# **Employment and Occupational Safety and Health Indicators**

### **Employment Indicators**

Unit	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
	12 107	10.771	11 741	12.057	12.001
		· ·			12,881
		· '			11,451
Persons	1,430	1,382	1,262	1,366	1,430
Persons	_	_	6,849	6,967	6,818
Persons	_	_	1,854	2,433	2,448
Persons	_	_	19	19	35
Persons	_	_	1,636	2,2/3	2,192
Persons	_	_	1,383	1,365	1,388
Persons	1,785	1,745	1,662	2,723	2,582
Persons	1,531	1,531	1,433	2,385	2,257
Persons	254	214	229	338	325
%	_	83.2	80.6	74.1	80.6
Porconc	150	160	240	265	245
					220
					25
1 0130113					
Persons					198
					169
Persons	13	21	10	22	29
%	1.78	1.99	1.98	1.94	1.92
Persons	53	112	172	185	46
Persons		309	327	331	227
Years	41.9	42.7	43.3	43.3	43.4
Years	41.9	42.7	43.3	43.3	43.4
Years	42.0	42.0	42.8	43.1	43.5
Years	21.0	18.7	19.0	19.1	19.4
					19.6
					18.0
%	3.3	3.8	4.2	2.9	2.6
%	1.48	1.57	1.60	1.86	2.47
					2.39
%	16.0		20.4		14.4
	_				105
. 5. 50.15		١ ٠,			1 -55
Persons	_	28	51	27	39
	Persons Person	Persons         13,107           Persons         11,677           Persons         1,430           Persons         —           Persons         —           Persons         —           Persons         —           Persons         —           Persons         1,785           Persons         1,531           Persons         135           Persons         135           Persons         13           Persons         110           Persons         13           Persons         13           Persons         41.9           Years         41.9           Years         41.9           Years         21.0           Years         21.1           Years         20.0           %         3.3	Persons         13,107         12,771           Persons         11,677         11,389           Persons         1,430         1,382           Persons         —         —           Persons         1,785         1,745           Persons         1,531         1,531           Persons         1,531         1,531           Persons         135         143           Persons         135         143           Persons         150         160           Persons         15         17           Persons         110         169           Persons         13         21           %         1.78         1.99           . Persons         53         112           Persons         309         42.7           Years         41.9         42.7           Years         41.9         42.7           Years         21.0         18	Persons         13,107         12,771         11,741           Persons         11,677         11,389         10,479           Persons         1,430         1,382         1,262           Persons         —         —         6,849           Persons         —         —         1,854           Persons         —         —         19           Persons         —         —         1,636           Persons         —         —         1,636           Persons         —         —         1,636           Persons         —         —         1,383           Persons         —         —         1,636           Persons         1,785         1,745         1,662           Persons         1,531         1,531         1,433           Persons         254         214         229           %         —         83.2         80.6           Persons         150         160         240           Persons         135         143         218           Persons         123         190         146           Persons         13         21         10	Persons         13,107         12,771         11,741         13,057           Persons         11,677         11,389         10,479         11,691           Persons         1,430         1,382         1,262         1,366           Persons         —         —         6,849         6,967           Persons         —         —         1,854         2,433           Persons         —         —         1,854         2,433           Persons         —         —         1,854         2,433           Persons         —         —         1,636         2,273           Persons         —         —         1,636         2,273           Persons         —         —         1,383         1,365           Persons         1,785         1,745         1,662         2,723           Persons         1,531         1,531         1,433         2,385           Persons         254         214         229         338           %         —         83.2         80.6         74.1           Persons         150         160         240         265           Persons         15         17

Estimates based on re-organized segments formed in fiscal 2018

<sup>※ 3</sup> Data scope: consolidated companies

<sup>\*\* 5</sup> Beginning with fiscal 2013 percentages have been adjusted retroactively to exclude associate directors, employees commissioned for specific purposes, employees on temporary assignment from other companies, and other non-full-time personnel to present percentages of only full-time employees.

Managerial personnel at the level of section manager or positions higher

<sup>※ 7</sup> Data scope: Nippon Paper Industries Co., Ltd.

X 8 Data scope: Beginning with fiscal 2014, figures cover consolidated subsidiaries in Japan and management employees. Until fiscal 2013, figures covered only non-management employees at Nippon Paper Industries.

