

Business Results for the Year Ended December 31, 2024

[Japan GAAP] (Consolidated)

February 12, 2025

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Results briefing: Yes (for institutional investors and securities analysts)

(Rounded down to million yen)

1. Consolidated business results for the year ended December 31, 2024

(January 1, 2024 through December 31, 2024)

(1) Consolidated operational results

(% change from the previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended December 31, 2024	101,461	3.8	8,009	3.4	8,285	2.8	6,316	11.7
Year ended December 31, 2023	97,714	9.7	7,743	29.7	8,063	26.9	5,652	39.3

(Note) Comprehensive income

Year ended December 31, 2024: 6,319 million yen (down 10.4%)

Year ended December 31, 2023: 7,059 million yen (up 61.8%)

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
Year ended December 31, 2024	333.52	333.34	8.7	8.2	7.9
Year ended December 31, 2023	297.07	296.86	8.3	8.3	7.9

(Reference) Investment earnings/loss on equity-method

Year ended December 31, 2024: – million yen

Year ended December 31, 2023: – million yen

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
Year ended December 31, 2024	103,292	74,485	72.1	3,964.51
Year ended December 31, 2023	98,847	71,156	71.9	3,736.44

(Reference) Owner's equity

As of December 31, 2024: 74,459 million yen

As of December 31, 2023: 71,111 million yen

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Million yen	Million yen	Million yen	Million yen
Year ended December 31, 2024	7,101	(5,436)	(3,041)	16,656
Year ended December 31, 2023	4,443	(3,962)	(1,407)	17,812

2. Dividends

	Dividend per share					Total dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of total dividend to net assets (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Year ended December 31, 2023	–	35.00	–	55.00	90.00	1,712	30.3	2.5
Year ended December 31, 2024	–	52.00	–	66.00	118.00	2,225	35.4	3.1
Year ending December 31, 2025 (forecast)	–	58.00	–	64.00	122.00		35.3	

3. Forecast of consolidated results for the year ending December 31, 2025

(January 1, 2025 through December 31, 2025)

(% change from the previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half (accumulated)	49,000	5.1	3,600	2.1	3,800	3.8	3,100	3.3	165.05
Full year	105,000	3.5	8,300	3.6	8,600	3.8	6,500	2.9	346.08

*Notes

- (1) Material changes in subsidiaries during this period: None
- (2) Changes in accounting policies, accounting estimates, and retrospective restatement
 - 1) Changes in accounting policies based on revisions of the accounting standard: None
 - 2) Changes in accounting policies other than ones based on revisions of the accounting standard: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (3) Number of issued and outstanding shares (common stock)

1) Number of issued and outstanding shares at the end of fiscal year (including treasury shares)	As of December 31, 2024	19,900,000 shares	As of December 31, 2023	19,900,000 shares
2) Number of treasury shares at the end of fiscal year	As of December 31, 2024	1,118,364 shares	As of December 31, 2023	868,136 shares
3) Average number of shares	As of December 31, 2024	18,937,726 shares	As of December 31, 2023	19,027,232 shares

***The current financial summary is not subject to audit by certified public accountants or auditing firms.**

*Explanation regarding appropriate use of business forecasts and other special instructions

Forecasts regarding future performance in these materials are based on assumptions judged to be valid and information available to the Company's management at the time the materials were prepared. They do not represent guarantees by the Company regarding future performance. Actual results may differ significantly from forecasts for various reasons.

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1. Overview of Operational Results

(1) Operational Results

During the consolidated fiscal year review, nominal per-capita wages in Japan continued to rise amid improvements in the income environment, with corporations moving to reflect rising costs in prices. Consumption recovered, thanks to inbound demand and fiscal policies, while capital investments held steady. Driven by domestic demand, Japan's economy exhibited gentle recovery. However, the outlook for the economy remains uncertain due to negative pressures exerted by the ongoing Russia-Ukraine conflict, growing tensions in the Middle East, and price increases traceable to the weak yen. Moreover, wage increases have long lagged behind price increases. Consumer confidence remains weak, as consumers continue to demonstrate a keen awareness of budget.

In the United States, various factors underpinning consumer spending, including positive employment and income environments and asset inflation driven by high stock prices, persisted. Inflation continued to cool, although at a slow pace. In this way, the U.S. economy maintained stable growth, led by consumer spending.

