

KAPSTONE PAPER & PACKAGING CORP  
Form SC 13G  
February 12, 2008

SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, DC 20549

SCHEDULE 13G  
(RULE 13d-102)

INFORMATION TO BE INCLUDED IN STATEMENTS FILED PURSUANT  
TO RULES 13d-1(b), (c), AND (d) AND AMENDMENTS THERETO FILED  
PURSUANT TO RULE 13d-2

Kapstone Paper and Packaging Corporation

(Name of Issuer)

Common Stock, \$0.001 par value per share

(Title of Class of Securities)

48562P 10 3

(CUSIP Number)

December 31, 2007

(Date of Event Which Requires Filing of this Statement)

Check the appropriate box to designate the rule pursuant to which this Schedule  
is filed:

- Rule 13d-1(b)
- Rule 13d-1(c)
- Rule 13d-1(d)

CUSIP NO. 48562P103

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1 NAMES OF REPORTING PERSONS  
I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

Locust Wood Capital Advisers, LLC

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a)

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(b) [X]

3 SEC USE ONLY

4 CITIZENSHIP OR PLACE OF ORGANIZATION

Locust Wood Capital Advisers, LLC is a Delaware limited liability company

5 SOLE VOTING POWER

NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH

1,556,000\*

6 SHARED VOTING POWER

0

7 SOLE DISPOSITIVE POWER

1,556,000\*

8 SHARED DISPOSITIVE POWER

0

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

1,556,000\*

10 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES [ ]

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW 9 EXCLUDES CERTAIN SHARES

6.1% of aggregate voting power

12 TYPE OF REPORTING PERSON

IA

\* Includes 504,000 shares of common stock issuable upon exercise of warrants.

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1 NAMES OF REPORTING PERSONS I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)

Stephen Errico\*\*

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) [ ]

(b) [X]

3 SEC USE ONLY

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4 CITIZENSHIP OR PLACE OF ORGANIZATION

USA

5 SOLE VOTING POWER

NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH

1,556,000\*

6 SHARED VOTING POWER

0

7 SOLE DISPOSITIVE POWER

1,556,000\*

8 SHARED DISPOSITIVE POWER

0

9 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

1,556,000\*

10 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES

11 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW 9 EXCLUDES CERTAIN SHARES

6.1% of aggregate voting power

12 TYPE OF REPORTING PERSON

IN

\* Includes 504,000 shares of common stock issuable upon exercise of warrants.

\*\* Mr. Errico is the managing member and sole beneficial owner of Locust Wood Advisers, LLC.

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ITEM 1(A). NAME OF ISSUER:

Kapstone Paper and Packaging Corporation

ITEM 1(B). ADDRESS OF ISSUER'S PRINCIPAL EXECUTIVE OFFICES:

c/o Stone-Kaplan Investments, LLC  
 One Northfield Plaza, Suite 480  
 Northfield, Illinois, 60093

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ITEM 1(C). NAME OF PERSON FILING:

Locust Wood Advisers, LLC and Stephen Errico. Mr. Errico is the managing member and sole beneficial owner of Locust Wood Advisers, LLC.

ITEM 1(D). ADDRESS OF PRINCIPAL BUSINESS OFFICE OR, IF NONE, RESIDENCE:

1540 Broadway, Suite 1504  
New York, New York 10036

ITEM 1(E). CITIZENSHIP:

Locust Wood Capital Advisers, LLC is a Delaware limited liability company; Stephen Errico is a United States citizen.

ITEM 1(F). TITLE OF CLASS OF SECURITIES:

Common Stock

ITEM 1(G). CUSIP NUMBER:

48562P 10 3

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ITEM 2. IF THIS STATEMENT IS FILED PURSUANT TO RULE 13d-1(b), OR 13d-2(b) OR (c), CHECK WHETHER THE PERSON FILING IS A:

Not applicable.

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ITEM 3. OWNERSHIP.

(a) Amount beneficially owned:

1,556,000\*

(b) Percent of class:



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not acquired and are not held in connection with or as a participant in any transaction having that purpose or effect.

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SIGNATURE

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

February 8, 2008

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(Date)

LOCUST WOOD ADVISERS, LLC

By: /s/ Stephen Errico

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Name: Stephen Errico  
Title: Managing Member

/s/ Stephen Errico

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Stephen Errico