Consolidated Financial Results
for the First Quarter of the Fiscal Year Ending March 31, 2025 [J-GAAP]

August 8, 2024

Company Name: **Dai Nippon Printing Co., Ltd.**
Stock exchange listing: Tokyo
Stock code: 7912 URL: https://www.global.dnp
Representative: Yoshinari Kitajima, President
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Dividend payment date: –
Preparation of quarterly earnings presentation material: Yes
Holding of quarterly results briefing: No

(Amounts under one million yen have been rounded down.)

1. Consolidated financial results for the first three months ended June 30, 2024 (April 1, 2024 – June 30, 2024)

(1) Consolidated financial results

(Percentages show change from corresponding year-ago period.)

	Net Sales		Operating Income		Ordinary Income		Net Income Attributable to Parent Company Shareholders	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2024	356,654	3.3	18,444	38.9	25,608	32.1	63,293	9.0
Three months ended June 30, 2023	345,098	3.2	13,282	(21.5)	19,385	(14.3)	58,056	268.8

Note: Comprehensive income: For the first three months ended June 30, 2024: ¥42,007 million (21.4%)
For the first three months ended June 30, 2023: ¥34,595 million (-%)

	Net Income per Share	Diluted Net Income per Share
	Yen	Yen
Three months ended June 30, 2024	267.35	267.34
Three months ended June 30, 2023	225.12	225.11

(2) Consolidated financial position

	Total Assets	Net Assets	Equity Ratio
	Million yen	Million yen	%
As of June 30, 2024	1,948,093	1,249,118	60.4
As of March 31, 2024	1,955,629	1,236,687	59.6

Note: Stockholders' equity: As of June 30, 2024: ¥1,177,614 million As of March 31, 2024: ¥1,165,927 million

2. Dividends

	Annual Dividends (Yen)				
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year-end	Total
Year ended March 31, 2024	–	32.00	–	32.00	64.00
Year ending March 31, 2025	–				
Year ending March 31, 2025 (Forecasts)		32.00	–	16.00	–

Note: Revisions to the most recently announced dividend forecasts during the first quarter: Yes

※ As Dai Nippon Printing Co., Ltd. plans to conduct a 2-for-1 stock split of shares of common stock, effective October 1, 2024, the year-end dividend per share for the fiscal year ending March 31, 2025 (forecasts) is stated after taking into account the effect of this stock split, and the total annual dividend per share is "–."

The year-end dividend per share for the fiscal year ending March 31, 2025 (forecasts) without considering the stock split is 32.00 yen. For details, please refer to "Explanation regarding appropriate use of earnings forecasts and other special notes."

3. Consolidated earnings forecasts for the year ending March 31, 2025 (April 1, 2024 – March 31, 2025)

(Percentages show change from corresponding year-ago period.)

	Net Sales		Operating Income		Ordinary Income		Net Income Attributable to Parent Company Shareholders		Net Income per Share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	1,455,000	2.1	80,000	6.0	100,000	1.3	90,000	(18.9)	191.40

Note: Revisions to the most recently announced earnings forecasts during the first quarter: No

*"Net income per share" in the consolidated forecasts takes into account the effect of the stock split. Without considering the stock split, net income per share in the consolidated earnings forecasts for the fiscal year ending March 31, 2025 (full year) would be 382.80 yen. For details, please refer to "Explanation regarding appropriate use of earnings forecasts and other special notes."

*At a meeting of the Board of Directors held on March 8, 2024, the Company resolved to repurchase its own shares. In the calculation of "net income per share" in the consolidated earnings forecasts, the impact of the share repurchase after July 1, 2024 based on this resolution is not taken into account.

Other information

(1) Significant changes in scope of consolidation during the first quarter: No

(2) Application of accounting procedures peculiar to quarterly consolidated financial statement preparation: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of revisions

1) Changes in accounting policies with revision of accounting standards: Yes
2) Changes in accounting policies other than the 1) above: No
3) Changes in accounting estimates: No
4) Restatement of revisions: No

Note: For more information, see the section titled, "2. Quarterly consolidated financial statements and notes (3) Notes regarding quarterly consolidated financial statements [Changes in accounting policies]," on page 9.