Despite China's pursuit of a policy seeking to expand domestic demand as an economic stimulus that will free of its economy from its current vicious circle, the Chinese real estate market remains stagnant. Appetite for investment among private companies and consumer spending remain sluggish.

Against this backdrop, The Pack Group is working as a team to improve business performance in various ways, including efforts to develop new markets, aggressive capital investments, and improved quality controls implemented under the Medium-Term Management Plan slogan: Evolution—Start of purpose-based management and Sustainable Management.” The Group is moving toward the goals set for the fiscal year ending December 31, 2025: sales of 107,000 million yen and operating profit of 8,300 million yen on a consolidated basis.

In the consolidated fiscal year under review, net sales grew 3.8% year on year to 101,461 million yen; operating profit grew 3.4% to 8,009 million yen; ordinary profit grew 2.8% to 8,285 million yen; and profit attributable to owners of parent grew 11.7% to 6,316 million yen.

The business performance for each segment is given below.

(Paper Products)

The paper products segment accounted for 72.1% of Group consolidated sales during the fiscal year under review. Sales of paper bags, which accounted for 31.8% of consolidated sales, rose by 8.6% to 32,214 million yen. Sales for food, tourism, and retail businesses in particular increased as inbound tourism contributed significantly to demand and consumer spending gradually recovered.

Sales of folding paper cartons, which accounted for 25.5% of consolidated sales, grew by 3.5% to 25,882 million yen. Sales of cartons for food products in the souvenirs sector, for takeout/delivery food products, and for products in the e-commerce sector remained strong.

Sales of corrugated boxes, which accounted for 12.8% of consolidated sales, grew by 4.9% to 13,027 million yen as sales to manufacturers of boxes for transportation use grew significantly, while multifaceted efforts to expand sales of packages in the e-commerce sector proved successful.

Printing sales, which accounted for 2.0% of consolidated sales, shrunk 14.4% to 1,990 million yen due to reduction in operating hours for replacement of equipment.

Overall, sales in this segment rose by 5.4% to 73,114 million yen. Operating profit rose by 4.5% to 7,168 million yen.

(Film Packaging)

The film packaging segment accounted for 13.3% of Group consolidated sales during the fiscal year under review. Segment sales were down 2.2% to 13,499 million yen. While sales to e-commerce businesses and specialty retail stores declined due to the shift to paper, efforts to enhance production efficiency paid off: operating profit increased by 9.0% to 933 million yen.

(Other Businesses)

Other businesses accounted for 14.6% of Group consolidated sales in the fiscal year under review. Sales in this segment grew by 2.3% to 14,846 million yen thanks to firm sales of sewn bags and nonwoven bags to specialty retail stores. Operating profit shrunk 0.5% to 1,261 million yen.

(2) Financial Position

Assets totaled 103,292 million yen at the end of 2024, up 4,444 million yen from the end of 2023. Major factors included increases of 974 million yen in accounts receivable-trade; 2,670 million yen in machinery, equipment, and vehicles, net; and 704 million yen in intangible assets.

Liabilities increased by 1,115 million yen to 28,806 million yen. Key factors were increases of 377 million yen in income taxes payable and 427 million yen in notes payable—facilities, which is included under “Other” in current liabilities.

Net assets grew by 3,328 million yen to 74,485 million yen. Major factors included an increase of 4,283 million yen in retained earnings and a decrease of 943 million yen in treasury shares.

(3) Cash Flows

The balance of cash and cash equivalents at the end of 2024 was down 6.5%, or 1,156 million yen, from the end of 2023, to 16,656 million yen.

<Cash flows from operating activities>

Operating activities in the fiscal year under review provided net cash of 7,101 million yen, up 59.8% from 4,443 million yen in 2023. The principal factors were profit before income taxes of 9,160 million yen, depreciation of 2,416 million yen, payment of 2,421 million yen in income taxes, and gain on sales of investment securities of 852 million yen.

<Cash flows from investing activities>

Investing activities during the fiscal year under review used net cash of 5,436 million yen (vs. 3,962 million yen in 2023). The principal factors were outlays of 10,500 million yen for purchases of securities, 4,768 million yen for purchases of property, plant, and equipment, and 919 million yen for purchases of intangible assets. Sales of securities generated proceeds of 10,100 million yen, while sales of investment securities generated proceeds of 988 million yen.

