## Value Creation Story | Combining P&I's strengths and capital to generate new value

## **Value Creation Story**

DNP aims to enhance corporate value and realize a better future by leveraging P&I innovations and combining six types of capital.

Combining strengths and capital Identifying Six capitals risks and ▶P24 opportunities Financial capital Human capital A challenge-embracing culture with people eager to take them on A solid financial foundation that supports value creation Business risks P&I Intellectual Social and **Innovations** capital relationship capital Technological innovation and Co-creation with **R&D** capabilities diverse stakeholders across a wide range of fields × and cooperation Materiality ▶P20 Ot Digital Transformation of Manufactured capital Natural capital Manufacturing sites equipped with advanced printing technologies Environmentally friendly products and services The engine to drive growth and transformation Corporate governance

Steadily growing highly profitable and high-growth businesses

Building a strong business portfolio

Communication

**Electronics** 

Life & Healthcare

**▶**P38

Expanding competitive businesses to maximize value

Value creation

Information Security

Photo imaging

Mobility

Industrial high-performance

Digital interfaces

Semiconductors

Strengthening business base

Strengthening the capital that underpins corporate value enhancement

Strengthening of Human Capital

Strengthening Intellectual Capital

Initiatives for Environment

Enhancing corporate value

Creating sustainable business and shareholder value

The DNP Group sets a target of 10% ROE and seeks to achieve a P/B ratio exceeding 1.0 as early as possible.

Balance and circulation

Realizing a "better future"

Realize a sustainable, better society and well-being lives

A society where people can live safe, secure, healthy and well-being lives

A society where people can communicate comfortably

A society where people mutually respect each other

A society that realizes a balance between conomic growth and the global environment

Enhancing competitiveness by significantly improving efficiency

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Medium-term Management Plan

▶P28

## **Materiality**

DNP seeks to realize a better future by anticipating change and driving transformation itself.

#### ▶ Identifying risks and opportunities

DNP believes that a healthy society and economy, as well as comfortable and well-being lives for people, can only be sustained on a sustainable earth. In recent years, rapid environmental, social and economic changes have created diverse management challenges. DNP recognizes the importance of accurately identifying these factors, evaluating

· Accelerated transition toward decarbonization and a circular economy, etc.

associated risks, and incorporating them into medium- to long-term management strategies. By anticipating change and driving transformation, DNP seeks to turn risks into business opportunities, thereby advancing both corporate sustainability and the sustainability of society as a whole.

Enhanced competitiveness of products and services through established traceability, etc.

#### **Variables** Impact on business activities • Decline in competitiveness due to delayed adoption of advanced technologies · Loss of information and expertise due to shortage or outflow of specialized personnel [Technology trends] Business disruption or reputational damage caused by cyberattacks or misinformation, etc. DX, AI and security · Acceleration of AI and DX adoption due to advances in Improved operational efficiency and productivity through AI and DX digital technologies, leading to changes in work styles - Transforming communication in government, finance and distribution, and innovating and social structures production in manufacturing . Threats to information and cybersecurity Expansion of the digital services market · Expansion of the digital divide and potential privacy Providing personalized information and enhancing customer experiences infringements, etc. - Facilitating large-scale data distribution, sharing and utilization under high-security environments · Growing demand for security solutions, etc. Disruptions and fragmentation of supply chains, and business stagnation caused by [Economic activity] geopolitical risks and advances in Al Emergence of new risks due to expansion or changes in business locations Globalization, geopolitics · Business disruption or market exit due to delays in regulatory compliance, etc. and regulations Globalization of markets and supply chains Creation of new markets through globalization and expansion into new business regions · Structural changes and fragmentation of supply chains Stabilization of supply through diversification of procurement and production systems due to geopolitical risks and tighter regulations, etc. · Strengthening reliability through supply chain transparency, etc. Decline in competitiveness due to delays in securing and developing specialized and [Human capital] Demographics, talent acquisition Increased importance of supply chain risk management and human rights due diligence, etc. and human rights awareness · Business expansion and population growth globally Optimal talent allocation through recruitment of overseas personnel and reskilling • Declining birthrate, aging population and labor shortages in Japan Maximizing organizational strength by respecting diversity · Growing awareness of human dignity (human rights and labor Promoting operational efficiency and social participation through ICT utilization, etc. [Value chain-related] Increased friction and regulatory risks due to differences in systems and culture Culture, systems and ethics Higher compliance risks, including supply chain risks and human rights issues, etc. Geopolitical risks and differences in culture and systems across countries and regions Enhancing corporate value through the establishment of a global governance system · Growing importance of ethical corporate behavior and social Strengthening reliability through supply chain transparency, etc. responsibility, etc. Operational suspensions and supply chain disruptions due to natural disasters [Environment] Opportunity losses and increased costs resulting from delayed environmental Climate change, resources and initiatives, etc. environmental regulations · Increased frequency and severity of natural disasters and Expansion of demand for eco-friendly products and services water-related risks due to climate change — Increased demand for high-performance/high-value-added products, clean energy-related materials and alternative materials/products · Accelerated plastic pollution and loss of biodiversity Accelerated development of next-generation energy • Strengthening of environmental regulations

