

# Fiscal Year Ended March 2011 **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:

President Title of Representative Person: Yoshio Haga Name of Representative Person:

Person in Charge of Contact:

Title of Contact Person: General Manager of Accounting & Budgeting Dept.

Name of Contact Person: Toru Nozawa

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Planned date of the general meeting of

shareholders:

June 29, 2011

Planned date of the commencement of

dividend payments:

June 30, 2011

Planned date of Financial Report

submission:

June 29, 2011

Availability of support documentation: Yes

Holding of financial result briefing: No

(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 2011 (April 1, 2010 to March 31, 2011)

(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		ome	Ordinary income		Net income		
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Accounting period of fiscal year ended March, 2011	1,099,817	0.4	35,608	-17.5	31,599	-15.8	-24,172	-
Accounting period of fiscal year ended March, 2010	1,095,233	-7.8	43,149	116.3	37,547	109.2	30,050	_

Note: Comprehensive income

Accounting period of fiscal year ended March, 2011 -41,839 million yen (-%)Accounting period of fiscal year ended March, 2010 51,189 million yen (-%)

	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, 2011	-208.73	_	-5.6	2.1	3.2
Accounting period of fiscal year ended March, 2010	264.03	_	7.0	2.5	3.9

Reference: Investment income and loss accounted for by the equity method Accounting period of fiscal year ended March, 2011 5,002 million yen Accounting period of fiscal year ended March, 2010 1,015 million yen

(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, 2011	1,560,592	408,762	25.9	3,496.49
As of March 31, 2010	1,500,246	459,978	30.4	3,940.06

Reference: Shareholders' equity
As of March 31, 2011
404,892 million yen
As of March 31, 2010
456,312 million yen

(3) Consolidated Cash Flow

(5) Consolidated Cash i low									
	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, 2011	115,454	-93,467	59,053	104,739					
Accounting period of fiscal year ended March, 2010	116,908	-70,934	-38,214	24,041					

#### 2. Dividend Status

		Div	vidends per sh	A	D:-:	Ratio of dividends		
	First quarter end	Second quarter end	Third quarter end	End of period	Annual	Amount of total dividends (Annual)	payout (Consolidat	to net
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
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 ended March, 2011	_	40.00	_	20.00	60.00	6,970	_	1.6
Accounting period of fiscal year ending March, 2012 (Projection)	_		_	_	_		_	

Note: The dividend projection for the fiscal year ending March 31, 2012 has yet to be determined.

## 3. Projection of Consolidated Results of Operations for the Fiscal Year Ending March 2012 (April 1, 2011–March 31, 2012)

The Projection of consolidated results of operations for the fiscal year ending March 2012 has yet to be determined, because the outlook for the domestic economy is still uncertain as a result of the Great East Japan Earthquake and it is difficult at present to make any reasonable forecasts. The Company will announce the projection as soon as it is able to esimate.

#### 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

New – (Company name: ) Eliminated – (Company name: )

- [2] Changes in accounting principles, procedures, or methods
  - (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)? No

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

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

March 31, 2011 116,254,892 Shares March 31, 2010 116,254,892 Shares

(ii) Number of treasury stock as of:

March 31, 2011 455,150 Shares March 31, 2010 441,257 Shares

(iii) Average number of shares during the periods of:

March 31, 2011 115,807,535 Shares March 31, 2010 113,814,229 Shares

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

# 1. Non-Consolidated Financial Results of Operations for the Accounting Period of Fiscal Year Ended March 2011 (April 1, 2010 to March 31, 2011)

(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, 2011	28,312	45.0	23,871	57.4	23,756	59.7	23,676	70.8
Accounting period of fiscal year ended March, 2010	19,522	49.4	15,168	57.3	14,875	60.0	13,861	58.7

	Net income per share	Net income per share after adjusting for dilution
	Yen	Yen
Accounting period of fiscal year ended March, 2011	203.81	-
Accounting period of fiscal year ended March, 2010	121.40	-

#### (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, 2011	570,503	453,125	79.4	3,900.69
Accounting period of fiscal year ended March, 2010	573,518	438,828	76.5	3,777.16

Reference: Shareholders' equity
As of March 31, 2011
As of March 31, 2010
453,125 million yen
438,828 million yen

This brief note on settlement of accounts is not subject to auditing procedure in accordance with the Financial Instruments and Exchange Law and, as of the date of publication of this brief note, the review procedures for the consolidated financial statements are currently in progress.

- \* Disclaimer regarding the appropriate use of 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 and certain assumptions judged to be reasonable. Actual performance may differ from forecasts due to a variety of factors.
  - 2. The support documentation will be posted on the following our website. http://www.np-g.com/e/ir/presentation.html

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

<sup>\*</sup> Presentation of implementation status of auditing procedure