Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

November 13, 2026

Consolidated Financial Results for the Six Months Ended September 30, 2026 (Under Japanese GAAP)

Company name: Chuetsu Pulp & Paper Co., Ltd.
Listing: Tokyo Stock Exchange
Securities code: 3877
URL: https://www.chuetsu-pulp.co.jp/
Representative: Ryoji Fukumoto President and Representative Director
Inquiries: Yoshio Akinaga Deputy General Manager of Business Administration Division and General Manager of Administration Department
Telephone: +81-766-26-2404

Scheduled date to file semi-annual securities report: November 13, 2026
Scheduled date to commence dividend payments: December 3, 2026
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

(1) Consolidated operating results (cumulative) (Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	55,083	3.8	930	(31.4)	1,140	(26.6)	709	(27.8)
September 30, 2025	53,052	(4.5)	1,355	(56.6)	1,554	(48.1)	982	(52.0)

Note: Comprehensive income For the six months ended September 30, 2026: ¥ 2,535 million [51.4%]
For the six months ended September 30, 2025: ¥ 1,674 million [(35.3)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	56.42	-
September 30, 2025	78.23	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
September 30, 2026	119,896	61,883	51.6	4,920.57
March 31, 2026	119,086	59,952	50.3	4,771.22

Reference: Equity
As of September 30, 2026: ¥ 61,883 million
As of March 31, 2026: ¥ 59,952 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	40.00	-	50.00	90.00
Fiscal year ending March 31, 2027	-	60.00			
Fiscal year ending March 31, 2027 (Forecast)			-	60.00	120.00

Note: Revisions to the forecast of cash dividends most recently announced: None

Note: Breakdown of the second quarter dividend for the fiscal year ending March 31, 2027 :

Commemorative dividend - yen

Special dividend - yen

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	116,000	5.1	2,300	(16.1)	2,700	(20.0)	2,300	(5.8)	183.00

Note: Revisions to the financial result forecast most recently announced: Yes

*** Notes**

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - companies( )

Excluded: - companies( )

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None

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

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2026	13,354,688 shares
As of March 31, 2026	13,354,688 shares

(ii) Number of treasury shares at the end of the period

As of September 30, 2026	778,205 shares
As of March 31, 2026	789,320 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2026	12,568,530 shares
Six months ended September 30, 2025	12,553,739 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

Semi-annual Consolidated Financial Statements and Primary Notes

Semi-annual Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	4,882	3,492
Notes and accounts receivable - trade, and contract assets	27,290	25,783
Merchandise and finished goods	9,435	10,953
Work in process	629	620
Raw materials and supplies	7,391	7,704
Other	1,960	1,820
Allowance for doubtful accounts	(2)	(2)
Total current assets	51,586	50,371
Non-current assets		
Property, plant and equipment		
Buildings and structures	54,000	54,086
Accumulated depreciation	(39,839)	(40,372)
Buildings and structures, net	14,160	13,714
Machinery, equipment and vehicles	249,606	250,877
Accumulated depreciation	(223,078)	(224,365)
Machinery, equipment and vehicles, net	26,527	26,512
Other	11,796	11,793
Accumulated depreciation	(3,219)	(3,292)
Other, net	8,577	8,500
Total property, plant and equipment	49,265	48,727
Intangible assets		
Other	223	274
Total intangible assets	223	274
Investments and other assets		
Investment securities	15,287	18,243
Other	2,771	2,323
Allowance for doubtful accounts	(48)	(44)
Total investments and other assets	18,011	20,522
Total non-current assets	67,500	69,525
Total assets	119,086	119,896

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	14,678	14,745
Short-term borrowings	21,865	21,425
Income taxes payable	544	308
Provision for bonuses	557	570
Provision for loss on disaster	34	53
Other	4,987	5,101
Total current liabilities	42,668	42,205
Non-current liabilities		
Long-term borrowings	11,411	9,977
Provision for environmental measures	33	15
Provision for loss on business of subsidiaries and associates	21	21
Retirement benefit liability	4,840	5,007
Other	157	785
Total non-current liabilities	16,465	15,807
Total liabilities	59,134	58,013
Net assets		
Shareholders' equity		
Share capital	18,864	18,864
Capital surplus	15,350	15,360
Retained earnings	20,766	20,846
Treasury shares	(993)	(979)
Total shareholders' equity	53,987	54,092
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,958	6,713
Foreign currency translation adjustment	281	349
Remeasurements of defined benefit plans	724	727
Total accumulated other comprehensive income	5,964	7,790
Total net assets	59,952	61,883
Total liabilities and net assets	119,086	119,896

Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statement of Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Net sales	53,052	55,083
Cost of sales	45,679	47,974
Gross profit	7,372	7,108
Selling, general and administrative expenses		
Sales commission	54	69
Transportation costs	3,401	3,524
Storage costs	798	781
Other	1,762	1,802
Total selling, general and administrative expenses	6,017	6,178
Operating profit	1,355	930
Non-operating income		
Interest income	29	22
Dividend income	124	155
Foreign exchange gains	12	-
Share of profit of entities accounted for using equity method	152	311
Other	84	82
Total non-operating income	402	572
Non-operating expenses		
Interest expenses	167	233
Foreign exchange losses	-	72
Other	36	56
Total non-operating expenses	204	362
Ordinary profit	1,554	1,140
Extraordinary income		
Gain on sale of investment securities	-	0
Gain on sale of non-current assets	3	12
Total extraordinary income	3	13
Extraordinary losses		
Loss on retirement of non-current assets	110	139
Impairment losses	18	-
Loss on disaster	-	103
Total extraordinary losses	128	243
Profit before income taxes	1,429	910
Income taxes - current	404	193
Income taxes - deferred	57	8
Total income taxes	462	201
Profit	966	709
Loss attributable to non-controlling interests	(15)	-
Profit attributable to owners of parent	982	709

