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**玖龍紙業(控股)有限公司\***

**NINE DRAGONS PAPER (HOLDINGS) LIMITED**

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 2689)**

**FINAL RESULTS OF TENDER OFFER FOR  
THE 7.875% SENIOR NOTES DUE 2013**

**Sole Dealer Manager**



**Merrill Lynch & Co.**

**ANNOUNCEMENT**

**pursuant to**

**Listing Rule 13.09**

The Company announces the results of the Offer to purchase for cash any and all of the Notes.

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”). Reference is made to the announcement of Nine Dragons Paper (Holdings) Limited (the “**Company**”) dated 9 February 2009 (the “**Announcement**”) in relation to the commencement of the tender offer (the “**Offer**”) to purchase for cash any and all of its outstanding US\$283,750,000 7.875% Senior Notes Due 2013 (the “**Notes**”) and the announcement of the Company dated 24 February 2009 in relation to the early results of the Offer and an extension of the original Early Tender Date. The Offer expired at 12:00 Midnight, New York City time, on 9 March 2009 (the “**Expiration Date**”). Unless otherwise defined, capitalised terms used herein shall have the same meanings as defined in the Announcement.

The Company announces that US\$165,177,000 of the principal amount of the Notes, representing approximately 58% of the total amount of Notes outstanding, had been validly tendered and not withdrawn as of the Expiration Date. The tendered amount, in addition to the US\$16,250,000 principal amount repurchased in December 2008 (the details of which are set out in the Company's announcement dated 29 December 2008), brings the total amount of Notes repurchased or to be repurchased by the Company to US\$181,427,000, representing approximately 60% of the initial US\$300,000,000 principal amount outstanding. Following the settlement of this Offer, US\$118,573,000 of the principal amount of the Notes will remain outstanding. The Company has accepted all the tendered Notes for payment.

Holders of the Notes who validly tendered their Notes prior to the Expiration Date and did not validly withdraw their Notes, will receive the Total Consideration of US\$530 per US\$1,000 principal amount of Notes, plus accrued and unpaid interest thereon to, but not including, the date of payment.

The aggregate amount to be paid by the Company to holders of the Notes for the purchase of the tendered Notes will be approximately US\$94 million (which includes accrued interest thereon). Payment is expected to be made on or before 12 March 2009 for all tendered Notes.

Merrill Lynch & Co. acted as sole dealer manager, and Bondholder Communications Group acted as information and tender agent in connection with the Offer.

**THIS ANNOUNCEMENT IS NOT AN OFFER TO PURCHASE, A SOLICITATION OF AN OFFER TO PURCHASE, OR A SOLICITATION OF AN OFFER TO SELL, NOTES. THE OFFER WAS MADE ONLY PURSUANT TO THE TERMS OF THE OFFER TO PURCHASE.**

### **About the Company**

The Company is a limited liability company incorporated in Bermuda, the shares of which are listed on the Main Board of The Stock Exchange of Hong Kong Limited (under stock code 2689).

As of the date of this announcement, the Group is the largest producer in Asia, and one of the largest producers in the world of packaging paperboard products in terms of design production capacity. The Group primarily manufactures linerboard, high-performance corrugating medium and certain types of coated duplex board. The Group also manufactures specialty paper, wood and bamboo pulp through a subsidiary, and produces unbleached kraft pulp through its joint venture subsidiary, which the Group uses as raw material for its own production as well as sells to third parties.

## **Forward-Looking Statements**

Forward-looking statements in this announcement, including those statements relating to the Offer, such as the repurchase of Notes, are based on current expectations. These statements are not guarantees of future events or results. Future events and results involve some risks, uncertainties and assumptions that are difficult to predict. Actual events and results could vary materially from the description contained herein due to many factors including changes in the market and price for the Notes; changes in the business and financial condition of the Group; and changes in the debt markets in general.

By Order of the Board of  
**NINE DRAGONS PAPER (HOLDINGS) LIMITED**  
**Cheung Yan**  
*Chairlady*

Hong Kong, 10 March 2009

*As at the date of this announcement, Ms. Cheung Yan, Mr. Liu Ming Chung, Mr. Zhang Cheng Fei, Mr. Zhang Yuanfu and Ms. Gao Jing are executive directors of the Company, Mr. Lau Chun Shun is a non-executive director and Dr. Cheng Chi Pang, Ms. Tam Wai Chu, Maria, Mr. Chung Shui Ming, Timpson and Mr. Wang Hong Bo are independent non-executive directors.*

\* *For identification only*