(4) Number of common shares issued and outstanding

1) Number of common shares outstanding at end of each period (including treasury shares)	As of June 30, 2024	277,240,346 shares	As of March 31, 2024	277,240,346 shares
2) Number of treasury shares at end of each period	As of June 30, 2024	42,855,164 shares	As of March 31, 2024	37,642,211 shares
3) Average number of shares outstanding during the period (cumulative from the start of the fiscal year)	Three months ended June 30, 2024	236,741,420 shares	Three months ended June 30, 2023	257,887,269 shares

*Review of the accompanying quarterly consolidated financial statements by a certified public accountant or an auditing firm: Yes (optional)

*Explanation regarding appropriate use of earnings forecasts and other special notes

1. Forward-looking statements in this report, including earnings forecasts, are based on assumptions about economic conditions, market trends, and other factors at the time the report was published. Actual results may differ significantly due to a variety of factors.

   For information about earnings forecasts, see the section titled, “1. Overview of operating results, etc. (3) Explanation of the consolidated earnings forecasts and other projections,” on page 4.
2. At a meeting of the Board of Directors held on August 8, 2024, the Company resolved to conduct a stock split, whereby each share of common stock will be divided into 2 shares effective October 1, 2024. The Company’s dividend forecasts and consolidated earnings forecasts for the fiscal year ending March 31, 2025, without taking the stock split into consideration, are as follows.
   (1) Dividend forecasts for the fiscal year ending March 31, 2025
   Year-end dividend per share: 32.00 yen
   (2) Consolidated earnings forecasts for the year ending March 31, 2025
   Net income per share Full year: 382.80 yen
3. Supplementary briefing materials for financial results will be posted on TDnet and the Company’s website.

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Independent Auditor's Interim Review Report

1. Overview of operating results, etc.

(1) Overview of operating results

The environment surrounding the DNP Group during the first three months of the fiscal year ending March 31, 2025 showed signs of gradual economic recovery due to such factors as a pickup in personal consumption resulting from improvement in the domestic employment/ income situation and recovery in inbound tourism-related demand. However, the future remains difficult to predict, largely because of prolonged geopolitical risks, persistently high costs for raw materials and fuel, rising domestic prices, and labor shortages. Concerns also remain regarding the effects of climate change and natural disasters such as earthquakes.

Even amidst rapid changes in the surrounding environment, society, and economy, the DNP Group does not merely respond to changes and risks, but rather takes the initiative to instigate change that is based on a long-term perspective, and to engage in business activities aimed at creating a better future. The DNP Group works to expand its business domain by combining its unique strengths in “P&I” (printing and information) while increasing collaboration with diverse external partners.

The year through March 2025 is the second year covered by our current Medium-Term Management Plan for the three years from April 2023 to March 2026. By implementing concrete initiatives based on business strategies, financial strategies and non-financial strategies, we intend to continue to focus on continuously generating business value and shareholder value.

In terms of business strategies, we are building a business portfolio that allows us to leverage our strengths over the medium to long term as we also accelerate value creation primarily in focus business areas. Regarding financial strategies, we appropriately allocate the cash flow that we generate between investment in further business growth and shareholder returns. As to non-financial strategies, we are strengthening the business base that supports DNP’s sustainable growth, mainly by increasing investment in human capital, enhancing intellectual capital, and addressing environmental concerns.

In addition, we will prepare for natural disasters and other unpredictable circumstances by implementing thorough business continuity management (BCM) and by promoting various ongoing, Group-wide corporate activities.

As a result of the above, consolidated net sales for the first three months grew 3.3% year on year to ¥356.6 billion, consolidated operating income grew 38.9% to ¥18.4 billion, consolidated ordinary income grew 32.1% to ¥25.6 billion, and net income attributable to parent company shareholders grew 9.0% to ¥63.2 billion due partly to the recording of extraordinary gains on the sale of investment securities.