Semi-annual Consolidated Statement of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Profit	966	709
Other comprehensive income		
Valuation difference on available-for-sale securities	804	1,657
Remeasurements of defined benefit plans, net of tax	(11)	(52)
Share of other comprehensive income of entities accounted for using equity method	(85)	220
Total other comprehensive income	707	1,826
Comprehensive income	1,674	2,535
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,689	2,535
Comprehensive income attributable to non-controlling interests	(15)	-

Semi-annual Consolidated Statement of Cash Flows

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Cash flows from operating activities		
Profit before income taxes	1,429	910
Depreciation	3,084	3,018
Impairment losses	18	-
Increase (decrease) in allowance for doubtful accounts	(0)	(4)
Interest and dividend income	(153)	(177)
Interest expenses	167	233
Foreign exchange losses (gains)	(20)	24
Share of loss (profit) of entities accounted for using equity method	(152)	(311)
Loss on retirement of non-current assets	110	139
Loss (gain) on sale of non-current assets	(3)	(12)
Decrease (increase) in trade receivables	1,162	1,507
Decrease (increase) in inventories	(1,740)	(1,822)
Decrease (increase) in other assets	(40)	3
Increase (decrease) in trade payables	(2,063)	70
Increase (decrease) in other liabilities	(308)	(105)
Increase/decrease in consumption taxes payable/consumption taxes refund receivable	(440)	(423)
Loss (gain) on sale of investment securities	-	(0)
Increase (decrease) in provision for bonuses	4	12
Increase (decrease) in provision for loss on disaster	(112)	18
Increase (decrease) in retirement benefit liability	42	145
Other, net	(9)	(43)
Subtotal	973	3,181
Interest and dividends received	152	178
Interest paid	(150)	(233)
Income taxes refund (paid)	(552)	(374)
Net cash provided by (used in) operating activities	422	2,751
Cash flows from investing activities		
Purchase of property, plant and equipment	(2,270)	(1,813)
Proceeds from sale of property, plant and equipment	3	12
Purchase of investment securities	(61)	(1)
Proceeds from sale of investment securities	-	2
Net decrease (increase) in short-term loans receivable	83	122
Proceeds from collection of long-term loans receivable	315	315
Other, net	(164)	(237)
Net cash provided by (used in) investing activities	(2,094)	(1,598)

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(0)	20
Proceeds from long-term borrowings	-	50
Repayments of long-term borrowings	(2,824)	(1,944)
Purchase of treasury shares	(0)	(0)
Dividends paid	(436)	(628)
Repayments of finance lease liabilities	(16)	(16)
Net cash provided by (used in) financing activities	(3,277)	(2,518)
Effect of exchange rate change on cash and cash equivalents	20	(24)
Net increase (decrease) in cash and cash equivalents	(4,928)	(1,389)
Cash and cash equivalents at beginning of period	9,005	4,882
Cash and cash equivalents at end of period	4,076	3,492

(Segment Information)

I Previous consolidated Six months ended (April 1, 2025 to September 30, 2025)

1. Information on net sales, profit or loss by reportable segment

(Unit: Millions of yen)

	Reportable Segment			Other (Note)	Total
	Paper and Pulp Manufacturing	Power Generation	Total		
Net sales					
Sales to external customers	48,196	2,803	51,000	2,052	53,052
Intersegment sales and transfers	—	—	—	6,710	6,710
Total	48,196	2,803	51,000	8,762	59,763
Segment profit	879	250	1,130	202	1,332

Note: “Others” is a business segment not included in the reportable segments and includes the nanoforest, paper products manufacturing, transportation, equipment design, construction and repair, raw materials, paper cutting, sorting and packaging.

2. Difference between the total amount of reported segments (profits and loss) and the amount recorded in the quarterly consolidated financial statements and the main details of such difference (matters related to difference adjustment)

(Unit: Millions of yen)

Profit	Amount
Total of reportable segments	1,130
Income in “Other” Segment	202
Elimination of intersegment transactions	20
Fixed asset adjustments	7
Other adjustments	(5)
Operating profit in consolidated financial statements (quarterly)	1,355

II Current consolidated Six months ended (April 1, 2026 to September 30, 2026)

1. Information on net sales, profit or loss by reportable segment

(Unit: Millions of yen)

	Reportable Segment			Other (Note)	Total
	Paper and Pulp Manufacturing	Power Generation	Total		
Net sales					
Sales to external customers	50,183	2,779	52,963	2,120	55,083
Intersegment sales and transfers	—	—	—	6,806	6,806
Total	50,183	2,779	52,963	8,926	61,890
Segment profit	494	181	676	244	920

Note: “Others” is a business segment not included in the reportable segments and includes the nanoforest, paper products manufacturing, transportation, equipment design, construction and repair, raw materials, paper cutting, sorting and packaging.

2. Difference between the total amount of reported segments (profits and loss) and the amount recorded in the quarterly consolidated financial statements and the main details of such difference (matters related to difference adjustment)

(Unit: Millions of yen)

Profit	Amount
Total of reportable segments	676
Income in “Other” Segment	244
Elimination of intersegment transactions	11
Fixed asset adjustments	(1)
Other adjustments	(0)
Operating profit in consolidated financial statements (quarterly)	930