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理文造紙有限公司*

Lee & Man Paper Manufacturing Limited

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2314)

**COMPLETION OF THE MINORITY STAKE SALE OF SHARES BY GOLD BEST
AND
APPOINTMENT OF DIRECTORS**

Further to the announcement of the Company on 22 June 2010, the Company has been informed by Gold Best that completion of the Sale and Purchase Agreement has taken place on 30 June 2010.

As a result of the completion of the Sale and Purchase Agreement, Dyna Wave Holding Asia (a wholly-owned subsidiary of Nippon Paper) holds 546,153,559 Shares representing approximately 12% of the issued share capital of the Company and is therefore a substantial Shareholder of the Company as at the Completion Date.

The Business Collaboration Agreement has also become effective on the Completion Date and the Company and Nippon Paper will proceed with the implementation of the Seconded Programme and other arrangements contemplated under the Business Collaboration Agreement.

The Board is pleased to announce that Mr Yoshio Haga has been appointed as a non-executive Director and vice-chairman of the Board with effect from, and for the period of three years commencing on, 30 June 2010, subject to re-election at the next annual general meeting of the Company. Mr Yoshio Haga has also been appointed as a member of the audit committee of the Company by the Board with effect from 30 June 2010.

The Board is also pleased to announce that Mr Kunihiro Kashima has been appointed as an executive Director with effect from, and for the period of three years commencing on, 30 June 2010, subject to re-election at the next annual general meeting of the Company. Mr Kunihiro Kashima has also been appointed as a member of the remuneration committee of the Company and as the assistant to the chief executive officer and assistant to the chief financial officer of the Company with effect from 30 June 2010.

This announcement is made pursuant to Rule 13.09 of the Listing Rules. Reference is made to the announcement ("Announcement") of the Company dated 22 June 2010 in relation to, among other things, the Business Collaboration Agreement and the minority stake sale of Shares by Gold Best to

Nippon Paper. Unless otherwise specified, terms used in this announcement shall have the same meanings as those defined in the Announcement.

COMPLETION OF THE SALE AND PURCHASE AGREEMENT

The Company has been informed by Gold Best that completion of the Sale and Purchase Agreement has taken place on 30 June 2010 ("Completion Date"). The Company has also been informed by Gold Best that immediately prior to the completion of the Sale and Purchase Agreement on 30 June 2010, the parties to the Sale and Purchase Agreement and Dyna Wave Holding Asia had entered into a deed of novation pursuant to which Nippon Paper had novated its rights and obligations as purchaser to Dyna Wave Holding Asia, a wholly-owned subsidiary of Nippon Paper, such that Dyna Wave Holding Asia shall purchase the 546,153,559 Shares from Gold Best under the Sale and Purchase Agreement. Dyna Wave Holding Asia has also entered into a deed of adherence in respect of the Shareholders' Agreement and the Right of First Refusal Agreement.

As a result of the completion of the Sale and Purchase Agreement, Dyna Wave Holding Asia holds 546,153,559 Shares representing approximately 12% of the issued share capital of the Company and is therefore a substantial Shareholder of the Company as at the Completion Date.

The Business Collaboration Agreement has also become effective on the Completion Date and the Company and Nippon Paper will proceed with the implementation of the Seconded Programme and other arrangements contemplated under the Business Collaboration Agreement. This includes, among other things, the formation of the Steering Group comprising of three members nominated by the Company and three members nominated by Nippon Paper.

APPOINTMENT OF DIRECTORS

The Board is pleased to announce that Mr Yoshio Haga has been appointed as a non-executive Director and vice-chairman of the Board with effect from, and for the period of three years commencing on, 30 June 2010, subject to re-election at the next annual general meeting of the Company. Mr Yoshio Haga has also been appointed as a member of the audit committee of the Company by the Board with effect from 30 June 2010. As a consequence, the number of members of the audit committee of the Company has been increased from three to four persons, consisting of Mr Wong Kai Tung Tony, Mr Peter A Davies, Mr Chau Shing Yim David and Mr Yoshio Haga.

The Board is also pleased to announce that Mr Kunihiko Kashima has been appointed as an executive Director with effect from, and for the period of three years commencing on, 30 June 2010, subject to re-election at the next annual general meeting of the Company. Mr Kunihiko Kashima has also been appointed as a member to the remuneration committee of the Company and as the assistant to the chief executive officer and assistant to the chief financial officer of the Company with effect from 30 June 2010.

Appointment of Mr Yoshio Haga as vice-chairman of the Board and non-executive Director of the Company

Mr Yoshio Haga ("Mr Haga"), aged 60, is President and Chief Executive Officer of Nippon Paper and Nippon Paper Industries Co., Ltd. and has been since 2008. Mr Haga has been with Nippon Paper for 36 years, and had previously worked for the predecessor company of Nippon Paper, Jujo Paper Co., Ltd. in 1974.