Smart Communication

In Imaging Communications, photo printing materials performed well in the U.S., European and Asian markets. A recovery in the European market for thermal transfer printing media used for printing barcodes, etc., and an increase in Japanese ID photo services also contributed to year-on-year growth in sales.

Regarding information security, dual-interface cards that support both contact and contactless standards on a single IC chip contributed to sales. However, due to a decrease in large-scale business process outsourcing (BPO) projects, overall sales in this sector fell below the previous year's level.

In marketing, we faced a shrinking market for paper media and sought to provide value by combining our strength in digital technologies with experience and knowledge of marketing measures that we have cultivated over many years, but sales fell below the previous year due

to the impact of the shrinking market for catalogs, pamphlets, and other paper media as well as a decrease in orders for in-store promotional materials.

Our Publishing business enjoyed solid sales of library management services, but declined year-on-year due to shrinkage in the market for magazines and other paper media.

As a result of the above, overall segment sales fell 3.0% year on year to ¥174.6 billion, but operating income grew 18.1% to ¥5.8 billion thanks to the positive effect of foreign exchange rates and business restructuring, including optimization of human capital and fixed assets, despite the impact of revenue decline due to market contraction mainly in paper media.

Life & Healthcare

The Mobility and High-Performance Industrial Supplies businesses saw growth in sales of battery pouches for lithium-ion batteries for IT applications, thanks especially to increased adoption of DNP products in new smartphone models, but pouches for automotive use were affected by stagnation in demand for electric vehicles (EVs). Thanks to rising global demand for photovoltaic cell-related products, there was a particularly notable increase in sales of encapsulants. Concerning decorative films for automotive use, we have been focusing on selling exterior-use films that boast superior aesthetic appeal, shorten painting times, and reduce environmental impact, in addition to films for interior use.

Our Packaging business was affected by rising raw materials costs and the public's reluctance to buy things amid soaring consumer prices. On the other hand, we made progress in passing on price increases, received solid orders for some snacks and household items, and increased sales of aseptic PET bottle filling systems. In addition, we focused on development and sales of functional packaging materials, including environmentally friendly DNP GREEN PACKAGING®, and overall packaging sales exceeded the previous year's level.

In the Medical and Healthcare field, we focused on the development and sales of medical packaging. In May 2023, CMIC CMO Co., Ltd. became a consolidated subsidiary of the Company, and in the current fiscal year through March 2025, the Company entered into a technical alliance with NEXEL Co., Ltd. of South Korea concerning cultivation of cardiomyocytes to support drug discovery and development.

The Living Spaces business enjoyed solid sales of ARTTEC®, an exterior material that combines high durability and strong aesthetic appeal, both in Japan and overseas. However, sales of interior materials for residential use decreased, largely due to a decline in new owner-occupied housing starts in Japan, resulting in a year-on-year decline in overall sales.

DNP's Beverages business increased its sales relative to a year earlier. In addition to strong sales through vending machines, convenience stores and online channels, price revisions in major sales channels also helped to boost sales.

As a result of the above, overall segment sales grew 13.1% year on year to ¥ 123.5 billion. Thanks to a slowing in the pace of raw materials and logistics cost increases, as well as progress in passing on price hikes and growth in packaging sales, operating income jumped by 214.9% to ¥ 4.7 billion.

Electronics

In our Digital Interface business, sales of optical films remained strong, partly because of a shift to larger TV panels that resulted in an increase in display area shipped. Sales of metal masks used for manufacturing organic electroluminescent displays (OLEDs) increased thanks to growing use of OLEDs in smartphones, and overall sales in this business exceeded the previous year's level. In May 2024, we started operation of a new metal mask production line at our Kurosaki Plant in Kitakyushu City, Fukuoka Prefecture, in response to the increasing adoption of OLEDs for tablets, notebook PCs, and in-vehicle devices.

Concerning semiconductors, in addition to a market recovery, progress was made throughout the supply chain toward adjusting inventories of lead frames used in semiconductor packages. As a result, overall sales for this business were little changed from a year earlier.

