

Company name : Nippon Paper Industries Co., Ltd.  
 Representative : Fumio Manoshiro, President  
 (Stock code: 3863, First Section, TSE)

**Notice of Projection of Financial Results and Dividends for the Fiscal Year 2018**  
**Ending March 2019**

Nippon Paper Industries Co., Ltd. (“the Company”) announces the projection of financial results and dividends for the fiscal year ending March 31, 2019, which were stated as pending in the “Summary of Consolidated Financial Results for the Fiscal Year Ended March 2018 (unaudited)” released on May 15, 2018.

1. Projection of financial results

Projection of Consolidated Financial Results for Fiscal Year 2018(April 1, 2018 - March 31, 2019)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previous forecast (A)	—	—	—	—	—
Current Projection (B)	1,080,000	25,000	25,000	-18,000	-155.54
Increase/decrease (B - A)	—	—	—	—	—
Percentage increase/decrease (%)	—	—	—	—	—
(Reference) Results for fiscal year 2017 ended March 2018	1,046,499	17,613	18,649	7,847	67.80

The Company projects that its consolidated financial results for the fiscal year 2018 ending March 31, 2019, which were previously stated as pending due to the process of formulating the Sixth Medium-Term Business Plan, will be as presented above, taking into account the announcements, “Nippon Paper Group Formulates its Sixth Medium-Term Business Plan (2018 - 2020)” and “Nippon Paper Group Announces Reorganization of Production Structure for its Paper Business”, released today. The forecasts include an extraordinary losses of approximately ¥20 billion due to an impairment loss of fixed assets, etc. associated with the reorganization of the paper business production structure.

2. Projection of dividends

Projection of Dividends for Fiscal Year 2018(April 1, 2018 - March 31, 2019)

	Dividends per share				
	1 <sup>st</sup> quarter end	2 <sup>nd</sup> quarter end	3 <sup>rd</sup> quarter end	End of fiscal year	Annual
	Yen	Yen	Yen	Yen	Yen
Previous forecast	—	—	—	—	—
Current Projection	—	0.00	—	30.00	30.00
Results for fiscal year 2018 ending March 2019	—	—	—	—	—
Results for fiscal year 2017 ended March 2018	—	30.00	—	30.00	60.00

The Company's basic policy is to continue to provide steady cash dividend payments when possible based on a comprehensive assessment of the Group's performance while ensuring retained earnings, in principle. Taking into account the full-year consolidated financial results forecast for the fiscal year ending March 2019, the Company forecasts that the dividends will be as presented above.

The Company will strive to achieve the goals set forth in its Sixth Medium-Term Business Plan, including “improving profitability of the paper business”, “expanding business operation in growth areas”, and “early commercialization of new businesses” to increase its corporate value and return profit to shareholders. Your consideration and understanding of the Company’s current condition will be much appreciated.

(Note) The earnings forecasts presented above are based on the information available as of the date when this release was issued.

Actual earnings performance in the future may differ from forecasts due to a variety of factors.