

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:
 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, 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		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

	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

	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, 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 estimate.

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