As a result of the above, overall segment sales grew 4.7% year on year to ¥58.9 billion, and operating income grew 9.7% to ¥13.6 billion due to the positive effect of foreign exchange rates and an increase in digital interface-related sales despite the impact of increase in equipment costs because of the expansion of new metal mask production line.

(2) Overview of financial position

Total assets at the end of the first quarter decreased by ¥7.5 billion from the end of the previous fiscal year to ¥ 1,948.0 billion, due mainly to increases in cash and deposits along with decreases in notes, trade receivables, and contract assets, and investment securities.

Total liabilities decreased by ¥19.9 billion from the end of the previous fiscal year to ¥ 698.9 billion, due mainly to a decrease in bonus reserves.

Net assets increased by ¥12.4 billion from the end of the previous fiscal year to ¥1,249.1 billion, due mainly to an increase in net income, repurchase of treasury stock and a decline in valuation difference on available-for-sale securities.

(3) Explanation of the consolidated earnings forecasts and other projections

Our earnings forecasts for the fiscal year ending March 2025 are unchanged from the forecasts announced on May 13, 2024.

2. Quarterly consolidated financial statements and notes
(1) Quarterly consolidated balance sheets

(Million yen)

	As of March 31, 2024	As of June 30, 2024
ASSETS		
Current assets		
Cash and time deposits	228,765	278,288
Notes, trade receivables, and contract assets	348,430	328,250
Marketable securities	7,500	3,000
Merchandise and finished products	88,301	90,107
Work in progress	36,607	36,316
Raw materials and supplies	39,588	41,698
Other	50,789	39,235
Allowance for doubtful accounts	(664)	(657)
Total current assets	799,318	816,239
Fixed assets		
Property, plant and equipment		
Buildings and structures, net	178,611	177,937
Machinery and equipment, net	76,614	75,023
Land	142,404	142,106
Construction in progress	23,751	29,688
Other, net	31,758	32,073
Total property, plant and equipment	453,139	456,829
Intangible fixed assets		
Other	30,697	32,718
Total intangible fixed assets	30,697	32,718
Investments and other assets		
Investment securities	374,659	340,640
Net defined benefit asset	248,389	250,258
Other	52,311	54,033
Allowance for doubtful accounts	(2,885)	(2,625)
Total investments and other assets	672,474	642,307
Total fixed assets	1,156,310	1,131,854
TOTAL ASSETS	1,955,629	1,948,093

(Million yen)

	As of March 31, 2024	As of June 30, 2024
LIABILITIES		
Current liabilities		
Notes and trade payables	223,873	221,612
Short-term bank loans	38,261	31,984
Reserve for bonuses	21,290	8,509
Repair reserve	7,157	6,940
Other	118,345	126,465
Total current liabilities	408,928	395,513
Long-term liabilities		
Bonds	100,000	100,000
Long-term debt	23,403	23,008
Net defined benefit liability	56,190	56,666
Deferred tax liabilities	111,654	105,446
Other	18,765	18,337
Total long-term liabilities	310,013	303,460
TOTAL LIABILITIES	718,941	698,974
NET ASSETS		
Stockholders' equity		
Common stock	114,464	114,464
Capital surplus	145,118	145,118
Retained earnings	782,000	839,680
Treasury stock	(126,367)	(151,066)
Total stockholders' equity	915,215	948,195
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	161,863	135,934
Net deferred gains on hedges	26	26
Foreign currency translation adjustments	20,850	28,175
Remeasurements of defined benefit plans	67,971	65,281
Total accumulated other comprehensive income	250,711	229,418
Non-controlling interests	70,760	71,504
TOTAL NET ASSETS	1,236,687	1,249,118
TOTAL LIABILITIES AND NET ASSETS	1,955,629	1,948,093

