

OUR MILLS

SNOWFLAKE, ARIZONA

About Us

Snowflake Mill, located in the foothills of the White Mountains in northeastern Arizona, produces 100% recycled newsprint and specialties paper on two paper machines. Its products are sold primarily to newspaper publishers and commercial printers for a variety of uses. This facility is chain-of-custody certified to the Forest Stewardship Council standard.

Facilities and Production Capacity

- » Paper machines: 2
- » De-ink lines: 2
- » Recycled Newsprint: 289,000 mt/yr
- » Recycled Specialties: 48,000 mt/yr

Contact

Snowflake Division

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Catalyst's Snowflake Mill is located on a 19,000 acre site, about 180 miles (290 km) northeast of Phoenix. Constructed in 1961, it was originally a four-machine and multi-product mill. More recently with some 295 employees, production is focused on 100% FSC certified recycled newsprint and specialty high brite on two paper machines that can produce up to 337,000 mt per year.

Innovative, Sustainable, High-Quality Products

- » Snowflake manufactures paper that is popular with environmentally conscious customers, retailers, advertisers, publishers and commercial printers want recycled paper and Marathon™ 100% Recycled Newsprint and Electrabrite™ 100% Recycled Uncoated High Bright meets their needs
- » Snowflake is a well-maintained mill with modern paper machines and a strong track record of environmental innovation and performance
- » Snowflake produces newsprint in light and environmentally preferred 43.0 and 45.0 basis weights
- » Snowflake produces quality newsprint and high-brite grades that provide good on-press performance regardless of weight, and which are largely sold to newspaper publishers and commercial printers within the southwest
- » Snowflake Mill's quality management system is registered to the ISO 9001 standard, which allows it to meet its customers' quality requirements, enhance customer satisfaction and achieve continual performance improvement

Caring for the Environment

- » Committed to continually improving environmental performance: environmental management system registered to ISO 14001 standard
- » Snowflake uses a feedstock composed of old newspapers and old magazines, sourced from within Arizona and other freight-logical locations
- » Uses treated effluent to irrigate feedlot crops and diverts waste sludge to an energy facility for use as a renewable fuel
- » Implementing Clean Production Initiative, developed in partnership with World Wildlife Fund Canada in order to better quantify, prioritize and reduce mill emissions
- » Snowflake has Forest Stewardship Council certification and 81% of fibre deliveries in 2010 met post-consumer criteria
- » Detailed mill-specific environmental performance data included in Catalyst Sustainability Report: www.catalystpaper.com/investors/sustainability-reports

Economic Impact

- » 293 employees at the end of 2010; and paid \$32 million in salaries, wages and benefits, \$0.6 million in property taxes and \$2.7 million in spending with local vendors that year (figures in \$C)
- » Supports local programs and organizations such as the Salvation Army and United Way through both corporate donations and employee fundraising



CATALYST PAPER LTD.

Catalyst Paper produces a broad range of communication papers for commercial printing, retail advertising and direct marketing applications. With mills strategically located to serve North American and Pacific Rim markets, prudent fiscal management, and ongoing social and environmental performance and transparency, Catalyst is well regarded as a competitive and customer-focused operator.

Corporate Overview

- » We manufacture diverse specialty printing papers, newsprint and pulp for retailers, publishers and commercial printers
- » We have an annual production capacity of 1.9 million tonnes
- » We are:
 - » The largest producer of mechanical printing paper in western North America, and the fourth largest on the continent
 - » The only western North American producer of coated mechanical paper and soft calendar paper
 - » Among the largest producers of directory paper in the world
- » We offer extensive recycled production at our Snowflake, AZ mill, and our Sage line of environmentally friendly specialty papers made at our BC mills
- » We are headquartered in Richmond, British Columbia, Canada and our common shares trade on the TSX (CTL)
- » We respond to both the Carbon Disclosure Project and the Forest Footprint Disclosure Project and are included in the Jantzi Social Index®
- » The Snowflake mill has been FSC chain-of-custody certified since 2009, and have installed FSC chain-of-custody at our BC mills, paralleling existing PEFC systems there

Principles to Live By

While others talk sustainability, we're doing something about it. We are exceeding our commitment to reduce greenhouse gas emissions from our Canadian mills by 70% from 1990 levels. That's like removing 250,000 vehicles off the road, permanently. And it's an important part of the reason we've been included on influential "50 best" lists published by sustainability experts Jantzi-Sustainalytics and Corporate Knights. We believe in leaving a softer footprint, with an independently verified Chain of Custody that ensures we do not use fibre from sensitive sources.

With nearly a century of papermaking experience and a solid financial position, we have a strong foothold in the past and the long-term viability you need. We are the largest producer of mechanical printing papers in western North America, and our performance ranks amongst the best in the industry.

Innovative, High-Quality Products

With one of the first producers of lighter basis weights, Catalyst Paper leads the way in innovation. This push towards innovation is equally matched by our drive to deliver the highest-quality products on the market today. When you buy from Catalyst Paper, you will get the best, reel after reel, order after order.

Performance that Delivers

Many companies call themselves proactive. Catalyst Paper has stringent measures in place to ensure that we are living up to that promise – with customer and third-party evaluations, and internal checks and balances. Our service is also more personalized, with a single point of contact and more face time with our personnel. On the delivery front, we deliver in-full and damage-free within your specified delivery window over 97% of the time.