<Cash flows from financing activities>

Due mainly to outlays of 2,032 million yen for cash dividends paid and 1,013 million yen for purchases of treasury shares, financing activities used net cash of 3,041 million yen (vs. 1,407 million yen in 2023).

(4) Outlook

The Japanese economy is expected to move in a positive direction across an increasingly wider scope of sectors. Corporate capital investments are expected to grow based on efforts to boost profits, while employment and income conditions will likely continue to improve, potentially allowing wages to overtake inflation. However, the potential impact of U.S. economic and foreign policies and deepening labor shortages in Japan leave future prospects uncertain.

In light of these business conditions, by formulating a sustainable management policy, The Pack Group will strive to achieve further improvements in customer satisfaction and business performance as a provider of comprehensive packaging solutions, based on its mission of bolstering social prosperity and creating satisfaction through packaging.

2. Basic Approach to Selecting Accounting Standards

The Pack Group will continue to prepare consolidated financial statements based on Japanese accounting standards. This will allow comparisons to previous years and to financial data for other companies. We will take appropriate action with regard to the application of International Financial Reporting Standards (IFRS), accounting for the relevant factors in play in Japan and other countries.

3. Consolidated Financial Statement and Notes

(1) Consolidated Balance Sheet

(Million yen)

	Previous fiscal year (As of December 31, 2023)	Current fiscal year (As of December 31, 2024)
Assets		
Current assets		
Cash and deposits	16,322	15,167
Notes receivable-trade	4,572	4,290
Accounts receivable-trade	20,081	21,055
Securities	8,100	8,499
Merchandise and finished goods	7,038	7,121
Work in process	1,058	1,260
Raw materials and supplies	981	986
Other	936	1,671
Allowance for doubtful accounts	(11)	(11)
Total current assets	59,080	60,043
Non-current assets		
Property, plant, and equipment		
Buildings and structures, net	8,154	8,399
Machinery, equipment, and vehicles, net	6,443	9,114
Tools, furniture and fixtures, net	347	339
Land	10,823	11,180
Construction in progress	1,632	1,133
Total property, plant and equipment	27,401	30,166
Intangible assets	2,679	3,384
Investments and other assets		
Investment securities	8,127	8,058
Retirement benefit asset	385	627
Deferred tax assets	106	110
Other	1,116	955
Allowance for doubtful accounts	(51)	(55)
Total investments and other assets	9,685	9,697
Total non-current assets	39,766	43,248
Total assets	98,847	103,292

(Million yen)

	Previous fiscal year (As of December 31, 2023)	Current fiscal year (As of December 31, 2024)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	13,890	13,966
Electronically recorded obligations-operating	7,264	7,149
Current portion of long-term loans payable	25	33
Income taxes payable	1,397	1,774
Provision for bonuses	322	358
Provision for bonuses for directors (and other officers)	52	56
Other	3,652	4,427
Total current liabilities	26,605	27,766
Non-current liabilities		
Long-term loans payable	9	49
Retirement benefit liability	343	335
Deferred tax liabilities	664	620
Other	67	34
Total non-current liabilities	1,085	1,040
Total liabilities	27,691	28,806
Net assets		
Shareholders' equity		
Capital stock	2,553	2,553
Capital surplus	3,156	3,161
Retained earnings	64,975	69,259
Treasury shares	(2,593)	(3,536)
Total shareholders' equity	68,092	71,437
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,417	2,035
Deferred gains or losses on hedges	(2)	3
Foreign currency translation adjustment	235	561
Remeasurements of defined benefit plans	369	421
Total accumulated other comprehensive income	3,018	3,022
Share acquisition rights	45	25
Total net assets	71,156	74,485
Total liabilities and net assets	98,847	103,292

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income**Consolidated Statement of Income**

(Million yen)