(2) Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income

Quarterly consolidated statements of income

First three months of the fiscal years

(Million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	345,098	356,654
Cost of sales	271,577	277,185
Gross profit	73,521	79,469
Selling, general and administrative expenses	60,238	61,024
Operating income	13,282	18,444
Non-operating income		
Interest and dividend income	2,493	2,624
Equity in earnings of affiliates	3,706	3,875
Other	1,214	2,025
Total non-operating income	7,414	8,526
Non-operating expense		
Interest expense	180	235
Other	1,130	1,127
Total non-operating expenses	1,311	1,362
Ordinary income	19,385	25,608
Extraordinary gains		
Gain on sale of fixed assets	153	10,487
Gain on sale of investment securities	60,048	58,699
Other	–	22
Total extraordinary gains	60,202	69,209
Extraordinary losses		
Loss on sale or disposal of fixed assets	355	328
Other	223	168
Total extraordinary losses	579	496
Income before income taxes and non-controlling interests	79,007	94,322
Current income taxes	9,215	23,023
Deferred income taxes	10,883	7,136
Total income taxes	20,098	30,160
Net income	58,909	64,161
Net income attributable to non-controlling shareholders	852	868
Net income attributable to parent company shareholders	58,056	63,293

Quarterly consolidated statements of comprehensive income
First three months of the fiscal years

(Million yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net income	58,909	64,161
Other comprehensive income		
Valuation difference on available-for-sale securities	(23,687)	(26,142)
Net deferred gains (losses) on hedges	73	(8)
Foreign currency translation adjustments	1,978	4,808
Remeasurements of defined benefit plans	(1,639)	(3,932)
Share of other comprehensive income (loss) of affiliates accounted for using equity method	(1,039)	3,120
Total other comprehensive income	(24,314)	(22,153)
Comprehensive income	34,595	42,007
Attributable to:		
Parent company shareholders	33,443	41,132
Non-controlling shareholders	1,152	875

(3) Notes regarding quarterly consolidated financial statements

[Notes on premise of a going concern]
None

[Changes in accounting policies]
As of the beginning of the first quarter of the fiscal year through March 2025, the Company adopted the Accounting Standard for Current Income Taxes (ASBJ Statement No. 27, October 28, 2022), Accounting Standard for Presentation of Comprehensive Income (ASBJ Statement No. 25, October 28, 2022), and Guidance on Accounting Standard for Tax Effect Accounting (ASBJ Guidance No. 28, October 28, 2022). This change had no impact on the quarterly consolidated financial statements.

[Consolidated balance sheets]

	As of March 31, 2024	As of June 30, 2024
Discounts on notes receivables	¥89 million	¥175 million

[Consolidated statements of cash flows]
We did not prepare a quarterly consolidated statements of cash flows for the first three months of the fiscal year through March 2025. However, depreciation and amortization (including amortization related to intangible fixed assets excluding goodwill) and amortization of goodwill for the first three months of the fiscal year through March 2025 are as follows:

	Three months ended June 30, 2023	Three months ended June 30, 2024
Depreciation and amortization	¥12,350 million	¥12,689 million
Amortization of goodwill	¥135 million	¥162 million

[Shareholders' equity]

I. First three months of previous fiscal year (April 1, 2023 - June 30, 2023)

1. Dividends paid

Resolution	Stock type	Total dividends (Million yen)	Dividend per share (Yen)	Dividend record date	Effective date	Source of dividends
General meeting of shareholders on June 29, 2023	Common stock	8,368	32	March 31, 2023	June 30, 2023	Retained earnings

2. Dividends for which the record date falls within the first quarter of the fiscal year through March 2024, but the effective date is after the end of that same first quarter

None

3. Significant changes in shareholders' equity

Treasury stock increased by ¥24,901 million during the first three months of the fiscal year ending March 2024, due mainly to share repurchases based on a resolution passed by the Board of Directors on March 9, 2023.

II. First three months of current fiscal year (April 1, 2024 - June 30, 2024)

1. Dividends paid

Resolution	Stock type	Total dividends (Million yen)	Dividend per share (Yen)	Dividend record date	Effective date	Source of dividends
General meeting of shareholders on June 27, 2024	Common stock	7,667	32	March 31, 2024	June 28, 2024	Retained earnings

2. Dividends for which the record date falls within the first quarter of the fiscal year through March 2025, but the effective date is after the end of that same first quarter

None

3. Significant changes in shareholders' equity

Treasury stock increased by ¥24,699 million during the first three months of the fiscal year ending March 2025, due mainly to share repurchases based on a resolution passed by the Board of Directors on March 8, 2024.