Mr Haga holds a master's degree in Industrial Chemical Engineering from Kumamoto University and was Chairman of the Japan Paper Association between May 2008 and May 2010. Mr Haga has spent the majority of his time in production management, with experience in research and development, as well as corporate planning. As the head of the corporate planning division of Nippon Paper, he led the "Group Vision 2015" initiative in cost reduction activities and large scale capital expenditure projects and has focused on the business expansion of the Nippon Paper Group both domestically and overseas. The overseas expansion projects Mr Haga has led for Nippon Paper include the alliance with SCG Paper Public Company Limited, the alliance with Yuen Foong Yu Paper Mfg. Co., Ltd, the acquisition of Australian Paper and the business collaboration with the Company.

Mr Haga has entered into a director's appointment letter with the Company for a term of three years commencing on, 30 June 2010, subject to re-election at the next annual general meeting of the Company. Mr Haga will not receive any salary or director's fee from the Company but will be reimbursed in performance of his duties as a Director in accordance with the memorandum and articles of association ("Articles") of the Company. Mr Haga will be subject to retirement by rotation and re-election in accordance with the articles of association of the Company.

Save that Mr Haga is a director of Nippon Paper, the shares of which are listed on the Tokyo Stock Exchange, Osaka Securities Exchange and Nagoya Stock Exchange, Mr Haga did not hold any directorships in public companies the securities of which are listed on any securities market in Hong Kong or overseas in the last three years preceding the date of this announcement. Save as disclosed herein, Mr Haga does not have any relationship with any other director, senior management, substantial shareholders (as defined in the Listing Rules), or controlling shareholders (as defined in the Listing Rules) of the Company.

As at the date of this announcement, Mr Haga does not have any interests in any Shares or underlying Shares within the meaning of Part XV of the Securities and Futures Ordinance.

In relation to the appointment of Mr Haga as a non-executive Director and vice-chairman of the Board, save as disclosed above, there is no information to be disclosed pursuant to any of the requirements of Rules 13.51(2)(h) to 13.51(2)(v) of the Listing Rules nor are there other matters that need to be brought to the attention of the Shareholders in connection with Mr Haga's appointment as a non-executive Director and vice-chairman of the Board.

Appointment of Mr Kunihiko Kashima as executive Director of the Company

Mr Kunihiko Kashima ("Mr Kashima"), aged 50, is the General Manager of corporate planning at Nippon Paper and has 28 years of experience in planning and administrative positions within Nippon Paper.

Mr Kashima holds a bachelor's degree in Economics from Keio University. He has experience in various roles within Nippon Paper, including corporate planning, human resources, and accounting and finance. He has been involved in most major merger and acquisition transactions and post merger restructuring projects within the Nippon Paper Group, including the merger between Jujo Paper Co., Ltd, and Sanyo Kokusaku Pulp Co., Ltd, the merger between Jujo Paper and Daishowa Paper Manufacturing Co., Ltd, the acquisition of Australian Paper by Nippon Paper and the business collaboration with the Company.

Mr Kashima has entered into a director's appointment letter with the Company for a term of three years commencing on, 30 June 2010, subject to re-election at the next annual general meeting of the Company. Mr Kashima will not receive salary or a director's fee from the Company, but will be reimbursed in performance of his duties as a Director in accordance with the Articles. Mr Kashima will be subject to retirement by rotation and re-election in accordance with the articles of association of the Company. Mr Kashima will also be remunerated and reimbursed in performance of his role as the assistant to the chief executive officer and assistant to the chief financial officer of the Company in accordance with the Business Collaboration Agreement.

Mr Kashima did not hold any directorships in public companies the securities of which are listed on any securities market in Hong Kong or overseas in the last three years preceding the date of this announcement. Save as disclosed above, Mr Kashima does not have any relationship with any other director, senior management, substantial shareholders (as defined in the Listing Rules), or controlling shareholders (as defined in the Listing Rules) of the Company.

As at the date of this announcement, Mr Kashima does not have any interests in any Shares or underlying Shares within the meaning of Part XV of the Securities and Futures Ordinance.

In relation to the appointment of Mr Kashima as an executive Director of the Company, save as disclosed above, there is no information to be disclosed pursuant to any of the requirements of Rules 13.51(2)(h) to 13.51(2)(v) of the Listing Rules nor are there other matters that need to be brought to the attention of the Shareholders in connection with Mr Kashima's appointment as an executive Director of the Company.

By order of the Board
Lee & Man Paper Manufacturing Limited
Lee Wan Keung Patrick
Chairman

Hong Kong, 30 June 2010

As at the date of this announcement, the board of directors of the Company comprises four executive directors, namely Mr Lee Wan Keung Patrick, Mr Lee Man Chun Raymond, Mr Lee Man Bun and Mr Kunihiko Kashima, two non-executive directors, namely Professor Poon Chung Kwong and Mr Yoshio Haga, and three independent non-executive directors, namely Mr Wong Kai Tung Tony, Mr Peter A Davies and Mr Chau Shing Yim David.

* *For identification purposes only*