

February 8, 2017

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

### **Notice of Extraordinary Loss (Loss on Business Withdrawal)**

Nippon Paper Industries Co., Ltd. (the Company) announces that it has posted extraordinary loss for the third quarter of FY 2016 ending March 31, 2017 as below.

#### 1. Loss on Business Withdrawal

The Company announced the withdrawal from printing papers business in North America on October 5, 2016, from the viewpoint of business structure transformation as the key theme of the fifth medium-term business plan (FY 2015 to FY 2017). Then, the Company has recorded a loss of 7.7 billion yen on impairment of fixed assets etc. in the settlement of accounts as of the second quarter of FY 2016. Considering the progress of this business withdrawal, the Company also recorded an additional loss of 7.2 billion yen as an extraordinary loss in the settlement of accounts as of the third quarter of FY 2016.

#### 2. Impact on Projection of Consolidated Financial Results

The above extraordinary loss had already been factored into the consolidated financial earnings forecast for the full year of FY 2016.