#### **Work-Life Balance Indicators**

	Unit	FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
Employees taking child-care leave <sup>*1</sup>	Persons	29	25	24	26	26
Male	Persons	1	4	0	0	0
Female	Persons	28	21	24	26	26
recently giving birth	%	90	91	100	100	100
who returned to work	%	_	100	100	100	100
Employees taking maternity/paternity leave <sup>×2</sup>	Persons	153	164	167	186	148
Male	Persons	140	141	145	160	122
Female	Persons	13	23	22	26	26
Average number of days taken for maternity/paternity leave **2						
Male	Days	3.3	3.1	3.2	3.0	3.4
Female	Days	66.0	85.6	79.4	64.9	78.0
Employees taking nursing-care leave <sup>*2</sup>	Persons	0	2	0	1	1
Total number of working hours <sup>⊗3</sup> Non-management employees All employees		1,831	1,885	1,912	1,927 –	1,903 1,927
The rate of annual paid leave taken by non-management employees*3	%	70.9	69.2	66.8	68.3	71.8

X 1 Data scope: consolidated subsidiaries in Japan

### **Occupational Accidents**

#### (Calendar year)

		FY 2013	FY 2014	FY 2015	FY 2016	FY 2017
Frequency rate for occupational accidents requiring time off from work	Nippon Paper Group <sup>®</sup>	0.30	0.40	0.40	0.10	0.68
	Nippon Paper Group (including affiliates)	0.56	0.65	0.43	0.39	0.63
coverity rate	Nippon Paper Group <sup>®</sup>	0.76	0.02	0.02	0.01	0.02
	Nippon Paper Group (including affiliates)	0.30	0.06	0.02	0.03	0.03

X Data Scope: The manufacturing facilities of Nippon Paper Industries Co., Ltd., Nippon Paper Crecia Co., Ltd., Nippon Paper Papylia Co., Ltd., and Kitakami Paper Co., Ltd.

# Principal organization memberships (as of July 2018)

Organization	Position
Japan Paper Association	Vice Chairman
Japan Tappi	President
Forest Management Association	Director
Japan Woody Bioenergy Association	Director
Paper Recycling Promotion Center	Vice President
Japan Paper Exporters' Association	Managing Director
Japan Paper Importers' Association	Managing Director
Japan Association of Milk Packaging and Machinery	Vice Chairman
Committee for Milk Container Environmental Issues	Vice Chairman
Association of Large-scale On-site Power-plant Owners	Managing Director
National Institute of Advanced Industrial Science and Technology Nanocellulose Forum	Chair

X 2 Data scope: In fiscal 2014, figures covered consolidated subsidiaries in Japan. In fiscal 2013, figures covered only Nippon Paper Industries.

<sup>※ 3</sup> Data scope: Nippon Paper Industries

# **Acquisition of Certification**

# Acquisition of ISO 9001 Certification

(as of March 31, 2018)

Company Name	Mills/Operating Division/ Production Subsidiaries
Nippon Paper Industries Co., Ltd	Hokkaido Mill(Yufutsu Pulp Production Sec.(KCF), Shiraoi 10M/C), Akita Mill, Nakoso Mill, Kanto Mill, Fuji Mill(Yoshinaga), Gotsu Mill <sup>®</sup> , Otake Mill, Iwakuni Mill(Chemical Production Dept.), Higashimatsuyama Mill
Nippon Paper Crecia Co., Ltd.	Tokyo Mill
Nippon Paper Papylia Co., Ltd.	Harada Mill, Suita Mill, Kochi Mill
Nippon Seitai Corporation	Hokkaido Office, Maebashi Mill, Saitama Mill, Kansai Office
Kyouei Seitai K.K.	Hokkaido Plant, Koganei Plant
NIPPON PAPER UNITEC CO., LTD.	Four business sites at headquarters (construction/electricity/control systems/plant engineering)
Kokusaku Kiko Co., Ltd.	Headquarters / Equipment & Facilities Department / Yufutsu Department / Shiraoi Department / Asahikawa Department
NANKO UNYU CO.,LTD.	Ishinomaki Office(Products Operation Deprt., Raw Materials Operation Dept.), Port Transport Dept., Land Transport Dept. and Tokyo Branch, Iwanuma Office, Nakoso Office, Akita Sales Office, Sendai Sales Office, Serive Dept., Greening and Engineering Sales Office
Nippon Paper Ishinomaki Technology Co., Ltd.	Headquarters
GAC Co., Ltd.	Headquarters/Mill, Marketing Division
FLOWRIC CO., LTD.	Headquarters, Concrete Research Center, Nagoya Mill
N&E Co., Ltd.	
Paper Australia Pty Ltd.	Maryvale, Preston
Jujo Thermal Oy	Kauttua
Siam Nippon Industrial Paper Co.	, Ltd.
Nippon Dynawave Packaging Co.	

