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Securities code:	8032 (Tokyo Stock Exchange - Prime Market)
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Notice Regarding Recognition of Extraordinary Losses

Japan Pulp & Paper Co., Ltd. (hereinafter, “the Company”) hereby announces that it has recorded extraordinary losses for the fiscal year ended March 31, 2026 (from April 1, 2025 to March 31, 2026), as outlined below.

1. Recognition of Extraordinary Losses in Non-Consolidated Financial Statements

The Company examined the future recoverability of shares with respect to OVOL Papier Deutschland GmbH, a consolidated subsidiary located outside of Japan, and two other consolidated non-Japan subsidiaries (hereinafter, “the three European business entities”), together with the shares of a non-consolidated subsidiary and an affiliated company, both also located in Japan, and determined that their fair values had declined significantly. Accordingly, the Company recognized impairment losses and recorded a “Loss on valuation of shares of subsidiaries and associates” of JPY 8,468 million as an extraordinary loss in the current fiscal year.

Of the aforementioned amount, JPY 8,394 million relates to consolidated subsidiaries and has been eliminated in the consolidated financial statements. Therefore, the impact on consolidated results is immaterial.

2. Recognition of Extraordinary Losses in Consolidated Financial Statements

The Company has recorded an expense of JPY 2,464 million associated with structural reforms at consolidated subsidiaries outside of Japan, including the three European business entities, as an extraordinary loss under business restructuring expenses.

In addition, as a result of a review of future plans at the three European business entities, the realization of initially anticipated profits is now expected to be delayed. Accordingly, the Company has recorded impairment losses on goodwill related to the three European business entities in the amount of JPY 1,776 million as an extraordinary loss in the current consolidated fiscal year.

3. Impact on Financial Results

The impact of the above extraordinary losses on the financial results has been reflected in the “Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (Under Japanese GAAP)” announced today.