Forward Looking Statements

The presentation and answers to questions today contain forward-looking statements which involve known and unknown risks, uncertainties and other factors that may cause actual results to be materially different from any future results, performance or achievements expressed or implied by such statements. Factors that could have a material impact on any future oriented statements made herein include, but are not limited to: general economic, market and business conditions, product selling prices, raw material and operating costs, foreign exchange rates, interest rates, changes in law and public policy, the outcome of trade disputes, and opportunities available to or pursued by the Company.

For further details on these factors and our assumptions and applicable risks and uncertainties, please refer to Canfor Corporation’s Annual Report for the year ended December 31, 2015 available at www.canfor.com or www.sedar.com.

BMO Timber and Wood Products Summit May 2016

Alan Nicholl
SVP Finance & CFO

Pat Elliott
Vice President & Treasurer
Canfor Corporation (CFP)

Locations
- 23 Sawmills
  - 12 in Canada
  - 11 in US
- 4 Green Energy Plants
- 3 Engineered Product Mills
- 2 Chip Plants
- 4 Pulp Mills / 1 Kraft Paper Mill (integrated)

Lumber Capacity: 5.8 billion board feet
Pulp/Paper Capacity: 1.4 million tonnes

2015 Lumber Sales
$2.7 Billion
- United States
- Asia
- Canada
- Other

2015 Pulp Sales
$1.2 Billion
- Americas
- Asia
- Europe
Canfor – Investment Rationale

- High Quality Products & Customers
- Excellent, High-Quality Fibre Supply
- Well Capitalized Mills
- Top Performing Pulp, Lumber Business
- Strong & Flexible Balance Sheet
Diversified Customers and Markets

SPF – Product End Use

- Distribution: 21%
- Home Centre: 23%
- Industrial: 4%
- Pro Dealer: 16%
- Wholesale: 36%

CSP - Product End Use

- Pro Dealer: 21%
- Home Centre: 10%
- Distribution: 6%
- Wholesale: 6%
- Industrial: 6%
- Treater: 6%
- Offshore: 10%
- Engineered Wood Products: 22%
Canfor Southern Pine: High-Quality Fibre, Strong Margins

Production Mix

- US South
- British Columbia
- Alberta

Southern US

- Total Capacity: approx. 1.6 billion board feet
- Strong fibre supply region, high performing operations
- Significant reinvestment of capital
- Access to both domestic and offshore markets
- Rapid growth in last three years through strategic acquisitions
- Diversified portfolio of prime products including glulam, long lengths and premium grades

2013

8% 12% 80%

Pro-forma

7% 28% 65%
From 2010 to 2015, the Canfor lumber business has invested more than $500 million on high returning strategic capital upgrades in regions and operations with excellent fibre base:
Significant EBITDA Improvements: Top Quartile Performance

- Optimizing top quartile performance at lumber operations
  - Divested non-core assets, closed fibre-challenged mills
- Expanded market presence and diversification
  - Building further value / volume in China and Japan
  - Pioneering into new markets (e.g. India)
- Top quartile financial performance in all regions
  - Strong margin focus and quality fibre base in all regions
  - Recent acquisitions making strong contribution to US South business

Lumber EBITDA per Mfbm (rolling four quarter average)
Pulp Operations

Locations
1 Intercontinental
2 Northwood
3 Prince George
4 Taylor

Canada

1.2 million tonnes of high quality premium reinforcing pulp and paper

End Use

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<tr>
<th>Year</th>
<th>Tissue</th>
<th>Publishing</th>
<th>Commodity</th>
<th>Specialty</th>
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<td>2007</td>
<td>39%</td>
<td>12%</td>
<td>23%</td>
<td>12%</td>
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<tr>
<td>2015</td>
<td>45%</td>
<td>7%</td>
<td>27%</td>
<td>11%</td>
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Sales

<table>
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<tr>
<th>Year</th>
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<th>APAC</th>
<th>China</th>
<th>Europe</th>
<th>Japan</th>
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<tbody>
<tr>
<td>2007</td>
<td>48%</td>
<td>15%</td>
<td>15%</td>
<td>15%</td>
<td>5%</td>
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<tr>
<td>2015</td>
<td>30%</td>
<td>10%</td>
<td>10%</td>
<td>9%</td>
<td>10%</td>
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</tbody>
</table>
Continued Top Quartile EBITDA Performance

- Ongoing operational excellence focus
- Over $250 million of capital investment since 2010
- Energy optimization
- Enhancing offerings of premium pulp and specialty paper
Investor Contacts

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