Acquisition of ISO 14001 Certification (as of March 31, 2018)

Mills/Operating Division/ Production Subsidiaries
Kushiro Mill, Hokkaido Mill, Akita Mill, Ishinomaki Mill, Iwanuma Mill, Nakoso Mill, Kanto Mill, Fuji Mill, Gotsu Mill, Otake Mill, Iwakuni Mill, Yatsushiro Mill, Higashimatsuyama Mill
Egawa Mill, Ishioka Mill, Miki Mill
Tokyo Mill, Kaisei Mill, Koyo Mill, Kyoto Mill
Harada Mill, Suita Mill, Kochi Mill
Headquarters/Sapporo Branch Office/ Chubu Branch Office/Kansai Branch Office/Chugoku Branch Office/Kyushu Branch Office/Shizuoka Sales Office
Headquarters/Miyagi Mill
Headquarters
Maryvale
Kauttua

#### **Acquisition of ISO22000** (as of March 31 2018)

(as of March SI, Zolo)	
Company Name	Mills/Operating Division/ Production Subsidiaries
Nippon Paper Papylia Co., Ltd.	Kochi Mill <sup>®</sup>

<sup>X Liquid Filtrate Paper(tea bag filter paper, coffee filter paper, etc.),</sup> Food Packaging Paper

#### \* Certifications obtained for CMC and cellulose powder production.

# **Acquisition of FSSC 22000 Certifications**

(as of March 31, 2018)	
Company Name	Mills/Operating Division/ Production Subsidiaries
Nippon Paper Industries Co., Ltd.	Gotsu Mill*
Nippon Paper Liquid Package Product Co., Ltd.	Egawa Mill, Ishioka Mill, Miki Mill

X CMC, cellulose powder, and stevia and licorice sweeteners (all for use in food)

### The status of Eco-Action 21 acquisition

(as of March 31, 2016)	
Company Name	Mills/Operating Division
Kitakami Paper Co., Ltd.	Ichinoseki Mill
Akita Jujo Chemicals Co., Ltd.	Head Office Plant

## Status of CoC certification acquisition at principal production sites (as of July 31, 2018)

Company	ompany FSC®		PEFC
Name	Mill, Production Company	License no.	Mill, Production Company
	Kushiro Mill	FSC®C129049	
	Hokkaido Mill(Yufutsu, Asahikawa, Shiraoi)		Hokkaido Mill(Shiraoi)
	Ishinomki Mill	- FSC®C001751	Ishinomaki Mill
	Iwakuni Mill	-13C°C001731	Iwakuni Mill
Nippon Paper	Yatsushiro Mill		Yatsushiro Mill
Industries Co.,	Akita Mill	FSC®C133166	Akita Mill
Ltd.	Iwanuma Mill	FSC®C134786	
	Nakoso Mill	FSC®C020977	
	Kanto Mill(Soka, Ashikaga)	FSC®C133678	
	Fuji Mill Yoshinaga	FSC®C133678	Fuji Mill
	Otake Mill	FSC®C132226	Otake Mill
	Nippon Paper Liquid Package Product Co., Ltd. Egawa Mill, Ishioka Mill, Miki Mill	FSC®C128733	Nippon Paper Liquid Package Product Co., Ltd. Egawa Mill, Ishioka Mill, Miki Mill
	Nippon Paper Papylia Co., Ltd. Harada Mill, Kochi Mill	FSC®C005984	Nippon Paper Papylia Co., Ltd. Harada Mill, Kochi Mill
Other Nippon Paper Group Companies	Nippon Paper Crecia Co., Ltd. Tokyo Mill, Kaisei Mill, Koyo Mill, Kyoto Mill	FSC®C124287	
	Nippon Dynawave Packaging Co.	FSC®C131932	Nippon Dynawave Packaging Co.
	Siam Nippon Industrial Paper Co., Ltd.	FSC®C125026	
	Jujo Thermal Oy	FSC®C012566	Jujo Thermal Oy
	Paper Australia Pty Ltd. Maryvale Mill	FSC®C002059	Paper Australia Pty Ltd. Maryvale Mill