[Segment information, etc.]

(Segment information)

I. First three months of previous fiscal year (April 1, 2023 – June 30, 2023)

Information on sales and income/loss by reporting segment and income analysis information

(Million yen)

	Reporting segment				Adjustment Note 1	Amounts reported on quarterly consolidated statements of income Note 2
	Smart Communication	Life & Healthcare	Electronics	Total		
Net sales Note3						
Outside customers	179,616	109,214	56,267	345,098	–	345,098
Inter-segment	410	37	–	447	(447)	–
Total	180,027	109,251	56,267	345,546	(447)	345,098
Segment income	4,914	1,520	12,487	18,922	(5,640)	13,282

Notes: 1. Segment income is adjusted for costs related to basic research not assignable to a reporting segment or costs of research shared by different segments.
2. Segment income is adjusted to reflect operating income as reported on the quarterly consolidated statements of income.
3. Sales include revenues generated from contracts with customers as well as other revenues, but because almost all revenues are generated from contracts with customers, the other revenues are insignificant and are therefore not displayed separately.

II. First three months of current fiscal year (April 1, 2024 – June 30, 2024)

Information on sales and income/loss by reporting segment and income analysis information

(Million yen)

	Reporting segment				Adjustment Note 1	Amounts reported on quarterly consolidated statements of income Note 2
	Smart Communication	Life & Healthcare	Electronics	Total		
Net sales Note3						
Outside customers	174,247	123,500	58,906	356,654	–	356,654
Inter-segment	442	50	–	493	(493)	–
Total	174,690	123,550	58,906	357,147	(493)	356,654
Segment income	5,805	4,786	13,699	24,291	(5,846)	18,444

Notes: 1. Segment income is adjusted for costs related to basic research not assignable to a reporting segment or costs of research shared by different segments.
2. Segment income is adjusted to reflect operating income as reported on the quarterly consolidated statements of income.
3. Sales include revenues generated from contracts with customers as well as other revenues, but because almost all revenues are generated from contracts with customers, the other revenues are insignificant and are therefore not displayed separately.

[Revenue recognition]

Information that breaks down revenues from contracts with customers is presented in the section “Net sales” in “(3) Notes regarding quarterly consolidated financial statements [Segment information, etc.] (Segment information).”

[Per share information]

Net income per share and basis for calculating net income per share and diluted net income per share and basis for calculating diluted net income per share are as follows.

		Three months ended June 30, 2023 (April 1, 2023 – June 30, 2023)	Three months ended June 30, 2024 (April 1, 2024 – June 30, 2024)
(1) Net income per share	(Yen)	225.12	267.35
(Basis of calculation)			
Net income attributable to parent company shareholders	(Million yen)	58,056	63,293
Amounts not attributable to common shareholders	(Million yen)	–	–
Net income attributable to parent company common shareholders	(Million yen)	58,056	63,293
Average number of common shares outstanding during the first three months	(Thousand shares)	257,887	236,741
(2) Diluted net income per share	(Yen)	225.11	267.34
(Basis of calculation)			
Adjustments to net income attributable to parent company shareholders	(Million yen)	(4)	(3)
Of which, impact of dilutive stock of consolidated subsidiaries and affiliates	(Million yen)	(4)	(3)
Increase in common stock	(Thousand shares)	–	–

[Significant subsequent events]

(Stock split and related partial amendment to Articles of Incorporation)

At the meeting of its Board of Directors held on August 8, 2024, the Company resolved to conduct a stock split and to partially amend its Articles of Incorporation in connection with the stock split.

I. Purpose of the stock split

By lowering the price per investment unit, the Company aims to create an environment in which it is easier for investors to invest in the Company, to expand the investor base, and to improve the liquidity of the Company's shares.

II. Outline of the stock split

1. Method of the stock split

The Company will carry out a 2-for-1 stock split for shares of common stock held by shareholders who are listed or recorded in the Company's shareholder registry as of the end of September 30, 2024.