#### ldentifying materiality

In March 2024, DNP identified its materiality—priority issues to be addressed—as key challenges for realizing the four interrelated societies that it envisions as a "better future."

Based on this materiality, DNP has defined priority areas for value creation in its business activities from a global and long-term perspective.

To achieve both enhanced corporate value and strengthened competitiveness, DNP also focuses on strengthening its business base and thorough risk management, aiming to minimize potential negative impacts.

A better future	Materiality	Priority areas for value creation		Business	activities	
A society where	The DNP Group boosts environmental, social, and economic	<ul> <li>Developing social environments that</li> </ul>		Information Security		
people can live safe, secure, healthy and	sustainability by engendering change of our own volition, as well as accommodating	enable well-being lives  Building social and information infrastructure that		Photo imaging		
well-being lives	change that comes our way with a flexible stance.	supports safety and security	ion PP38	Mobility		
			Value creation	Industrial high-performance materials		
A society where people can communicate	The DNP Group improves the quality of experiential value and expands on opportunities for	<ul> <li>Providing information tailored to each individual</li> <li>Enhancing</li> </ul>	Vē	Digital interfaces		
comfortably	everyone by fusing the real and the digital.	experiences through next-generation technologies		Semiconductors		
					ening of	
	The DNP Group strives to create a place where all the people can play an active role by deepening mutual understanding and mutual recognition.	<ul> <li>Creating opportunities for everyone to participate</li> <li>Ensuring globally accessible information</li> </ul>	BSG PP56	Human Capital		
A society where people mutually respect each			Strengthening business base	Strengthening Intellectual Capital		
other			Stree	Initiatives for Environment		
			ŧ	Fair Operating Practices	Product and service safety and quality	
A society that realizes a	The DNP Group works to achieve nature-positive value chains by engaging in	Building systems that balance convenience and environmental consideration     Supporting sustainable economic growth through efficient use of resources	Thorough risk management	Human Rights and Labor	Information Security	
balance between economic growth and the global	environmental preservation and reducing negative environmental impacts.		bugh risk	Environment	Corporate Citizenship	
environment			Thorc	Responsible Procurement		

\* For details, please refer to the next page

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## **Business Activities Based on Materiality**

By promoting initiatives aligned with the business, financial and non-financial strategies of the Medium-term Management Plan, the DNP Group aims to achieve sustainable growth through creating new value and strengthening its business base.

#### ► Value creation

Aligned with the business strategy of the Medium-term Management Plan, DNP is developing a business portfolio that can leverage its strengths over the medium to long term. In addition, we are proactively investing in areas with

expected market growth where our strengths can be applied, aiming to expand business domains and enhance performance.