# **Forest Management and Raw Material Procurement-Related Indicators**

Tree Species Nippon Paper Industries Co., Ltd. Procured from Overseas, and Their Countries of Origin (Fiscal 2017)

# Hardwood (tonnes=bone dry tonnes) Country Percentage Species

Country	Percentage	Species
Australia	29%	Eucalyptus
South Africa	23%	Acacia
Brazil	18%	Eucalyptus, Acacia
Vietnam	16%	Acacia
Chile	14%	Eucalyptus
Total	100%	

# Softwood (tonnes=bone dry tonnes)

	(	
Country	Percentage	Species
Australia	79%	Radiata pine
U.S.A	13%	Douglas fir
Russia	8%	Yezo spruce
Total	100%	
		•

#### Overseas Afforestation Areas by Country (1,000 hectares)

Country	End of 2010	End of 2011	End of 2012	End of 2013	End of 2014	End of 2015	End of 2016	End of 2017
Australia	79	77	38	38	36	15	15	11
Chile	13	13	13	13	13	13	13	13
Brazil	62	62	62	54	54	50	52	53
South Africa	11	11	11	11	11	11	11	11
Total	165	163	124	116	114	89	91	88

### Status of Forest Certification Acquisition for Overseas Afforestation Projects and Company-Owned Forests in Japan

Overseas Plantation Project by operating company	Certification system name (License no)	Date of acquisition	
PTP (Australia)	AFS	June 2006	
BTP (Australia)	AFS	April 2006	
Volterra (Chile)	FSC <sup>®</sup> (FSC <sup>®</sup> C120260)	January 2014	
	CERTFORCHILE	December 2007	
Forestco (South Africa)	FSC <sup>®</sup> (FSC <sup>®</sup> C012171)	April 2003	
AMCEL (Brazil)	FSC <sup>®</sup> (FSC <sup>®</sup> C023383)	December 2008	
	CERFLOR	September 2014	

Company-owned forests in Japan by area	Certification system name	Date of acquisition	
Hokkaido	SGEC	December 2005	
Tohoku	SGEC	October 2007	
Kanto and Chubu	SGEC	October 2007*	
Kinki, Chugoku and Shikoku	SGEC	December 2006	
Kyushu	SGEC	March 2005	

<sup>\*</sup>The Company's Kitayama Forest in Shizuoka Prefecture was certified in December 2003.

Breakdown of company-owned forests in Japan by IUCN(International Union for Conservation of Nature) (as of March 31, 2018) (1,000 hectares)

IUG	CN category	Commercial forest area*	Environmenta I forest area <sup>*</sup>	Total	% Share	Ratio of environmenta I forest area (%)	
I	Strict nature reserve / wilderness area	0	0	0	0%		Protected area that is managed mainly for scientific research or wilderness
II	National park	0.6	4.5	5.1	6%		Protected area managed mainly for ecological processes and recreation
Ш	Natural monument or Feature	0	0	0	0%		Protected area managed mainly for specific natural monument
IV	Habitat / species management area	0	0	0	0%		Protected area managed mainly for particular species or habitats
V	Protected landscape/seascape	2.5	0.7	3.2	4%		Protected area managed mainly for landscape/seascape protection and recreation
VI	Protected area with sustainable use of natural resources	0	0	0	0%		Protected area managed mainly for the sustainable use of ecosystems
No	ot Applicable	69.0	12.4	81.4	91%	15%	
	Total	72.1	17.6	89.7	100%	20%	

<sup>\*\*</sup> Commercial forest area: The portion of Company-owned forests utilized as resources under appropriate forest management. Environmental forest area: The portion of forests where environmental functions are conserved.

The logging of trees for the purpose of lumber production is prohibited in this portion.

