

Summary of Financial Results for the Six Months Ended September 2008

Name of Company Listed: **Nippon Paper Group, Inc.**
 Stock Exchange Listings: Tokyo, Osaka and Nagoya
 Code Number: 3893
 URL: <http://www.np-g.com/e/>
 Representative:
 Title of Representative Person: President
 Name of Representative Person: Yoshio Haga
 Person in Charge of Contact:
 Title of Contact Person: General Manager of Accounting & Budgeting Dept.
 Name of Contact Person: Toru Nozawa
 Telephone: +81-(0)3-3218-9300
 Expected date of Quarterly Financial Report submission: November 14, 2008
 Expected date of the commencement of dividend payments: December 1, 2008

(Amounts indicated are displayed with amounts of less than one million yen rounded off.)

1. Consolidated Financial Results of Operations for the Six Months Ended September 2008 (April 1, 2008–September 30, 2008)

(1) Consolidated Results of Operations

(The percentages indicate the percentage increase or decrease compared to the same period of the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2008	628,957	—	15,614	—	18,715	—	5,271	—
Six months ended September 30, 2007	597,388	2.8	14,355	-27.3	13,863	-31.2	4,606	-33.2

	Net income per share	Net income per share after adjusting for dilution
	Yen	Yen
Six months ended September 30, 2008	4,712.92	—
Six months ended September 30, 2007	4,289.84	—

(2) Consolidated Financial Status

	Total assets	Net Assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Six months ended September 30, 2008	1,632,392	472,619	27.5	401,517.56
Fiscal year ended March 31, 2008	1,625,571	479,758	28.0	407,492.96

Reference: Shareholders' equity Six months ended September 30, 2008 449,071 million yen
 Fiscal year ended March, 2008 455,900 million yen

2. Dividend Status

Record date	Dividends per share				
	First quarter end	Second quarter end	Third quarter end	Fiscal year end	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2008	—	4,000.00	—	4,000.00	8,000.00
Fiscal year ending March 31, 2009	—	4,000.00	—	—	—
Fiscal year ending March 31, 2009 (Projection)	—	—	—	4,000.00	8,000.00

Note: Revisions to dividend forecast in this quarter None

The Company is planning to implement a stock split at a ratio of 100 shares for each share of common stock, effective one day before the “Law Amending the Partial Revision of the Commercial Code Concerning Transfer of Bonds for Rationalization of Settlements Related Trade such as Shares” goes into effect. Dividends per share for the fiscal year ending March, 2009 (Projection) do not reflect the stock split.

3. Projection of Consolidated Results of Operations for the Fiscal Year Ending March 2009 (April 1, 2008–March 31, 2009)

(The percentages indicate the percentage increase or decrease compared to the same period of the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full fiscal year	1,280,000	5.6	43,000	31.0	43,000	31.1	19,000	235.6	16,985.50

Note: Revisions to projection of consolidated results of operations for the fiscal year ending March 2009 None

The Company is planning to implement a stock split at a ratio of 100 shares for each share of common stock, effective one day before the “Law Amending the Partial Revision of the Commercial Code Concerning Transfer of Bonds for Rationalization of Settlements Related Trade such as Shares” goes into effect. Projection of net income per share for full fiscal year does not reflect the stock split.

4. Others

[1] Has the Company made any important changes in its subsidiaries (changes in specified subsidiaries as a result of changes in the scope of consolidation)? No

[2] Has the Company adopted a simplified accounting method or specific accounting method for preparation of quarterly consolidated financial statements? Yes

[3] Changes in accounting principles, procedures, or methods concerning the preparation of consolidated financial statements (Changes that are presented as changes in important items that are used as basic materials for the preparation of consolidated financial statements)

(i) Has the Company made any changes following the revision of the Accounting Standard and others? Yes

(ii) Has the Company made any changes other than those described in (i)? Yes

[4] Number of issued and outstanding shares (common stock)

(i) Number of issued and outstanding shares at the end of the periods (including treasury stock)

Six months ended September 30, 2008 1,122,534 Shares

Fiscal year ended March 31, 2008 1,122,534 Shares

(ii) Number of treasury stock at the end of the periods

Six months ended September 30, 2008 4,098 Shares

Fiscal year ended March 31, 2008 3,742 Shares

(iii) Average number of shares during the periods

Six months ended September 30, 2008 1,118,600 Shares

Six months ended September 30, 2007 1,073,785 Shares

*Explanation about appropriate use of business projections and other special remarks

- On October 28, we have revised our consolidated earnings forecasts for fiscal 2008 (ending March 31, 2009) that we issued on April 28, 2008.

- Effective this fiscal year, the Company has adopted ASBJ Statement No. 12 “Accounting Standard for Quarterly Financial Reporting” and ASBJ Guidance No. 14 “Guidance on Accounting Standard for Quarterly Financial Reporting”. In addition, the Company prepared quarterly consolidated financial statement complying with the “Regulation concerning Terminology, Forms and Method of Preparation of Quarterly Consolidated Financial Statements”.

- Forecast performance is predicted based on the information available at the time of the announcement. Actual performance may differ from forecasts due to a variety of factors.

This document is an English-language translation of the Japanese-language original.