,878
Electronically recorded monetary claims	644	687
Merchandise and finished goods	6,696	7,031
Work in process	2,148	2,211
Raw materials and supplies	7,678	7,064
Other	1,451	1,702
Allowance for doubtful accounts	(23)	(26)
Total current assets	50,983	52,077
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	17,109	16,893
Machinery, equipment and vehicles, net	27,737	27,018
Land	13,111	13,117
Other, net	8,369	8,292
Total property, plant and equipment	66,327	65,321
Intangible assets		
Goodwill	2,923	2,809
Other	435	465
Total intangible assets	3,359	3,275
Investments and other assets		
Investment securities	17,474	18,193
Retirement benefit asset	1,008	979
Deferred tax assets	768	667
Other	1,531	1,489
Allowance for doubtful accounts	(143)	(143)
Total investments and other assets	20,639	21,185
Total non-current assets	90,326	89,782
Total assets	141,310	141,859

(Millions of Yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	8,581	9,332
Short-term loans payable	8,450	5,790
Current portion of long-term loans payable	5,819	6,467
Current portion of bonds	110	110
Income taxes payable	968	461
Provision for bonuses	611	375
Other	8,859	8,393
Total current liabilities	33,400	30,930
Non-current liabilities		
Bonds payable	80	52
Long-term loans payable	12,028	13,605
Deferred tax liabilities	1,716	2,070
Provision for directors’ retirement benefits	102	106
Provision for environmental measures	47	47
Provision for loss on business of subsidiaries and associates	31	31
Retirement benefit liability	1,054	1,050
Asset retirement obligations	607	608
Other	2,140	2,252
Total non-current liabilities	17,808	19,825
Total liabilities	51,208	50,755
Net assets		
Shareholders’ equity		
Capital stock	11,485	11,485
Capital surplus	3,977	3,976
Retained earnings	67,129	67,651
Treasury shares	(4,834)	(4,778)
Total shareholders’ equity	77,758	78,334
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,566	5,102
Deferred gains or losses on hedges	(0)	0
Remeasurements of defined benefit plans	973	945
Total accumulated other comprehensive income	5,539	6,048
Share acquisition rights	162	108
Non-controlling interests	6,641	6,611
Total net assets	90,102	91,104
Total liabilities and net assets	141,310	141,859

(2) Quarterly Consolidated Statements of Income and Quarterly Consolidated Statements of Comprehensive Income

Quarterly Consolidated Statements of Income

(Millions of Yen)

	Three Months ended June 30, 2025	Three Months ended June 30, 2026
Net sales	24,284	25,225
Cost of sales	20,717	21,364
Gross profit	3,566	3,860
Selling, general and administrative expenses	2,241	2,396
Operating income	1,325	1,464
Non-operating income		
Interest income	1	2
Dividend income	190	222
Rent income	32	34
Insurance income	5	46
Share of profit of entities accounted for using equity method	369	352
Other	145	109
Total non-operating income	745	766
Non-operating expenses		
Interest expenses	67	80
Other	18	19
Total non-operating expenses	86	100
Ordinary income	1,985	2,129
Extraordinary income		
Gain on sales of non-current assets	21	19
National subsidies	—	188
Total extraordinary income	21	208
Extraordinary losses		
Loss on sales of non-current assets	0	—
Loss on retirement of non-current assets	104	3
Total extraordinary losses	104	3
Profit before income taxes	1,901	2,334
Income taxes - current	223	423
Income taxes - deferred	269	230
Total income taxes	493	653
Profit	1,408	1,680
Profit (loss) attributable to non-controlling interests	38	34
Profit attributable to owners of parent	1,370	1,646

Quarterly Consolidated Statements of Comprehensive Income

(Millions of Yen)

	Three Months ended June 30, 2025	Three Months ended June 30, 2026
Profit	1,408	1,680
Other comprehensive income		
Valuation difference on available-for-sale securities	532	531
Deferred gains or losses on hedges	(0)	0
Remeasurements of defined benefit plans	(10)	(27)
Share of other comprehensive income of entities accounted for using equity method	2	4
Total other comprehensive income	523	509
Comprehensive income	1,931	2,190
Comprehensive income attributable to		
Owners of parent	1,893	2,155
Non-controlling interests	37	34

Segment Information

Information on Net Sales, Profit/Loss of Each Reportable Segment

Three Months ended June 30, 2025

(Millions of yen)

	Industrial Material	Special Material	Household Products	Environment Related	Total	Adjustment (Note 1)	Consolidated (Note 2)
Net sales Sales to outside	10,688	5,315	4,663	3,617	24,284	—	24,284
Intersegment sales and transfers	632	98	42	810	1,584	(1,584)	—
Total	11,320	5,413	4,706	4,428	25,869	(1,584)	24,284
Segment profit or loss	315	532	188	259	1,295	29	1,325

Three Months ended June 30, 2026

(Millions of yen)

	Industrial Material	Special Material	Household Products	Environment Related	Total	Adjustment (Note 1)	Consolidated (Note 2)
Net sales Sales to outside	10,999	5,268	4,849	4,108	25,225	—	25,225
Intersegment sales and transfers	641	111	45	810	1,607	(1,607)	—
Total	11,640	5,379	4,895	4,918	26,833	(1,607)	25,225
Segment profit or loss	259	396	253	574	1,484	(20)	1,464

Notes:

1. "Adjustment" is due to intersegment elimination, etc.
2. Segment profit total was adjusted to be consistent with the operating income recorded on the Consolidated Statements of Income.