# **Environmental Accounting**\*

### **Environmental Conservation Costs**

(Fiscal 2017)	(Millions of Yen)			
	Investment	Cost		
(1) Business area costs				
①Pollution prevention costs	682	11,817		
②Global environmental conservation costs	3,794	657		
③Resources circulation costs	875	7,497		
(2) Upstream/downstream cost	-	4,105		
(3) Administration cost	-	672		
(4) R&D cost	-	2,774		
(5) Social activity costs	-	158		
(6) Environmental remediation costs	-	524		
Total	5,351	28,204		

### Environmental conservation impacts (Fiscal 2017)

Categories	Environmenta	Results	YoY Change	
Effects related to resources	Afforestation projects overseas  Overseas afforestation areas		88 k ha	Down 3 k ha
introduced to business activities	Energy-saving measures	Fuel reduction(Heavy oil equivalent)	64,204kl	
	Greenhouse gas emissions		6.99 Mt	Down 0.18 Mt
		NOx emissions (NO equivalent)	8,630 t	Up 628t
	Air pollutant emissions SOx emissions (SO <sub>2</sub> equivalent)		3,195 t	Down 150t
Effects related to environmental		Soot and dust emissions	1,296 t	Up 113t
impact and waste from business activities	Effluent	887 Mt	Up 6 Mt	
		COD/BOD emissions	54,151 t	Up 1,132t
	Water contaminant emissions	SS emissions	20,540 t	Down 1,584t
	Final waste disposal	9.3 kt	Down 1.4 kt	
Effects related to goods		Recycled paper utilization rate(paper)	35.2%	Down 3.2%
Effects related to goods and services produced from business activities	Product recycling	Recycled paper utilization rate (paperboard)	88.6%	Down 0.1%
	Shipping material recycling	Pallet recovery rate	44.9%	Up 0.9%

### **Environmental Benefits of Environmental**

Conservation (Fiscal 2017)	(Millions of Yen)
Effect	Amount
Income from company–owned forests in Japan	580
Reduced expenses from energy saved	2,785
Reduced disposal expenses through the effective use of waste	4,206
Gain on sales from the recycled waste	210
Reduced expenses through the recycling of shipping material	981
Total	8,762

Accounting standards are based on Environmental Accounting Guidelines 2005
 Data Scope: consolidated subsidiaries in Japan

### **Environment-Related Indicators**

#### Balance of Materials for All Businesses (Principal Materials) (Fiscal 2017)

[Units] GWh = Gigawatt hours, BDt = Bone-dry tonnes, ADt = Air-dry tonnes Note: t indicates Tonnes (also called Metric Tons)

		IIVI		OUTPU			
Energy input		Water consumption	966Mt	GHG emissions	8.10Mt	Nitrogen	1.58kt
Purchased electricity	2,144GWh	River water	775Mt	SOx emissions	3.53kt	Phosphorous	0.21kt
Oil	184k kℓ	Industrial water	164Mt	NOx emissions	9.99kt	Total Waste Generated	918kBDt
Coal	2,593kt	Well water	26Mt	Soot and dust	1.55kt	Final disposal subtotal	111kBDt
Gas	279kt	Public water supply	1Mt	Chemical substar	ices	Recycled subtotal	807kBDt
Other fossil fuels	24kt	Raw Material		subject to the PR	TR Law <sup>×2</sup>	Products manufa	ctured
Other non-fossil fules <sup>**1</sup>	6,453kt	Woodchips	5,498k BDt	Amount released	166t	Paper, household Paper	4.39Mt
(Black liquor subtotal:	4,749kt)	Logs	789k BDt	Amount transferred	76t	Paperboard	2.17Mt
Chemical substance	es subject	Pulp	494k Adt	Wastewater	930Mt	Pulp	229kt
to the PRTR Law*2	_	Recycled paper(Pulp)	3,122k Adt	Public water	920Mt	Paper container	89kt
Amount handled	10,901t	Base Paper	100k Adt	Sewerage	10Mt	Chemical products	107kt
				COD/BOD	64.2kt	Building materials	67kt
				SS	23.9kt	Electricity	1,304GWh

<sup>※1</sup> Biomass fuels and waste fuels

# Balance of Materials in the Pulp and Paper Businesses in Japan (Principal Materials) (Fiscal 2017)

[Units] GWh = Gigawatt hours, BDt = Bone-dry tonnes, ADt = Air-dry tonnes Note: t indicates Tonnes (also called Metric Tons)