	Business area	Social value	Economic value		
	Information Security	<ul> <li>Realizing a safe, secure and comfortable smart society where people and things are connected</li> <li>Contributing to the development of highly reliable social infrastructure</li> </ul>	Providing high-value, one-stop services through optimal combinations of products and services  Expanding business over the medium to long term by entering emerging markets with expected population growth and economic expansion		
	Photo imaging	<ul> <li>Realizing a communication society filled with smiles and a sense of security</li> <li>Creating new experiences through photography</li> </ul>	<ul> <li>Achieving stable earnings and differentiation through high-quality print products and image-processing technologies</li> <li>Maintaining a leading global market share and capturing emerging markets by creating value tailored to regional needs</li> </ul>		
ion PP38	Mobility	Realizing a society where people can move safely and comfortably by integrating the real and digital worlds     Providing a comfortable in-vehicle experience through in-vehicle interface	Securing competitiveness in the global next-generation vehicle market with high-value-added automotive products     Contributing to a recycling-oriented society through eco-friendly products using recycled plastics and other materials		
Value creation P38	Industrial high-performance materials	Contributing to a decarbonized society with materials supporting EVs and renewable energy     Reducing environmental impact through eco-friendly materials and manufacturing processes	Expanding markets by maintaining a leading global share and responding to carbon neutrality     Strengthening global competitiveness through a flexible system that supports local production		
	Digital interfaces	<ul> <li>Realizing a society rich in sensibility through enhanced visual experiences</li> <li>Contributing to the evolution of diverse devices that support intuitive connections with information</li> </ul>	<ul> <li>Maintaining a strong market position through advanced mass-production capabilities that meet next-generation display demand</li> <li>Achieving high profitability and market leadership through co-creation based on a strong customer base and trust, and delivering high-value-added solutions</li> </ul>		
	Semiconductors	Contributing to the evolution of high-performance semiconductors that support the next-generation information society Building safe and reliable social infrastructure through semiconductor manufacturing	<ul> <li>Achieving high growth through advanced microfabrication technologies and responsiveness to cutting-edge fields</li> <li>Ensuring sustainable business expansion by addressing growth sectors and key markets, covering the semiconductor market comprehensively</li> </ul>		
A society where people can live safe, secure, healthy and well-being lives  A society where people can communicate comfortably  A society where people mutually respect each other  A society where people each other					

#### ▶ Strengthening business base

As a foundation supporting sustainable growth, DNP is advancing the strengthening of human capital through expanded investment in people based on the Human Capital Policy, the enhancement of intellectual capital by leveraging

DNP's unique strengths and external collaborations, and environmental initiatives aimed at realizing a decarbonized society, a recycling-oriented society and a society in harmony with nature.

		Material issues		Key metrics		Targets	FY2024 results
	Strengthening of Human Capital	Support for career autonomy of employees and strengthening of organizational capability		"compensation and related e more closely founded on perspective"		Implementation completed	-
		Health and productivity management that increases the happiness of employees	Employee enga	gement survey scores	ırgets	Up 10% from FY2022	+4.5%
		Hiring, personnel assignment and reskilling based on human resource portfolio	Completion of DX literacy standard basic education course		FY2025 targets	27,500 people eligible	25,473
		Promotion of D&I (Diversity and Inclusion)	Ratio of female	managers		12 % or more	10.4%
▶ P56		utilizing diverse individuality	Percentage of r childcare leave	male employees taking		100%	96.4%
base	Strengthening Intellectual Capital	Creation of new businesses and enhancement of technological strengths					
iness		Global rollout of technological strengths	R&D expenditures (annual)			Maintain in range of 30.0 billion yen	37.5 billion yen
isnq I		Strengthening of stable businesses and cultural reform			targets		
Strengthening business base		Sophistication of DX infrastructure		Number of users	FY2025 targets	Expand to 10,000 people	7,069
			Data management infrastructure	Number of data analysts		Expand to 1,000 people	703
Stre				Number of reports analyzed and visualized		Expand to 1,800 units	1,356
	Initiatives for Environment	Decarbonized society	Reduction of GHG emissions (Scope 1 and 2)			Down 46.2% from FY2019	Down 18.4%
		Recycling-oriented society	Increase in resource recycling rate		FY2030 targets	70%	63.5%
			Reduction of water usage			Down 30% from FY2019	Down 7.7%
		Society in harmony with nature	Procurement rate of paper compliant with the DNP Group Guidelines for Procurement of Paper for Printing and Converting			100%	99.5%

#### ► Risk management

To ensure the continuity of its business activities, DNP believes it is essential not only to comply with laws and regulations but also for all employees to act with integrity based on social ethics. From both DNP's perspective, based on the DNP Group Code of Conduct, which defines the standards for employee behavior, and the broader societal perspective, including international norms, we analyze the

importance of key issues and focus on the following critical themes: Fair Operating Practices, Human Rights and Labor, Environment, Responsible Procurement, Product and Service Safety and Quality, Information Security and Corporate Citizenship. Through these efforts, DNP works to thoroughly implement risk management across the entire supply chain.

## **Six Capitals**

By combining DNP's unique P&I (printing and information)—advanced technologies grounded in printing processes with six management capitals, we continue to create new value.