	Previous fiscal year (from January 1, 2023 to December 31, 2023)	Current fiscal year (from January 1, 2024 to December 31, 2024)
Net sales	97,714	101,461
Cost of sales	72,949	75,858
Gross profit	24,765	25,603
Selling, general and administrative expenses	17,021	17,593
Operating profit	7,743	8,009
Non-operating income		
Interest income	150	126
Dividend income	145	160
Rent income	39	39
Other	31	25
Total non-operating income	367	353
Non-operating expenses		
Interest expenses	1	3
Cost of lease revenue	5	5
Loss on investments in partnership	8	0
Foreign exchange losses	30	46
Commission for purchase of treasury shares	—	13
Other	3	7
Total non-operating expenses	48	77
Ordinary profit	8,063	8,285
Extraordinary income		
Gain on sales of investment securities	0	852
Gain on sales of non-current assets	0	51
State subsidy	49	—
Total extraordinary income	49	903
Extraordinary losses		
Loss on sales on non-current assets	—	10
Loss on retirement of non-current assets	122	18
Loss on reduction of non-current assets	49	—
Total extraordinary losses	171	28
Profit before income taxes	7,941	9,160
Income taxes-current	2,276	2,764
Income taxes-deferred	12	79
Total income taxes	2,288	2,844
Profit	5,652	6,316
Profit attributable to owners of parent	5,652	6,316

Consolidated Statement of Comprehensive Income

(Million yen)

	Previous fiscal year (from January 1, 2023 to December 31, 2023)	Current fiscal year (from January 1, 2024 to December 31, 2024)
Profit	5,652	6,316
Other comprehensive income		
Valuation difference on available-for-sale securities	1,026	(381)
Deferred gains or losses on hedges	1	6
Foreign currency translation adjustment	145	326
Remeasurements of defined benefit plans, net of tax	234	52
Total other comprehensive income	1,407	3
Comprehensive income	7,059	6,319
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,059	6,319

(3) Consolidated Statement of Changes in Equity

Previous fiscal year (from January 1, 2023 to December 31, 2023)

(Million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	2,553	3,166	60,654	(2,661)	63,713
Changes in items during period					
Dividends of surplus			(1,331)		(1,331)
Profit attributable to owners of parent			5,652		5,652
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares		(9)		68	58
Net changes in items other than shareholders' equity					—
Total changes in items during period	—	(9)	4,321	68	4,379
Balance at end of current period	2,553	3,156	64,975	(2,593)	68,092

	Accumulated other comprehensive income				
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income
Balance at beginning of current period	1,391	(3)	89	134	1,611
Changes in items during period					
Dividends of surplus					—
Profit attributable to owners of parent					—
Purchase of treasury shares					—
Disposal of treasury shares					—
Net changes in items other than shareholders' equity	1,026	1	145	234	1,407
Total changes in items during period	1,026	1	145	234	1,407
Balance at end of current period	2,417	(2)	235	369	3,018

	Share acquisition rights	Total net assets
Balance at beginning of current period	46	65,371
Changes in items during period		
Dividends of surplus		(1,331)
Profit attributable to owners of parent		5,652
Purchase of treasury shares		(0)
Disposal of treasury shares		58
Net changes in items other than shareholders' equity	(1)	1,405
Total changes in items during period	(1)	5,785
Balance at end of current period	45	71,156

Current fiscal year (from January 1, 2024 to December 31, 2024)

(Million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	2,553	3,156	64,975	(2,593)	68,092
Changes in items during period					
Dividends of surplus			(2,032)		(2,032)
Profit attributable to owners of parent			6,316		6,316
Purchase of treasury shares				(999)	(999)
Disposal of treasury shares		4		56	61
Net changes in items other than shareholders' equity					—
Total changes in items during period	—	4	4,283	(943)	3,344
Balance at end of current period	2,553	3,161	69,259	(3,536)	71,437

	Accumulated other comprehensive income				
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income
Balance at beginning of current period	2,417	(2)	235	369	3,018
Changes in items during period					
Dividends of surplus					—
Profit attributable to owners of parent					—
Purchase of treasury shares					—
Disposal of treasury shares					—
Net changes in items other than shareholders' equity	(381)	6	326	52	3
Total changes in items during period	(381)	6	326	52	3
Balance at end of current period	2,035	3	561	421	3,022

	Share acquisition rights	Total net assets
Balance at beginning of current period	45	71,156
Changes in items during period		
Dividends of surplus		(2,032)
Profit attributable to owners of parent		6,316
Purchase of treasury shares		(999)
Disposal of treasury shares		61
Net changes in items other than shareholders' equity	(19)	(16)
Total changes in items during period	(19)	3,328
Balance at end of current period	25	74,485

