

LIU ZHENYONG  
Form 4  
September 21, 2011

**FORM 4** UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

OMB APPROVAL

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**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
LIU ZHENYONG

(Last) (First) (Middle)

C/O ORIENT PAPER, INC., SCIENCE PARK, JULI ROAD

(Street)

BAODING CITY, HEBEI PROVINCE, F4 072550

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
Orient Paper Inc. [ONP]

3. Date of Earliest Transaction (Month/Day/Year)  
09/20/2011

4. If Amendment, Date Original Filed (Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

Director  10% Owner  
 Officer (give title below)  Other (specify below)

Chief Executive Officer

6. Individual or Joint/Group Filing (Check Applicable Line)

Form filed by One Reporting Person  
 Form filed by More than One Reporting Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Ownership (Instr. 4)			
			Code	V	Amount or Price					
Common Stock <sup>(1)</sup>	08/31/2009		J		1,204,341 <u>(1)</u>	A	\$ 0.8303 <u>(1)</u>	5,115,852 <u>(1)</u>	D	
Common Stock <sup>(2)</sup> <sup>(3)</sup>	06/30/2011		J		51,011	D	\$ 0	5,064,841	D	
Common Stock <sup>(4)</sup>	09/19/2011		P		20,000	A	\$ 2.8116	5,084,841	D	
Common Stock <sup>(5)</sup>	09/20/2011		P		15,000	A	\$ 2.9499	5,099,841	D	



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(2) On October 7, 2009, the Company entered into a Securities Purchase Agreement with Access America Fund, LP, Renaissance US Growth Investment Trust Plc, RENN Global Entrepreneurs Funds, Inc., Premier RENN Entrepreneurial Fund Limited, Pope Investments II, LLC and Steve Mazur (collectively, the "Investors") to sell to them an aggregate of 2,083,333 reverse-split adjusted shares of common stock, par value \$0.001 of the Company ("Common Stock") for an aggregate purchase price of approximately \$5,000,000 (the "Financing"). As an inducement for the Investors to enter into the Financing, the Reporting Person placed certain of his shares of Common Stock of the Company (the "Escrow Shares") into escrow for the benefit of the Investors in the event the Company fails to achieve certain financial performance thresholds for the 12-month periods ended December 31, 2009 and December 31, 2010 pursuant to a Make Good Securities Escrow Agreement dated October 7, 2009.

(3) The Company missed its financial performance threshold for 2010 (the "2010 Performance Threshold") and after consultation with the Investors, the parties compromised on the number of Escrow Shares to be delivered from the Principal Shareholder to the Investors as compensation for missing the 2010 Performance Threshold. On June 30, 2011, the Company entered into a Make Good Securities Escrow Supplement Agreement ("Supplement Agreement") with the Reporting Person, the Investors and Sichenzia Ross Friedman Ference LLP as the Escrow Agent, which provides, inter alia, for the delivery to the Investors of 51,011 Escrow Shares as full and final settlement and restitution for the Company's failure to meet the 2010 Performance Threshold. Accordingly, the Reporting Person transferred 51,011 shares of Common Stock to the Investors.

(4) On September 19, 2011, the Reporting Person purchased from the open market a total of 20,000 shares of common stock of the Company at an average price of \$2.8116 per share.

(5) On September 20, 2011, the Reporting Person purchased from the open market a total of 15,000 shares of common stock of the Company at an average price of \$2.9499 per share.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

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