Capitals	Human capital  P56	Intellectual capital  ▶P66 ▶P26	Manufactured capital		Natural capital	Social and relationship capital P76	Financial capital
	A challenge-embracing culture with people eager to take them on Each employee is a vital foundation	Technological innovation and R&D across a wide range of fields  We continue to evolve and deepen	Production sites with advanced printing technologies  Based on our business strategy, we	prod	onmentally friendly lucts and services to realize a decarbonized	Co-creation with diverse stakeholders  To remain a trusted company for all	A strong financial base that supports value creation  By implementing a cash allocation
Strengths / Vision	and a source of our strengths in creating a "better future." By investing in human resources, we aim to enhance human creativity on a global scale, maximize the value generated through our businesses, and establish a positive feedback loop that channels this value back into further investment in our workforce—thereby further strengthening our human capital.	our long-cultivated strengths in DNP's unique P&I (printing and information), while strengthening collaboration with external partners to enhance our intellectual capital. Our business, R&D and intellectual property divisions work together in an integrated, company-wide structure—All DNP—to create new value.	actively and continuously invest in equipment—focusing on growth-driving businesses—and enhance profitability through the restructuring of existing printing-related production sites. These efforts strengthen our manufactured capital and serve as the foundation for producing and delivering products and services, enabling the creation of additional value.	and a so nature, as o Environm flexibly internatio frameworl more effect for a societ	recycling-oriented society ociety in harmony with outlined in the DNP Group nental Vision 2050. We y adapt to changes in onal standards and other iks, linking our actions to tive outcomes and striving the where economic growth bal environment coexist in harmony.	stakeholders—including employees, business partners, consumers, shareholders and investors, and local communities—we fulfill our responsibilities for value creation, integrity in conduct and transparency. At the same time, we strengthen co-creation with diverse stakeholders to drive the creation of new value.	strategy over the medium to long term and building a robust financial base to support it, we aim to secure capital profitability exceeding the cost of capital and achieve the sustainable enhancement of corporate value.
Material issues	Support for career autonomy of employees and strengthening of organizational capability     Health and productivity management that increases the happiness of employees     Hiring, personnel assignment and reskilling based on human resource portfolio     Promotion of D&I (Diversity and Inclusion) utilizing diverse individuality	Creation of new businesses and enhancement of technological strengths     Global rollout of technological strengths     Strengthening of stable businesses and cultural reform     Sophistication of DX infrastructure	Optimized investment allocation     Earning growth through reorganization and effective use of production sites     Rapid recovery and business continuity measures (BCM/BCP) considering various potential incidents     Establishment of highly competitive, safe, reliable, and high-quality production bases	business act Increasing the Consideration Design of ecurior services, and	he resource recycling rate on for regional ecosystems co-friendly products and id reduction of negative tal impacts across the entire	Building and expanding diverse partnerships     Promoting responsible procurement and conducting human rights due diligence across the supply chain     Ensuring strict adherence to corporate ethics and compliance by employees     Contributing to local communities and broader society through collaboration	Lower cost of equity     Increase in expected growth rate     Raising ROA     Utilization of leverage
Input	Number of employees: 36,890 (consolidated) Of which 3,586 are overseas Expenses per employee of education and training: 107,000 yen (non-consolidated)	R&D expenditures (annual):     37.5 billion yen	<ul> <li>Global production sites:</li> <li>60 in Japan, 18 overseas</li> <li>Global sales offices:</li> <li>33 in Japan, 25 overseas</li> <li>Annual capital expenditures:</li> <li>76.6 billion yen</li> </ul>	Water usage     Paper input	y consumption: <b>14,370</b> TJ e: <b>9,060,000</b> m³ t: <b>486,000</b> tons ut: <b>292,000</b> tons	<ul> <li>Tens of thousands of business partners</li> <li>Suppliers cooperating in responsible procurement activities: 285</li> <li>Social contribution activity programs conducted: 219</li> </ul>	<ul> <li>Stockholders' equity: 1,135.8 billion yen</li> <li>Interest-bearing debt: 162.0 billion yen</li> <li>Equity ratio: 59.2%</li> <li>Credit rating: AA- (R&amp;I)</li> <li>Growth investment: 182.7 billion yen</li> </ul>
Output	Employee engagement survey scores:     +4.5% compared with FY2022     Completion of DX literacy standard basic education course: 25,473 people     Ratio of female managers: 10.4%     Percentage of male employees taking childcare leave: 96.4%	Number of data management infrastructure users: 7,069     Number of Japanese patents held: 12,564	Active investment in focus business areas through expansion of production facilities and M&A     Promotion of business structure reform through organizational restructuring and other initiatives     Number of major quality incidents:     Zero	<ul> <li>866,000</li> <li>Water discharate</li> <li>Total unnece</li> <li>219,000</li> <li>Amount of la</li> <li>Sales of Sup</li> </ul>	arged: <b>7,140,000</b> m³ essary objects emissions:	Supplier survey based on the Sustainable Procurement Guidelines     Average score: 83     Procurement papers conforming to DNP Group Guidelines for Procurement of Paper for Printing and Converting Ratio of key suppliers that have obtained the conformance certificate: 99.5%     Donation menu at company cafeteria to support children Total of dishes: 38,385 / Annual donations: 1,920,000 JPY	Net sales: 1,457.6 billion yen Operating income: 93.6 billion yen Net income: 110.6 billion yen ROE: 9.6% Cash flows from operating activities: 95.6 billion yen (Excluding proceeds from stock sales in the retirement benefit trust) Share repurchases: 64.8 billion yen Total dividends: 17.3 billion yen Total return ratio: 74.2%
Issues and future initiatives	Based on our Human Capital Policy, we actively and continuously invest in human resources to support each individual's career autonomy and willingness to take on challenges, while fostering a positive organizational culture that supports these efforts.	We continue to invest approximately 30 billion yen in research and development, combining diverse forms of intellectual capital more effectively to accelerate the development and commercialization of products and services. In addition, we are strengthening open innovation through industry-academia collaboration, as well as marketing, R&D and business development activities overseas.	In response to domestic and international market trends, we are developing production sites that create our unique strengths, focusing on growth-driving businesses such as semiconductors, digital interfaces and mobility and industrial high-performance materials. In addition, we are enhancing asset efficiency through the restructuring of production sites in businesses for reforming.	the natural er enhance the r activities agai the medium to we promote d use of resourd chain, advance	our dependence and impact on nvironment, and work to resilience of our business inst environmental risks over to long term. At the same time, decarbonization and efficient roces across the entire supply cing both value creation and g our business base.	We work to raise employee awareness of compliance and strengthen risk management throughout the supply chain based on the DNP Group Code of Conduct. In addition, we collaborate with diverse stakeholders across the supply chain to promote respect for human rights and reduce negative environmental impact on a global scale.	To achieve sustainable enhancement of corporate value, we actively invest in areas where we have strengths and that offer expected profitability and growth, while further strengthening shareholder returns in line with profit growth. In addition, we will consider the use of leverage to optimize our cost of capital.