(4) Consolidated Statement of Cash Flows

(Million yen)

	Previous fiscal year (from January 1, 2023 to December 31, 2023)	Current fiscal year (from January 1, 2024 to December 31, 2024)
Cash flows from operating activities		
Profit before income taxes	7,941	9,160
Depreciation	2,082	2,416
Increase (decrease) in allowance for doubtful accounts	(5)	3
Increase (decrease) in provision for bonuses	31	36
Increase (decrease) in provision for bonuses for directors and other officers	7	3
Increase (decrease) in retirement benefit liability	285	67
Decrease (increase) in net defined benefit asset	(385)	(242)
Contribution to the employee retirement benefits trust	(1,900)	—
Interest and dividend income	(296)	(287)
Interest expenses	1	3
Loss (gain) on investments in partnership	8	0
Commission for purchase of treasury shares	—	13
Loss (gain) on sales of non-current assets	(0)	(41)
Loss on retirement of non-current assets	122	18
Loss on reduction of non-current assets	49	—
State subsidy	(49)	—
Loss (gain) on sales of investment securities	(0)	(852)
Decrease (increase) in notes and accounts receivable-trade	(692)	(553)
Decrease (increase) in inventories	(914)	(275)
Increase (decrease) in notes and accounts payable-trade	66	(104)
Other, net	37	(130)
Subtotal	6,390	9,237
Interest and dividend income received	298	288
Interest expenses paid	(1)	(3)
Income taxes paid	(2,244)	(2,421)
Net cash provided by (used in) operating activities	4,443	7,101
Cash flows from investing activities		
Purchase of securities	(9,000)	(10,500)
Proceeds from sales of securities	12,500	10,100
Purchase of property, plant, and equipment	(5,581)	(4,768)
Proceeds from sales of property, plant, and equipment	0	84
Purchase of intangible assets	(1,702)	(919)
Payments for asset retirement obligations	(52)	—
Purchase of investment securities	(36)	(609)
Proceeds from sales of investment securities	1	988
Payments for leasehold and guarantee deposits	(212)	(15)
Proceeds from state subsidy	49	—
Other, net	70	204
Net cash provided by (used in) investment activities	(3,962)	(5,436)
Cash flows from financing activities		
Proceeds from long-term loans	—	97
Repayments of long-term loans payable	(25)	(48)
Cash dividends paid	(1,334)	(2,032)
Purchase of treasury shares	(0)	(1,013)
Other, net	(47)	(43)
Net cash provided by (used in) financing activities	(1,407)	(3,041)
Effect of exchange rate change on cash and cash equivalents	86	219
Net increase (decrease) in cash and cash equivalents	(840)	(1,156)
Cash and cash equivalents at beginning of period	18,653	17,812
Cash and cash equivalents at end of period	17,812	16,656

(5) Notes to Consolidated Financial Statements

Going Concern Assumption

Not applicable

Segment and Other Information

1. Segment overview

The reportable segments of The Pack Group are the smallest units for which separate financial information can be obtained and for which regular examinations are performed by the Board of Directors to determine resource allocation and evaluate operational results.

The Group is engaged primarily in the manufacture and sale of paper bags, folding paper cartons, corrugated boxes, and plastic bags.

Based on the nature of the products, there are two reportable segments: Paper Products and Film Packaging.

The Group's major products are paper bags, folding paper cartons, corrugated boxes, and printing in the Paper Products segment and plastic bags and garment bags in the Film Packaging segment.

2. Method to determine net sales, profit or loss, assets, liabilities and other items by reportable segment

The accounting method used for the reportable segments complies with accounting policies adopted in preparing the consolidated financial statements.

Profit for reportable segments is stated on an operating profit basis.