		INI		OUTPUT			
Energy input		Water consumption	843Mt	GHG emissions	6.33Mt	Nitrogen	1.37kt
Purchased electricity	927GWh			SOx emissions	2.9kt	Phosphorous	0.19kt
Oil	153k kℓ			NOx emissions	8.3kt	<b>Total Waste Generated</b>	609kBDt
Coal	2,007kt			Soot and dust	1.3kt	Final disposal subtotal	6kBDt
Gas	107kt			Chemical substance	es subjec	t Recycled subtotal	603kBDt
Other fossil fuels	24kt	<b>Raw Material</b>		to the PRTR Law*2		Products manufac	tured
Other non-fossil fules <sup>*1</sup>	4,636kt	Woodchips	4,348kBDt	Amount released	91t	Paper, household Paper	3.95Mt
(Black liquor subtotal:	3,317kt)	Logs	28kBDt	Amount transferred	4t	Paperboard	1.73Mt
Chemical substance	s subject	Pulp	394kAdt	Wastewater	816Mt	Pulp	19kt
to the PRTR Law **2		Recycled paper(Pulp)	3,038kAdt				
Amount handled	660t			COD/BOD	46kt		
				SS	18.6kt		
				Д			

X1 Biomass fuels and waste fuels

<sup>\*\*2</sup> Japan only. Dioxins(amonts handled 0, amounts released 1.2g-TEQ, amounts transferred 3.6g-TEQ) are not included in total data.

<sup>※2</sup> Japan only. Dioxins(amonts handled 0, amounts released 1.2g-TEQ, amounts transferred 3.6g-TEQ) are not included in total data.

### Major Environmental Performance Data\*1

		Unit	FY2013	FY2014	FY2015	FY2016	FY2017
	Fossil energy input	Million GJ	97	95	94	99	96
Energy	Non-fossil energy input <sup>*2</sup>	Million GJ	77	80	81	91	92
Water consump	otion	Million t	883	939	942	957	966
Waste water	Amount discharged	Million t	907	918	920	933	930
	COD/BOD	Thousand t	56.0	63.7	62.9	62.5	64.2
	SS	Thousand t	22.0	23.6	26.0	25.5	23.9
	GHG emissions	Million t-CO <sub>2</sub>	_	_	-	8.21	8.10
Caa amiasiana	SOx	Thousand t	3.34	4.32	5.08	3.77	3.53
Gas emissions	NOx	Thousand t	9.03	8.78	9.61	9.42	9.99
	Soot and dust	Thousand t	1.52	1.54	1.47	1.40	1.55
Waste	Total Waste Generated	Thousand t	819	850	839	911	918
waste	Final disposal subtotal	Thousand t	71.9	54.2	52.4	106	111

X1 Changes in the Data Collection Scope:

in fiscal 2013 (added) Paper Australia Pty Ltd.
in fiscal 2014 (added) Jujo Thermal Oy and South East Fibre Exports Pty. Ltd.
in fiscal 2015 (added) Siam Nippon Industrial Paper Co., Ltd.

(excluded) SHIKOKU COCA-COLA BOTTLING CO., LTD.
(excluded) The Shoalhaven Mill of Paper Australia Pty Ltd. (excluded) The Shoalhaven Mill of Paper Australia Pty Ltd., South East Fibre Exports Pty. Ltd.

(excluded) Nippon Paper Industries USA Co., Ltd.

### **Environment–Related Complaints** (FY 2017)

Complaints	Noise	Vibration	Odor	Dust and mist dispersal	Smoke	Other	Total
Number	6	0	1	3	0	1	11

### **External Awards for Environmental Conservation Activities** (FY 2017)

Recipient	Award	Award Organization
Employees of Nippon Paper	Golden award: Environment Preservation Slogan in FY2017 (1 person) Honorable mention: Environment Preservation Slogan in FY2017 (1 person) Honorable mention: Environment Preservation Senryu(satirical haiku) in FY2017 (3 persons)	The Association for the Environmental Conservation of The Seto Inland Sea, Yamaguchi Prefecture
Paper Australia Pty Ltd.	The 2017 Sustainability Award	The Victorian Association of Forest Industries

in fiscal 2016 (added) Amapá Florestal e Celulose S.A. (AMCEL) Nippon Dynawave Packaging Co.