\* As of March 31, 2025

# Value Creation through Digital Transformation (DX)

Through DX, we further enhance the strengths of P&I, driving business transformation and enhancing competitiveness by both creating value and strengthening our business base.

DNP positions DX as a core driver of value creation, guided by our business vision, P&I Innovation. By leveraging the latest digital technologies and data utilization, we further strengthen the capabilities of P&I and establish a competitive advantage through the creation of distinctive products, services, and business models, as well as through the continuous refinement of our operations.

Under our medium- to long-term business portfolio strategy, we create value through the development and transformation of business models, while simultaneously strengthening our business foundation by enhancing competitiveness through innovations in internal systems and substantial improvements in productivity. By advancing both of these strategic pillars, we accelerate value creation through DX.



#### **Promotion structure**

The Chief Digital Officer (CDO), appointed by the President, oversees company-wide DX activities. A dedicated DX promotion and control unit has been established at the head office, and under robust cybersecurity frameworks and appropriate Al governance, each division works collaboratively across functions to implement DX initiatives throughout the company.

# DX promotion and control unit Smart Communication Life & Healthcare Electronics New business fields

#### Governance

#### Cybersecurity measures

In line with the Ministry of Economy, Trade and Industry's Cybersecurity Management Guidelines, we established the DNP CSIRT to ensure appropriate responses to security incidents. We maintain robust controls across domestic and international sites, provide cybersecurity education to all Group employees, implement Al-driven threat detection, and reinforce factory security. In addition, we are enhancing organizational resilience to enable rapid recovery from potential incidents.

#### Al Governance

We have established the DNP Group Al Ethics Policy and are continuously providing employee education while building and promoting a framework to ensure Al governance and reliability.

