

ENGLISH TRANSLATION FOR REFERENCE PURPOSE ONLY

This notice is an English translation of the original Japanese text of the timely disclosure statement dated February 6, 2026 issued by Daio Paper Corporation, and is for reference purposes only. In the event of any discrepancy between the original Japanese text and this English translation, the Japanese text shall prevail.

February 6, 2026

To whom it may concern

Company Name: Daio Paper Corporation

Representative: Yorifusa Wakabayashi, Representative Director, President and Chief Executive Officer

Securities Code: 3880 Prime Market of Tokyo Stock Exchange

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(Progress of Disclosure) Announcement Regarding the Grant Allocation Decision Following the Adoption of METI's "Support Project for Energy and Manufacturing Process Conversion in Hard-to-Abate Sectors (Project II (Chemicals, Paper Pulp, Cement, etc.))"

As previously announced in the timely disclosure statement dated October 7, 2025 regarding the adoption of METI's "Support Project for Energy and Manufacturing Process Conversion in Hard-to-Abate Sectors (Project II: Chemicals, Paper Pulp, Cement, etc.)", Daio Paper Corporation has now received the official Grant Allocation Decision Notice under the FY2025 (Reiwa 7) Decarbonization Growth-Oriented Economic Structure Transition Promotion Program.

We hereby provide the details below.

1. Details of the Grant

- 1) Applying company: Daio Paper Corporation
- 2) Project name: Coal boiler shutdown by construction of new power generation equipment capable of handling high-chlorine fuel.
- 3) Capital investment: 27.2 billion yen
- 4) Allocated Grant Amount: 8 billion yen

2. Outlook for the future

The impact of this matter on the Daio Paper Corporation's consolidated financial results for the fiscal year ending March 31, 2026 will be insignificant. However, if any impact on Daio Paper Corporation's financial results is expected, an announcement will be made promptly.

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