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February 14, 2024

To whom it may concern,

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Notice of Recording of Extraordinary Losses

Mitsubishi Paper Mills Limited (the “Company”) hereby announces that it has recorded extraordinary losses in the first nine months of the fiscal year ending March 31, 2024, as described below.

Details:

1. Recording of extraordinary losses

(1) Accident related loss

As announced on August 30 and December 7, 2023, a boiler accident occurred at Hachinohe Mill on August 22, and normal operations were resumed on December 6.

The Company has recently recorded 2,687 million yen in restoration expenses for this accident as an accident related loss in extraordinary losses.

Part of the restoration expenses are expected to be covered by insurance. Insurance claim income will be scheduled to be recorded in extraordinary income as soon as it is fixed.

(2) Business restructuring expenses

At Mitsubishi HiTec Paper Europe GmbH, a consolidated subsidiary in Germany, the sale of the business of the Flensburg Mill was completed on September 1, 2023. The Company is proceeding with business restructuring at the remaining Bielefeld Mill, and 850 million yen, including extra retirement payments and impairment losses, was recorded as business restructuring expenses in extraordinary losses.

2. Future outlook

With respect to results forecasts for the fiscal year ending March 31, 2024, there are no changes to the details announced on November 13, 2023, given that a gain on sale of investment securities has been recorded by the third quarter and that a gain on transfer of fixed assets of approximately 1,300 million yen is expected as stated in the notice of “the Transfer of Business and Fixed Assets (trust beneficiary interest) of Consolidated Subsidiaries” announced on September 29, 2023.