#### Value creation

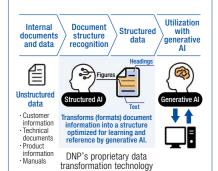
#### Transformation leveraging the strengths of P&I

By integrating P&I Innovations with the strengths of the six capitals through DX, we expand a value cycle co-created with companies, organizations, consumers, and society. We further advance the strengths of P&I through advanced digital technologies and data utilization, transforming both our engineering and value chains. From procurement, design, manufacturing, and distribution to customer touchpoints, we pursue sustainable growth and address social issues across our three business divisions—Smart Communication, Life & Healthcare, and Electronics—through diversification, optimization, and the sophisticated expression of information processing and transmission.

#### Creating a society where Al collaborates with human knowledge

DNP is working to recapture and leverage the knowledge held by companies and organizations, thereby contributing to the realization of an "Al-Ready" society in which Al can be utilized both effectively and safely.

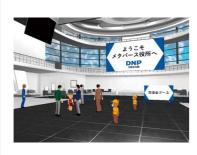
By combining our expertise in structuring vast and diverse information with the latest generative AI, we have developed structured AI technology that transforms organizational data into optimized formats for AI. This approach maximizes the value of data and contributes to the realization of a society in which humans and AI collaborate seamlessly.



### New communication in the real and virtual worlds

DNP is creating new communication and economic spaces that enable people to move seamlessly between the real and virtual worlds, free from divisions of age, gender, nationality, or any other attribute.

By advancing the high-quality expression techniques and large-scale information processing capabilities cultivated through printing processes into high-resolution 3D technologies, we enhance experiential value in XR (Extended Reality) virtual spaces, supported by safe and secure data distribution.

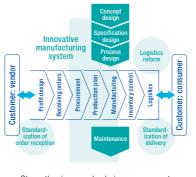


Metaverse Government Office

#### Contributing to a recyclingoriented society through manufacturing transformation

By enabling advanced data integration across the entire supply chain, we enhance the flexibility of production planning, shorten time-to-market, and contribute to addressing social issues such as energy conservation, resource circulation, and product recycling.

By applying annealing technology to rapidly optimize work schedules and transportation routes, we improve processes within our factories and enhance productivity through automation.



Strengthening supply chain management

#### Strengthening business base

#### Enhancing productivity through internal DX

To promote P&I Innovations across the company, we are strengthening DX capabilities, including DX advanced talent, organizational culture, and DX infrastructure. DX is being advanced throughout all areas—management, planning, sales, manufacturing, and R&D—significantly improving productivity through the sophistication of business processes and operations, and contributing to the sustainable enhancement of business competitiveness in alignment with our value creation story.

#### DX advanced talent and organizational culture

#### Reskilled DX talent supporting new businesses ▶P60

Building on our talent portfolio, we are developing personnel capable of driving "DNP DX." For example, as part of our business structure reforms, employees who have acquired DX skills through reskilling are reassigned to the XR communication business, where they contribute to value creation through metaverse development.

#### Deepening a culture of proactive data and Al utilization

To accelerate the company-wide use of data and generative AI, we strengthen problem-solving and proposal capabilities through design thinking, while encouraging voluntary challenges and mutual recognition via ideathons and the sharing of use cases. In addition, the introduction of no-code tools empowers every employee to drive business transformation, improving both productivity and value-creation capabilities.

#### DX infrastructure

#### Management

#### System modernization

Al utilization platform

Data management infrastructure

We are continuously enhancing our DX infrastructure—comprising the data management infrastructure, Al utilization platform, and system modernization—to drive sustainable corporate growth.

#### Our data management infrastructure targets

	Indicators	End of FY2024 results	End of FY2025 target		
	Number of users	7,069	10,000		
	Number of data analysts	703	1,000		
	Number of reports analyzed and visualized	1,356	1,800		

#### **Evolving toward a resilient business foundation**

In areas where standardization is feasible, we introduce common systems to improve efficiency and optimize costs. In rapidly evolving business domains, we develop flexible, data-ready systems to enhance the competitiveness of each division. Together, these initiatives strengthen company-wide agile management and our overall capacity to respond to change.

#### Significantly improving productivity through generative Al

By leveraging advanced AI models, we are automating specialized tasks such as new material discovery and quality analysis in R&D, patent searches and filings for product and service development, and regulatory research. Through these initiatives, we have automated over 50% of conventional tasks, significantly enhancing productivity.

#### Realizing agile management through data-driven insights

We have established a data management infrastructure to support the aggregation and utilization of vast volumes of information. Through management dashboards, we can promptly identify changes in the business environment and early signs of risk, enabling rapid decision-making by executives. In addition, by "democratizing" data for applications such as demand forecasting and investment management, we empower employee decision-making across the organization.

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