3. Information concerning net sales and profit or loss by reportable segment and breakdown information on revenues

Previous fiscal year (from January 1, 2023 to December 31, 2023)

(Million yen)

	Reportable segment			Other businesses (Note 1)	Total	Adjustment (Note 2)	Amount posted in the consolidated financial statements (Note 3)
	Paper Products	Film Packaging	Subtotal				
Net sales							
Paper bags	29,653	—	29,653	—	29,653	—	29,653
Folding paper cartons	25,000	—	25,000	—	25,000	—	25,000
Corrugated boxes	12,419	—	12,419	—	12,419	—	12,419
Printing	2,325	—	2,325	—	2,325	—	2,325
Film packaging	—	13,798	13,798	—	13,798	—	13,798
Other	—	—	—	14,516	14,516	—	14,516
Revenues from contracts with customers	69,399	13,798	83,197	14,516	97,714	—	97,714
Other revenues	—	—	—	—	—	—	—
Sales to external customers	69,399	13,798	83,197	14,516	97,714	—	97,714
Intersegment sales and transfers	—	—	—	—	—	—	—
Total	69,399	13,798	83,197	14,516	97,714	—	97,714
Segment profit	6,858	856	7,715	1,267	8,983	(1,239)	7,743
Segment assets	54,790	8,847	63,637	8,023	71,661	27,186	98,847
Other items							
Depreciation	1,537	364	1,901	142	2,044	38	2,082
Increases in property, plant and equipment and intangible assets	6,576	927	7,503	733	8,237	(830)	7,406

Notes:

1. “Other businesses” includes supplies and other goods.
2. The adjustments are as follows:
 - (1) The -1,239 million yen adjustment to segment profit includes the elimination of intersegment transactions of 12 million yen not allocated to reportable segments and corporate expenses of -1,251 million yen. Corporate expenses primarily involve the parent company’s Administrative Department.
 - (2) The 27,186 million yen adjustment to segment assets represents corporate assets not allocated to reportable segments. Corporate assets mainly include the parent company’s surplus assets under management (cash and deposits of 10,495 million yen and securities of 8,100 million yen), long-term investments (investment securities of 7,564 million yen), and the parent company’s land of 1,027 million yen.
 - (3) Adjustments to depreciation are related to the parent company’s head office assets.
3. Segment profit is adjusted for consistency with the operating profit stated in the consolidated statement of income.

Current fiscal year (from January 1, 2024 to December 31, 2024)

(Million yen)

	Reportable segment			Other businesses (Note 1)	Total	Adjustment (Note 2)	Amount posted in the consolidated financial statements (Note 3)
	Paper Products	Film Packaging	Subtotal				
Net sales							
Paper bags	32,214	—	32,214	—	32,214	—	32,214
Folding paper cartons	25,882	—	25,882	—	25,882	—	25,882
Corrugated boxes	13,027	—	13,027	—	13,027	—	13,027
Printing	1,990	—	1,990	—	1,990	—	1,990
Film packaging	—	13,499	13,499	—	13,499	—	13,499
Other	—	—	—	14,846	14,846	—	14,846
Revenues from contracts with customers	73,114	13,499	86,614	14,846	101,461	—	101,461
Other revenues	—	—	—	—	—	—	—
Sales to external customers	73,114	13,499	86,614	14,846	101,461	—	101,461
Intersegment sales and transfers	—	—	—	—	—	—	—
Total	73,114	13,499	86,614	14,846	101,461	-	101,461
Segment profit	7,168	933	8,102	1,261	9,364	(1,354)	8,009
Segment assets	60,257	8,687	68,944	8,359	77,304	25,987	103,292
Other items							
Depreciation	1,947	338	2,285	90	2,376	39	2,416
Increases in property, plant and equipment and intangible assets	5,595	320	5,916	207	6,123	0	6,123

Notes:

1. “Other businesses” includes supplies and other goods.
2. The adjustments are as follows:
 - (1) The -1,354 million yen adjustment to segment profit includes the elimination of intersegment transactions of 2 million yen not allocated to reportable segments and corporate expenses of -1,351 million yen. Corporate expenses primarily involve the parent company’s Administrative Department.
 - (2) The 25,987 million yen adjustment to segment assets represents corporate assets not allocated to reportable segments. Corporate assets mainly include the parent company’s surplus assets under management (cash and deposits of 8,981 million yen and securities of 8,499 million yen), long-term investments (investment securities of 7,528 million yen), and the parent company’s land of 978 million yen.
 - (3) Adjustments to depreciation and increases in property, plant and equipment and intangible assets are related to the parent company’s head office assets.
3. Segment profit is adjusted for consistency with the operating profit stated in the consolidated statement of income.

