

For Immediate Release

13 March 2012



玖龍紙業(控股)有限公司

NINE DRAGONS PAPER (HOLDINGS) LIMITED

Nine Dragons Paper (Holdings) Limited With no plan to reduce shareholdings in Nine Dragons Paper Chairlady Cheung Yan remains optimistic about paper industry prospects

(Hong Kong, 13 March 2012) The prospects of paper industry, especially the development of containerboard market, have become a rather hot topic in the market recently. Ms. Cheung Yan, Chairlady of Nine Dragons Paper (Holdings) Limited ("ND Paper"; stock code: 2689.HK) said in responding to media enquiries that she remains optimistic about the Chinese containerboard market as well as the future development potential of ND Paper. Ms. Cheung Yan emphasizes that she has not sold a single share of ND Paper since the company has been listed on the Main Board of The Stock Exchange of Hong Kong Limited in 2006, and has no plan to sell any share of the company in the foreseeable future.

When elaborating to investors and the media on her views about the company's prospects, Ms. Cheung Yan said firmly, 'Our group has a larger operating scale, a more diverse range of products and a more extensive geographical network when compared to our industry peers. With our continuous growth in the past few years, these advantages of ND Paper over its peers have become more prominent. The company is now at a turning point, migrating from the fast growing stage to a phase of steady development. Our debt gearing is expected to decrease progressively, and the advantages enjoyed by us over our peers will bring more profit contribution to ND Paper in future.'

- END -

Background of ND Paper

Nine Dragons Paper (Holdings) Limited is the largest containerboard product producer in China and Asia (including Japan), and one of the largest producers in the world, in terms of design capacity. The group primarily manufactures and sells linerboard, high performance corrugating medium and certain types of coated duplex board. The group also manufactures and sells unbleached kraft pulp and specialty paper. Starting from 2011, the group also produces and sells food grade and pharmaceutical grade white board, coated linerboard and recycled printing and writing paper. ND Paper was listed on the Main Board of the Hong Kong Stock Exchange on 3 March 2006.

This press release is distributed by Wonderful Sky Financial Group Limited for Nine Dragons Paper (Holdings) Limited.

For details, please contact:

Wonderful Sky Financial Group Limited

Hon Fung / Echo Hu / Snow Yang / Jessie Bok

Direct Line: (852) 3970 2120 / 3970 2185 / 3970 2137 / 3970 2136

Fax: (852) 2865 1638

E-mail: hf@wsfg.hk / echohu@wsfg.hk / snowyang@wsfg.hk / jessiebok@wsfg.hk