

November 7, 2018

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

Notice of Revisions to Projections for Consolidated Financial Results for Fiscal Year 2018 Ending March 2019

Nippon Paper Industries Co., Ltd. (the Company) announces a revision to projections for consolidated financial results for the fiscal year ending March 2019 (from April 1, 2018 to March 31, 2019) that it announced on May 28, 2018 based on its recent performance.

1. Revisions to Projections for Consolidated Financial Results for the Fiscal Year Ending March 2019 (from April 1, 2018 to March 31, 2019)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Net income per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previously announced projection (A)	1,080,000	25,000	25,000	-18,000	-155.54
Revised projection (B)	1,080,000	20,000	23,000	-8,000	-69.13
Change (B – A)	—	-5,000	-2,000	10,000	—
Rate of change (%)	—	-20.0	-8.0	—	—
(Reference) Fiscal Year Ended March 2018	1,046,499	17,613	18,649	7,847	67.80

2. Reasons for the Revisions

Currently, raw material and fuel prices, such as pulp, coal, oil, chemicals, etc. are higher than initial expectation. In addition, the price of waste paper exceeds the previous year's highest level and expect to remain high. Under such circumstances, the Company is working for revision of the product prices. However, operating income and ordinary income are expected to be lower than previous forecast. On the other hand, profit attributable to owners of parent is expected to be higher than previous forecast, as loss for reorganization of production structure on paper business (announced on May 28, 2018) and ¥6 billion of loss on sale of interests in Daishowa-Marubeni International Ltd. (announced on October 4, 2018) are lower than initial expectation.

(Note) The projections presented above are based on the information available at the time of announcement. Actual results may differ from the projection due to variety of reasons.