

Company name: Nippon Paper Industries Co., Ltd.  
 Representative: Fumio Manoshiro, President  
 (Securities Code: 3863, First section, TSE)

## **Nippon Paper Industries Announces Fixed Asset Transfer and Recorded of Non-Operating Profit**

Nippon Paper Industries Co., Ltd. (the Company) announces that at the meeting of the Board of Directors held on September 27, 2016, the Company decided to transfer the following real estate owned by the Company.

### 1. Reason for the Transfer

The Company will transfer the real estate to ensure the effective use of its assets.

### 2. Summary of Assets to be Transferred

Asset details and address	Transfer value	Book value	Present state
Oji 5-chome company residence, 5-11-40 Oji, Kita-ku, Tokyo, Land: 6,020 m <sup>2</sup> Structure: 4,576 m <sup>2</sup>	8,150 million yen	540 million yen	Residence and dormitory
Nishigahara dormitory and company residence, 2-8-2 Nishigahara, Kita-ku, Tokyo and others Land: 7,163 m <sup>2</sup> Structure: 4,042 m <sup>2</sup>			
Komagome company residence, 4-15-40 Komagome, Toshima-ku, Tokyo Land: 908 m <sup>2</sup> Structure: 1,052 m <sup>2</sup>			
Ekoda company residence, 2-7-1 Toyotama-kita, Nerima-ku, Tokyo and others Land: 1,150 m <sup>2</sup> Structure: 1,042 m <sup>2</sup>			
Omiyamae company residence, 1-451-3 Nishiogi-minami, Suginami-ku, Tokyo Land: 772 m <sup>2</sup> Structure: 611 m <sup>2</sup>			
Wada company residence, 1-44-3 Wada, Suginami-ku, Tokyo Land: 248 m <sup>2</sup> Structure: 560 m <sup>2</sup>			

### 3. Summary of the Transferee

Although the transferee is a domestic corporation, the company does not disclose the identity of the transferee under an agreement with the transferee. There is no capital tie, personal relationship or business connection between the transferee and the Company that are required to be stated here. The transferee is not a related party of the Company.

### 4. Transfer Schedule

September 27, 2016: Resolution by the Board of Directors of the Company

September 29, 2016: Contract conclusion

March 31, 2017: Property transfer (planned date)

### 5. Future Outlook

The Company expects the property transfer to produce a net gain on sales of about 7,500 million yen, excluding expenses, etc., in the fiscal year ending March 31, 2017.

The projection of consolidated financial results for the fiscal year ending March 31, 2017 is undergoing scrutiny, and where revisions need to be made to the projection, the Company will disclose the information as soon as possible.