2. Number of shares to be increased by the stock split

Total number of shares issued and outstanding before stock split	277,240,346 shares
Number of shares to be increased by this stock split	277,240,346 shares
Total number of shares issued and outstanding after stock split	554,480,692 shares
Total number of authorized shares after stock split	1,490,000,000 shares

3. Schedule of the stock split

Date of public notice (scheduled)	September 13, 2024 (Friday)
Record date	September 30, 2024 (Monday)
Effective date	October 1, 2024 (Tuesday)

4. Effect on per share information

The following shows per share information as if the stock split had been conducted at the beginning of the previous fiscal year:

	Three months ended June 30, 2023 (April 1, 2023 – June 30, 2023)	Three months ended June 30, 2024 (April 1, 2024 – June 30, 2024)
Net income per share	112.56 yen	133.68 yen
Diluted net income per share	112.55 yen	133.67 yen

III. Partial amendment to the Articles of Incorporation in connection with the stock split

1. Reason for the amendment to the Articles of Incorporation

In connection with this stock split and in accordance with Article 184, Paragraph 2 of the Companies Act of Japan, the Company will amend the total number of authorized shares as stipulated in Article 5 of the Company's Articles of Incorporation, effective October 1, 2024.

2. Details of Amendments to the Articles of Incorporation

(Underlined parts have been changed.)

Current Articles of Incorporation	Amended Articles of Incorporation
(Total number of shares authorized to be issued) Article 5. The total number of authorized shares of the Company shall be <u>745 million</u>.	(Total number of shares authorized to be issued) Article 5. The total number of authorized shares of the Company shall be <u>1,490 million</u>.

3. Schedule of Amendments to the Articles of Incorporation

Date of resolution by the Board of Directors	August 8, 2024 (Thursday)
Effective date	October 1, 2024 (Tuesday)

3. Other

None

(TRANSLATION)

Independent Auditor's Interim Review Report on Quarterly Consolidated Financial Statements

August 8, 2024

To the Board of Directors of
Dai Nippon Printing, Co., Ltd.

ARK LLC
Tokyo office

Designated Engagement Partner Operating Partner	Certified Public Accountant	Hirofumi Nikaido
Designated Engagement Partner Operating Partner	Certified Public Accountant	Yoshimichi Nagasaki
Designated Engagement Partner Operating Partner	Certified Public Accountant	Hiroki Ebisawa

Auditor's Conclusion

We have conducted an interim review of the quarterly consolidated financial statements of Dai Nippon Printing Co., Ltd., i.e., the quarterly consolidated balance sheets, quarterly consolidated statements of income, quarterly consolidated statement of comprehensive income and related notes, for the first quarter consolidated accounting period (April 1, 2024 to June 30, 2024) of the consolidated fiscal year from April 1, 2024 to March 31, 2025, and the first quarterly consolidated cumulative period (April 1, 2024 to June 30, 2024) which are listed in the "Attachments" to the quarterly financial results summary.

In our interim review, we found that the quarterly consolidated financial statements referred to above were prepared in accordance with Article 4 (1) of Standards for Preparation of Quarterly Financial Statements of the Tokyo Stock Exchange, Inc. and accounting principles generally accepted in Japan for quarterly financial statements. We found nothing that causes us to believe that the quarterly financial statements do not represent appropriately, in all material respects, the financial position of Dai Nippon Printing Co., Ltd. and its consolidated subsidiaries as of June 30, 2024 and the operating results for the first quarterly consolidated cumulative period, which ended on that date.

Basis for Auditor's Conclusion

We conducted our review in accordance with review standards for interim financial statements generally accepted in Japan. Our responsibilities under those standards are described in "Auditor's Responsibilities for Interim Review of Quarterly Consolidated Financial Statements." Our audit firm is independent of the Company and its consolidated subsidiaries in accordance with the provisions of professional ethics in Japan, and has fulfilled its other ethical responsibilities as an auditor. We believe that we have obtained evidence to provide a basis for our conclusion.

