



April 28, 2010

## Fiscal Year Ended March 2010 Brief Note on Settlement of Accounts (Consolidated)

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)3-6665-1000  
 Planned date of the general meeting of shareholders: June 29, 2010  
 Planned date of the commencement of dividend payments: June 30, 2010  
 Planned date of Financial Report submission: June 29, 2010

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

### 1. Consolidated Financial Results of Operations for the Accounting Period of Fiscal Year Ended March 2010 (April 1, 2009 to March 31, 2010)

#### (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	%
Accounting period of fiscal year ended March, 2010	1,095,233	-7.8	43,149	116.3	37,547	109.2	30,050	—
Accounting period of fiscal year ended March, 2009	1,188,136	-1.9	19,951	-39.2	17,944	-45.3	-23,330	—

	Net income per share	Net income per share after adjusting for dilution	Return on equity	Ordinary margin on gross capital	Operating income to net sales
	Yen	Yen	%	%	%
Accounting period of fiscal year ended March, 2010	264.03	—	7.0	2.5	3.9
Accounting period of fiscal year ended March, 2009	-208.60	—	—	1.2	1.7

Reference: Investment income and loss accounted for by the equity method

Accounting period of fiscal year ended March, 2010 1,015 million yen

Accounting period of fiscal year ended March, 2009 1,789 million yen

Note: With respect to the net income per share for the accounting period of fiscal year ended March, 2009, we have taken account of the share split performed on January 4, 2009.

## (2) Consolidated Financial Status

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2010	1,500,246	459,978	30.4	3,940.06
As of March 31, 2009	1,492,027	424,551	27.0	3,601.71

Reference: Shareholders' equity As of March 31, 2010 456,312 million yen  
As of March 31, 2009 402,767 million yen

## (3) Consolidated Cash Flow

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Accounting period of fiscal year ended March, 2010	116,908	-70,934	-38,214	24,041
Accounting period of fiscal year ended March, 2009	84,170	-65,182	-18,831	14,901

## 2. Dividend Status

	Dividends per share					Amount of total dividends (Annual)	Dividend payout (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter end	Second quarter end	Third quarter end	End of period	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Accounting period of fiscal year ended March, 2009	—	4,000.00	—	40.00	—	8,975	—	2.1
Accounting period of fiscal year ended March, 2010	—	40.00	—	40.00	80.00	9,134	30.3	2.1
Accounting period of fiscal year ending March, 2011 (Projection)	—	40.00	—	40.00	80.00		46.3	

Note: With respect to the dividends per share for the second quarter end, we have not taken account of the share split performed on January 4 2009. For details, please see (Retroactive revision associated with the share split) on page 4.

## 3. Projection of Consolidated Results of Operations for the Fiscal Year Ending March 2011 (April 1, 2010–March 31, 2011)

(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
Six Months Ended September 30, 2010	560,000	6.3	20,000	7.5	17,000	-4.5	8,000	2.0	69.08
Full fiscal year	1,140,000	4.1	42,000	-2.7	36,000	-4.1	20,000	-33.4	172.69

#### 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)? Yes

New 1 company (Company name: Paper Australia Pty Ltd)  
 Eliminated — (Company name: )

[2] 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? No

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

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

(i) Number of issued and outstanding shares (including treasury stock) as of:

March 31, 2010 116,254,892 Shares  
 March 31, 2009 112,253,463 Shares

(ii) Number of treasury stock as of:

March 31, 2010 441,257 Shares  
 March 31, 2009 426,793 Shares

#### (Reference) Non-Consolidated Financial Results of Operations

##### 1. Non-Consolidated Financial Results of Operations for the Accounting Period of Fiscal Year Ended March 2010 (April 1, 2009 to March 31, 2010)

(1) Non-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	%
Accounting period of fiscal year ended March, 2010	19,522	49.4	15,168	57.3	14,875	60.0	13,861	58.7
Accounting period of fiscal year ended March, 2009	13,071	3.3	9,645	-6.2	9,296	-8.9	8,732	-6.8

	Net income per share	Net income per share after adjusting for dilution
	Yen	Yen
Accounting period of fiscal year ended March, 2010	121.40	—
Accounting period of fiscal year ended March, 2009	77.82	—

Note: With respect to the net income per share for the accounting period of fiscal year ended March, 2009, we have taken account of the share split performed on January 4, 2009.

(2) Non-Consolidated Financial Status

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Accounting period of fiscal year ended March, 2010	573,518	438,828	76.5	3,777.16
Accounting period of fiscal year ended March, 2009	581,890	423,374	72.8	3,773.70

Reference: Shareholders' equity As of March 31, 2010 438,828 million yen  
 As of March 31, 2009 423,374 million yen

\*Disclaimer regarding forward-looking statement and other remarks:

- Any statement in this document regarding future performance of the Company is based on the information available at the time of the announcement. Actual performance may differ from forecasts due to a variety of factors.
- The Company performed a 100-for-1 share split of common shares on January 4, 2009.

(Retroactive revision associated with the share split)

The Company performed a 100-for-1 share split of common shares on January 4, 2009. Dividends per share of common shares assuming that the share split had been made at the beginning of the previous fiscal year is shown below.

Record date	Dividends per share				
	First quarter end	Second quarter end	Third quarter end	End of period	Annual
	Yen	Yen	Yen	Yen	Yen
Accounting period of fiscal year ended March, 2009	—	40.00	—	40.00	80.00

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