

January 22, 2013

Company name: Nippon Paper Group, Inc.  
Representative: Yoshio Haga, President  
(Stock code: 3893, First Section TSE, OSE and NSE)  
Inquiry: Toru Nozawa, General Manager of Accounting  
& Budgeting Department, Financial Division  
(Phone: 03 6665 1012)

**Nippon Paper Group, Inc. Announces Reversal of Loss on Valuation of Investment Securities  
in the Third Quarter of Fiscal Year Ending March 31, 2013**

Nippon Paper Group, Inc. (“the Company”) previously announced the extraordinary loss due to impairment of the valuation of investments in securities among its holdings classified as ‘other securities’ that had decreased significantly in market value in the second quarter of fiscal year ending March 31, 2013. However, during the third quarter of fiscal year ending March 31, 2013, the market prices of some of these securities were recognized to have recovered. Accordingly, the Company announces that it has made a reversal of a portion of these losses on the valuation of securities previously recognized.

1. Loss on Valuation of Investments in Securities in the Third Quarter of Fiscal Year Ending March 31, 2013  
(Millions of Yen)

	Consolidated basis
Total amount of loss on valuation of investment securities booked in the third quarter of fiscal 2012 (October 1 to December 31, 2012) (= A – B)	(4,455) (profit of reversal)
(A) Total amount of loss on valuation of investment securities booked in the first nine months of fiscal 2012 (April 1 to December 31, 2012)	553
(B) Total amount of loss on valuation of investment securities booked in the first half of fiscal 2012 (April 1 to September 30, 2012)	5,008

\* The full reversal method is used for the valuation of securities on a quarterly basis.

\* The Company’s fiscal year ends on March 31.

2. Outlook

The financial projection for fiscal 2012 ending March 31, 2013 is currently being examined. The Company will promptly announce it if the revision of financial projection is required.