



**Important Notice**  
**The Depository Trust Company**

<b>B #:</b>	0255-13
<b>Date:</b>	February 27, 2013
<b>To:</b>	All Participants
<b>Category:</b>	Dividends
<b>From:</b>	Tax Reporting Service
<b>Attention:</b>	Managing Partner/Officer, Cashier, Dividend Mgr., Tax Mgr.
<b>Subject:</b>	Important Tax Information Orient Paper Inc. CUSIP: 68619F205

The Depository Trust Company received the attached correspondence containing Tax Information. If applicable, please consult your tax advisor to ensure proper treatment of this event.

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Non-Confidential

# ORIENT PAPER, INC.

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www.orientpaperinc.com



February 26, 2013

Mr. Ian DeSacia  
Depository Trust & Clearing Corporation

**RE: Orient Paper, Inc.  
CUSIP: 68619F 205  
NYSE MKT: ONP  
2012 Quarterly Dividends Recharacterized as Nondividend Distributions**

Dear Mr. DeSacia:

I am writing this letter on behalf of Orient Paper, Inc. ("Orient Paper") to request that DTCC issue an Important Notice to its constituent securities broker-dealer firms regarding the U.S. income tax classification of our quarterly dividends declared in 2012.

Orient Paper declared its first ever quarterly dividend in June 2012, followed by two additional quarterly dividends in September and December 2012 (collectively the "2012 Distributions"). However, upon further review by our tax advisors, it is confirmed that the proper tax classification of the entire 2012 Distributions is that of a tax-free return of capital, rather than taxable dividend, given the fact that Orient Paper did not have sufficient earnings and profits for U.S. income tax purposes as of December 31, 2012. Accordingly, all 2012 Distributions should be reported under box 3, Nondividend distributions, of Form 1099-DIV for the 2012 tax year.

We would really appreciate if you could issue an Important Notice to all broker-dealers responsible for the 1099 reporting for our shareholders regarding the above tax classification at your earliest convenience. If you have any questions, please contact me directly at [wyen@orientpaperinc.com](mailto:wyen@orientpaperinc.com). I will be please to discuss them with you.

Sincerely,



Winston C. Yen, CPA  
CFO  
Orient Paper, Inc.