

March 27, 2026

To whom it may concern,

Company name: Mitsubishi Paper Mills Limited
Representative: Ryuichi Kisaka, President and CEO
(Code No. 3864, TSE Prime)
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Notice Regarding Recording of Gain on Sale of Investment Securities (Extraordinary Income)

Mitsubishi Paper Mills Limited (the “Company”) announces the following gain on sale of investment securities that resulted from the sale of a part of the investment securities held by the Group as follows.

Details:

1. Reason for sale of investment securities

As announced on February 13, 2026 (Attachment (i)), the Company has been working to decrease its shareholdings (including deemed holdings) for the purpose of reducing shareholdings to 20% or less of its net assets by March 31, 2028 during the period of the current Medium-term Management Plan, based on the corporate governance code. As part of this initiative, the Company sold a portion of the investment securities.

2. Period for the accrual of the gain on sale of investment securities

- (1) Securities sold: Six listed securities and three unlisted securities which were held by the Group
- (2) Period of sale: January to March 2026
- (3) Gain on sale of investment securities: 3,227 million yen (611 million yen on a non-consolidated basis)

3. Future outlook

The gain on sale of investment securities detailed above will be recorded as extraordinary income in the fourth quarter of the consolidated fiscal year ending March 31, 2026. The total gain on sale of investment securities to be recorded by the Group during the consolidated fiscal year ending March 31, 2026, including the gain on sale detailed above, will be 4,125 million yen (1,505 million yen on a non-consolidated basis).

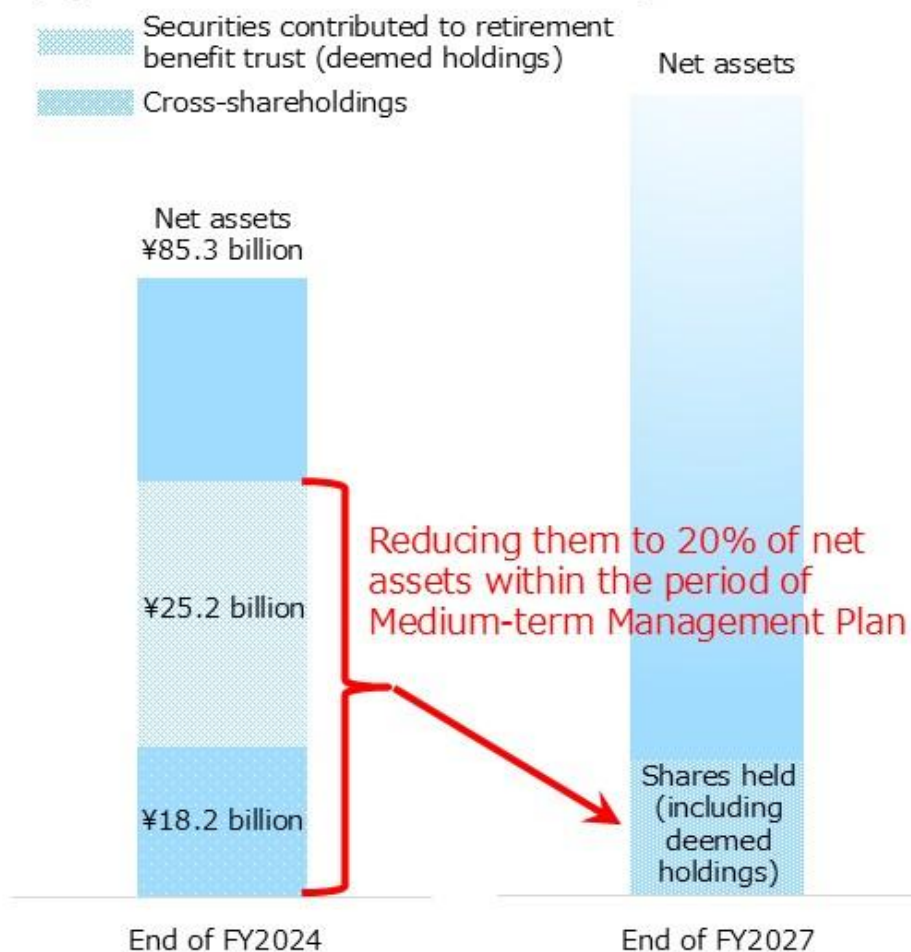
We are currently reviewing our financial results forecast for the fiscal year ending March 31, 2026 in consideration of many different factors, and therefore we have not made any changes to the forecast previously published on February 13, 2026.

If any matter that should be disclosed arises in view of recent business performance trends, we will promptly disclose it.

Financial Strategy for Achieving Medium-term Management Plan



(2) Initiatives for the future (FY2025 and onward)



➤ Reduction of shares held

- Reducing cross-shareholdings and securities contributed to the retirement benefit trust

➤ Effective use of cash

- Improvement of financial position
- Management investments for growth and profitability improvement (Investments for expanding functional materials and upgrading aging facilities)
- Shareholder return

➤ Disposal of idle assets

- Planning to dispose of real estate, machinery, and equipment