Responsibilities of Management, Statutory Auditors, and the Board of Statutory Auditors for Quarterly Consolidated Financial Statements

Management is responsible for the preparation and appropriate presentation of quarterly consolidated financial statements in accordance with Article 4 (1) of Tokyo Stock Exchange, Inc.'s Standards for Preparation of Quarterly Financial Statements and accounting principles generally accepted in Japan for quarterly financial statements. This includes establishing and implementing internal controls that management deems necessary to prepare and appropriately publicize quarterly consolidated financial statements that are free of material misstatements due to fraud or error.

In preparing the quarterly consolidated financial statements, management is responsible for assessing whether or not to prepare the statements based on the assumption that the Group can continue as a going concern and for disclosing, as required by Article 4 (1) of Tokyo Stock Exchange, Inc.'s Standards for Preparation of Quarterly Financial Statements and accounting principles generally accepted in Japan for quarterly financial statements, any issues related to continuity as a going concern that are required to be disclosed.

Statutory Auditors and the Board of Statutory Auditors are responsible for monitoring Directors' performance of their duties as they design and implement the Group's financial reporting processes.

(TRANSLATION)

Auditor's Responsibilities for Interim Review of Quarterly Consolidated Financial Statements

The auditor is responsible for issuing an interim review report that states a conclusion concerning the quarterly consolidated financial statements from an independent point of view, based on the interim review of quarterly consolidated financial statements conducted by the auditor.

The auditor shall exercise professional judgment and maintain professional skepticism throughout the interim review process in accordance with interim review standards generally accepted in Japan and shall carry out the following:

- Make inquiries, primarily of management and others responsible for financial and accounting matters, and apply analytical and other interim review procedures. In accordance with auditing standards generally accepted in Japan, an interim review is substantially more limited in scope compared to auditing of financial statements for a full fiscal year.
- If the auditor determines that there is significant uncertainty regarding events or circumstances that may raise significant doubts regarding the going concern assumption, the auditor shall state a conclusion, based on the evidence obtained, as to whether or not there are any matters that lead the auditor to believe that the quarterly consolidated financial statements are not presented appropriately in accordance with Article 4 (1) of Tokyo Stock Exchange, Inc.'s Standards for Preparation of Quarterly Financial Statements and accounting principles generally accepted in Japan for quarterly financial statements. Additionally, if the auditor concludes that a material uncertainty exists, the auditor is required to draw attention in its interim review report to the related disclosures in the quarterly consolidated financial statements or, if such disclosures are inadequate, to express a qualified conclusion or adverse conclusion. The auditor's conclusions are based on the evidence obtained up to the date of its interim review report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate whether there are any matters that lead us to believe that the presentation and notes of the quarterly consolidated financial statements are not in accordance with Article 4 (1) of Tokyo Stock Exchange, Inc.'s Standards for Preparation of Quarterly Financial Statements and accounting principles generally accepted in Japan for quarterly financial statements, and evaluate whether there are any matters that lead us to believe that the presentation, structure or content of the quarterly consolidated financial statements, including their related notes, do not appropriately represent the underlying transactions and accounting events.
- Obtain evidence that shows financial information related to the Company and its consolidated subsidiaries as a basis for expressing a conclusion regarding the quarterly consolidated financial statements. The auditor bears responsibility for the direction, oversight, and execution of the interim review of quarterly consolidated financial statements and is solely responsible for its conclusion.

The auditor communicates with the Statutory Auditors and with the Board of Statutory Auditors regarding the planned scope and timing of the interim review as well as significant review findings.

The auditor shall report to the Statutory Auditors and the Board of Statutory Auditors affirming its compliance with professional ethics regulations related to independence, informing of any matters that can be reasonably considered to affect the auditor's independence, and reporting in cases where measures have been taken to remove impediments or safeguards have been applied in order to reduce impediments to an acceptable level.

Conflict of Interest

Neither the auditing firm nor its executive officers have any interest in the Company or its consolidated subsidiaries that is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

Notes: This is an English translation of the independent accountant's interim review report, originally issued in Japanese for the conveniences of the readers.