

This notice is an English translation of the original Japanese text of the news release dated April 3, 2017 issued by Daio Paper Corporation, and is for reference purposes only. In the event of any discrepancy between the original Japanese text and this English translation, the Japanese text shall prevail.

April 3, 2017

To whom it may concern:

Name of Company: Daio Paper Corporation
 Name of Representative: Masayoshi Sako,
 President and Representative Director
 Securities Code: 3880
 (First Section, Tokyo Stock Exchange)
 Contact Person: Shuhei Shinagawa, General Manager,
 Corporate Planning Department
 Telephone No.: +81 3 6856 7509

**Regarding the Completion of Acquisition of Shares with the Objective of
 Acquiring the Paper Products Business of Nisshinbo Holdings Inc., and the
 Change in the Trade Name of the Acquired Subsidiary**

Daio Paper Corporation (hereinafter, “Daio Paper”) announces that it has completed the acquisition of shares with the objective of acquiring the Paper Products Business (hereinafter, “the Business”) of Nisshinbo Holdings Inc. (hereinafter, “Nisshinbo HD”) (hereinafter, “the Transaction”), as stated in the announcement “Notice of Acquisition of Shares Resulting in the Transfer of the Subsidiaries of Nisshinbo Holdings Inc. with the Objective of Acquiring its Paper Products Business” that is dated February 10, 2017, and that effective from today, it has changed the trade name of the acquired subsidiary. The details are as follows.

Please also note that prior to the Transaction, Nisshinbo HD has completed the absorption-type company split to have Nisshinbo Paper Products Inc. (former trade name) succeed its shares in Nisshinbo Postal Chemical Co., Ltd (former trade name), its equity in Shanghai Sun-Rich Arts & Craft Co., Ltd, and its immovable properties and intellectual property rights held pertaining to the Business.

1. Date of acquisition of shares

April 3, 2017

2. Overview of the acquired subsidiary

(1) Company name	Daio Paper Products Corporation (Former trade name: Nisshinbo Paper Products Inc.)
(2) Location	2-31-11, Ningyo-cho, Nihonbashi, Chuo-ku, Tokyo
(3) Title and name of Representative	President and Representative Director Akihiro Yoshino
(4) Business details	Manufacture and sale of household paper, specialty paper, processed paper products, etc.
(5) Capital	5,000 million yen

(6) Date established	April 1, 2009
(7) List of subsidiaries	
Company name	Business details
Daio Postal Chemical Corporation (former trade name: Nisshinbo Postal Chemical Co., Ltd)	Manufacture and sale of label products, etc.
Daiwa Shiko Co., Ltd	Manufacture, processing, and sale of paper containers (gift box, fancy box, etc.) and processed paper products
Tokai Seishi Kogyo Co., Ltd.	Manufacture and sale of recycled paper toilet rolls
Shanghai Sun-Rich Arts & Crafts Co., Ltd	Manufacture and sale of various plastic products and handicrafts

(Note) Effective the same date as the Transaction, the trade name of Nisshinbo Paper Products Inc. and Nisshinbo Postal Chemical Co., Ltd is changed to “Daio Paper Products Corporation” and “Daio Postal Chemical Corporation” respectively.

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