

and affiliated companies

September 13, 2017

Prince George Air Improvement Roundtable,

Canfor Pulp Ltd. continues to invest heavily in improving air quality in the Prince George area. Having shared previously our strong success in particulate emissions reductions, Canfor Pulp is pleased to share information on current initiatives and to provide an update on particulate emissions from our Prince George facilities.

Through the past year, Canfor Pulp has taken on significant capital project work carrying the benefit of improving air quality.

- Subgrade onsite landfill construction reducing risk of fugitive dust events
- > Total Reduced Sulphur emissions monitoring modernization improving reliability
- Recovery Boiler Precipitator study completed to identify optimization possibilities
- Heavy mobile equipment upgrades with reduced emissions

Canfor Pulp is pleased to share an update on particulate emissions through the last year. We believe that this performance is a strong example of our intention to minimize emissions, regardless of allowable discharge. It is important to recognize that not all sources are equal contributors to total facility emissions and the strongest emphasis to improve has been placed on those sources with the highest impact. At Canfor Pulp, emissions permits are not a direct indication of operational performance.

Canfor continues to support PGAIR's Phase III goal of Research, Education & Coordination. In 2017, financial support was provided to the Northern BC Regional Science Fair Foundation as well as the PG Earth Day Cleanup efforts. We believe both are important to maintaining healthy environments.

Thank you for your continued support as Canfor Pulp continues to focus on improving air quality.

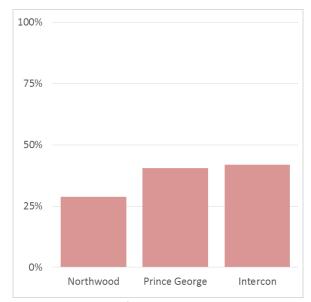


Figure 1. Average facility particulate emissions as a percentage of permit (1 year rolling average)

Canfor Pulp Ltd.