X2 Energy from biomass and waste

### Amounts of Substances Subject to the PRTR Law Released and Transferred<sup>\*1</sup> (FY 2017)

Cabinet Order No.	CAS No	Chemical Substance	Unit	Amount Released	Amount Transferred
1	_	Water-soluble zinc compounds	kg	1,180	3,500
2	79-06-1	Acrylamide	kg	11	0
4	_	Acrylic acid and water-soluble salt	kg	16	0
9	107-13-1	Acrylonitrile	kg	0.8	0
53	100-41-4	Ethylbenzene	kg	0.1	0
57	110-80-5	Ethylene glycol monoethyl ether	kg	240	3,700
80	1330-20-7	Xylene	kg	2,108	0
85	111-30-8	Glutaraldehyde	kg	6	0
127	67-66-3	Chloroform	kg	60,255	24,000
149	56-23-5	Tetrachloromethane	kg	0	41,000
154	108-91-8	Cyclohexylamine	kg	820	0
186	75-09-2	Methylene chloride	kg	110	0
213	127-19-5	N,N-dimethyl acetamide	kg	320	270
232	68-12-2	N,N-dimethylmethanamide	kg	40	240
237	_	Mercury and its compounds	kg	8	0
242		Selenium and its compounds	kg	34	0
243		Dioxins <sup>**2</sup>	g-TEQ	1.2	3.6
296	95-63-6	1,2,4-trimethylbenzene	kg	2,711	0
297	108-67-8	1,3,5-trimethylbenzene	kg	0	0
300	108-88-3	Toluene	kg	50,433	3,040
302	91-20-3	Naphthalene	kg	0.7	0
332	_	Arsenic and its inorganic compounds <sup>**2</sup>	kg	68	0
374	1	Hydrogen fluoride and its water-soluble salts	kg	17,984	0
392	110-54-3	N-hexane	kg	0.2	0
400	71-43-2	Benzene <sup>**2</sup>	kg	0.1	0
405	1	Boron compounds	kg	20,608	0
411	50-00-0	Formaldehyde <sup>×2</sup>	kg	5,956	65
412	1	Manganese and its compounds	kg	2,202	0
415	79-41-4	Methacrylic acid	kg	4	0
418	2867-47-2	2-(dimethylamino) ethyl methacrylate	kg	58	0
420	80-62-6	Methyl methacrylate	kg	81	0
438	1321-94-4	Methylnaphthalene	kg	295	0
Total **3			kg	165,552	75,815

<sup>※1</sup> A summary of the volumes Group companies reported in accordance with the PRTR Law. Rounded to one decimal place for chemical substances less than 1kg. Includes unintentionally generated chloroform and dioxins.

X2 Type 1 chemical substances.

X3 Dioxins are not included in total data.

The Nippon Paper Group Environmental Action Plan (Green Action Plan 2020) - Fiscal 2017 Progress Report