[Related information]

Previous fiscal year (from January 1, 2023 to December 31, 2023)

1. Product- and service-specific information

This is omitted here because similar information is provided under segment information.

2. Region-specific information

(1) Net sales

This is omitted here because sales to external customers in Japan account for more than 90% of net sales on the consolidated statement of income.

(2) Property, plant, and equipment

This is omitted here because the amount for property, plant, and equipment located in Japan accounts for more than 90% of the amount for property, plant, and equipment on the consolidated balance sheet.

3. Information specific to major customers

This is omitted here because no single external customer sales to whom account for 10% or more of net sales on the consolidated statement of income exists.

Current fiscal year (from January 1, 2024 to December 31, 2024)

1. Product- and service-specific information

This is omitted here because similar information is provided under segment information.

2. Region-specific information

(1) Net sales

This is omitted here because sales to external customers in Japan account for more than 90% of net sales on the consolidated statement of income.

(2) Property, plant, and equipment

This is omitted here because the amount for property, plant, and equipment located in Japan accounts for more than 90% of the amount for property, plant, and equipment on the consolidated balance sheet.

3. Information specific to major customers

This is omitted here because no single external customer sales to whom account for 10% or more of net sales on the consolidated statement of income exists.

[Information on impairment loss on fixed assets by reportable segment]

Previous fiscal year (from January 1, 2023 to December 31, 2023)

Not applicable

Current fiscal year (from January 1, 2024 to December 31, 2024)

Not applicable

[Information on amortization of goodwill and unamortized balances by reportable segment]

Not applicable

[Information on gain on negative goodwill by reportable segment]

Not applicable

Per Share Information

(Yen)

	Previous fiscal year (from January 1, 2023 to December 31, 2023)	Current fiscal year (from January 1, 2024 to December 31, 2024)
Net assets per share	3,736.44	3,964.51
Basic earnings per share	297.07	333.52
Diluted earnings per share	296.86	333.34

1. The basic assumptions for calculating basic earnings per share and diluted earnings per share are as follows:

	Previous fiscal year (from January 1, 2023 to December 31, 2023)	Current fiscal year (from January 1, 2024 to December 31, 2024)
Basic earnings per share		
Profit attributable to owners of parent (million yen)	5,652	6,316
Amounts not available to common shareholders (million yen)	—	—
Profit attributable to owners of parent related to common shares (million yen)	5,652	6,316
Average number of shares outstanding during the period (thousand shares)	19,027	18,937
Diluted earnings per share		
Adjustment to profit attributable to owners of parent (million yen)	—	—
Increase in number of common shares (thousand shares)	13	10
(of which share acquisition rights (thousand shares))	(13)	(10)
Antidilutive securities excluded from diluted earnings per share calculations		—

2. The basic assumptions for calculating net assets per share are as follows:

Item	Previous fiscal year (from January 1, 2023 to December 31, 2023)	Current fiscal year (from January 1, 2024 to December 31, 2024)
Total net assets (million yen)	71,156	74,485
Deduction on total net assets (million yen)	45	25
(of which share acquisition rights) (million yen)	(45)	(25)
Net assets applicable to common shares (million yen)	71,111	74,459
Number of common shares used in calculation of net assets per share (thousand shares)	19,031	18,781

Material Subsequent Events**Purchase of treasury shares**

In its meeting held February 12, 2025, the Company Board of Directors resolved to purchase treasury shares as outlined below, pursuant to Article 156 of the Companies Act, as applied under Article 165, Paragraph 3 of that Act.

1. Reason for treasury shares purchase

As part of the capital policies established in the Medium-Term Management Plan, the Company will purchase treasury shares for purposes including enhancing returns to shareholders and improving capital efficiency.

2. Details of this purchase

- | | |
|---|---|
| (1) Class of shares to be purchased: | Company common stock |
| (2) Total number of shares to be purchased: | up to 300,000 shares
(1.60% of total shares issued and outstanding
[not including treasury shares]) |
| (3) Total price of purchase of shares: | up to 1,000 million yen |
| (4) Period of purchase: | February 13 – December 31, 2025 |
| (5) Method of purchase: | Market purchase on the Tokyo Stock Exchange |