	Green Action Plan 2020	Progress		
1. Anti-global	• Reduce greenhouse gas emissions by 10% compared to fiscal 2013. $^{\bowtie 1}$	Reduced greenhouse gas emissions by 3.9% compared to fiscal 2013 by taking steps such as updating facilities and moving forward with fuel conversion.		
warming action	• Reduce logistics-generated CO <sub>2</sub> emissions.	<ul> <li>Continuously working to reduce CO<sub>2</sub> emissions by shortening transportation distances and advancing highly efficient modal shift transport.</li> </ul>		
	<ul> <li>Advance domestic company-owned forest operations and the overseas afforestation project (Tree Farm Initiative) to ensure the sustainable nurturing of forest resources.</li> </ul>	As of the end of 2017, total afforested areas came to 88 thousand hectares.		
	<ul> <li>Maintain forest certifications in all proprietary forests, both domestically and internationally.</li> </ul>	Currently maintaining FSC®*2, PEFC, and SGEC certification for 178 thousand hectares of company-owned forests in Japan and overseas.		
2. Protection and development of forest Resources	Ensure that all wood materials for pulp and paper are endorsed under forest certification schemes.	<ul> <li>Using only PEFC- or FSC® -certified wood materials (including controlled material and controlled wood) for pulp and paper.</li> </ul>		
	Enhance traceability and facilitate the procurement of sustainable forest resources.	• In working to enhance traceability through the use of forest certifications, cleared the requirements of PEFC rules in their entirety and FSC® rules to 94% with respect to the assessment of imported wood chip risk. In the assessment of purchased pulp risk, cleared all FSC® and PEFC rules.		
	Advance the use of wood fiber produced from domestically grown trees to promote sound growth of forest resources in Japan.	Nippon Paper Industries Co., Ltd. used domestically produced wood for 36% of its needs.		
Recycling of	<ul> <li>Promote greater use of wastepaper by achieving advances in wastepaper utilization technologies.</li> </ul>	<ul> <li>As a result of vigorous efforts to use wastepaper, wastepaper pulp accounted for 35% of pulp used to produce paper, and 89% of pulp used to produce paperboard.</li> </ul>		
Resources	• Increase the waste recycling rate to at least 98%.**1	Waste recycling rate came to 98.6% because of efforts to reduce waste generation and to recycle boiler ash.		
4. Observance of environment-related laws and	Use the environmental management system to strengthen environmental management and reduce environmental impact.	<ul> <li>ISO14001 and other environmental management system standards are being implemented in locations with high environmental impact to ensure regulatory compliance and reduce environmental impact.</li> </ul>		
reduction of environmental Load	Properly manage chemical substances in accordance with the Nippon Paper Group Chemical Substance Management Guidelines.	<ul> <li>Records on chemical substance types and amounts handled are being kept, and safety data sheets are being used, to properly manage chemical substances.</li> </ul>		
Development of eco-friendly	Enhance the more sophisticated use of wood materials.	<ul> <li>Approved the establishment of a test production facility for Minerpa®, a functional material that is a composite of minerals and cellulose fiber, and offers excellent anti-odor, antibacterial, fire-resistance, and radiation shielding properties. The facility will be built at Nippon Paper Industries Co., Ltd.'s Fuji Mill, with startup planned for October 2018.</li> <li>A production facility (annual capacity of 500 tonnes) for industrial TEMPO-oxidized CNF began operating in April 2017 at Nippon Paper Industries Co. Ltd.'s Ishinomaki Mill. A production facility (annual capacity of 10 tonnes) for CNF-reinforced resin began operating at the Fuji Mill in June 2017. A production facility (annual capacity of 30 tonnes) for CM-CNF for use as a food and cosmetics additive began operating at the Gotsu Mill in September 2017.</li> </ul>		
technologies and products	Develop equipment technology for facilitating a departure from reliance on fossil energy.	At the Thai torrefied pellet test production facility, developed technology for manufacturing fuel for co-firing in a pulverized-coal-fired boiler.		
	Reduce the environmental load through the provision of ecofriendly products and services.	<ul> <li>Nippon Paper Venti Wind Power Co., Ltd. began wind power business operations in January 2018 at a location adjacent to Nippon Paper Industries Co., Ltd.'s Akita Mill. Nippon Paper Ishinomaki Energy Center Ltd. began biomass mixed combustion power generation operations in March 2018. Through these and other initiatives, the Group is advancing renewable energy businesses that are environmentally friendly.</li> <li>Sold CfFA® concrete admixture (making effective use of pulverized-coal boiler ash from Nippon Paper Industries Co., Ltd.'s Ishinomaki Mill) for use in disaster recovery construction in the Tohoku region of Japan.</li> </ul>		
6. Environmental	<ul> <li>Disclose environment-related information to stakeholders and accelerate environmental communication through dialogue and other means.</li> </ul>	Shared risk information and invigorated dialogue with local communities through publication of the Sustainability Report and through environmental risk communication efforts undertaken at individual mills.		
Communication	Proactively participate in and support environment conservation activities.	<ul> <li>Actively participated in environmental protection endeavors including clean-up and greening initiatives organized by local communities, while promoting various activities including mill tours and internships.</li> </ul>		
7.Biodiversity Commitments  - Advance companywide biodiversity initiatives in accordance with the Nippon Paper Group Basic Policies on Protection of Biodiversity.		<ul> <li>Signed and began implementing an agreement with the Kyushu Regional Forest Office of Japan's Forest Agency to eradicate invasive species and perform other forest conservation activities in a national forest on Iriomote Island.</li> </ul>		

<sup>%1</sup> For manufacturing sites in Japan. %2 FSC® Logo License No. FSC®C120260, FSC®C012171, FSC®C023383