



CIBC World Markets Conference

Jim Shepard – President and CEO

January 21, 2010

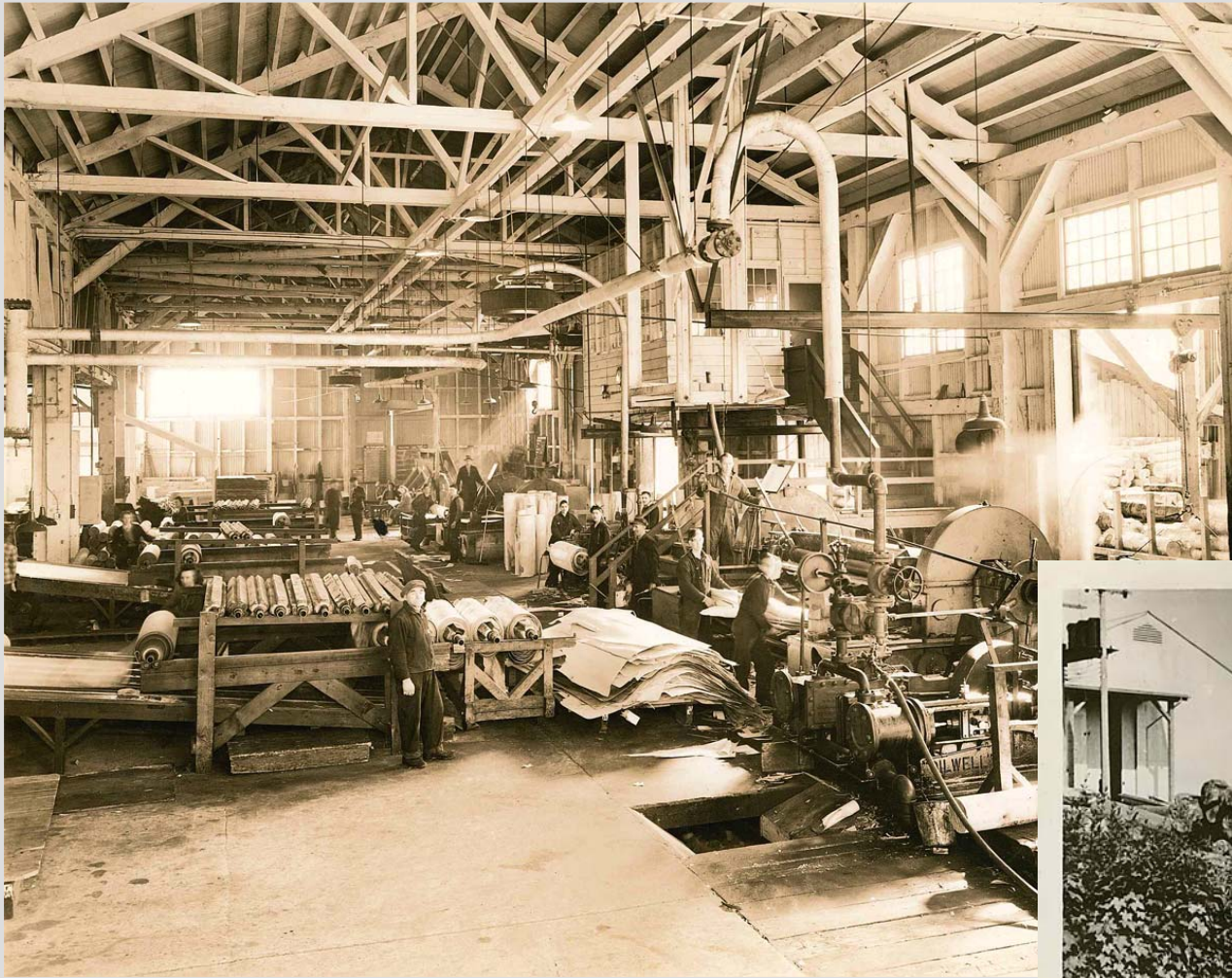


Canfor Corporation

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, 2008.

Our History

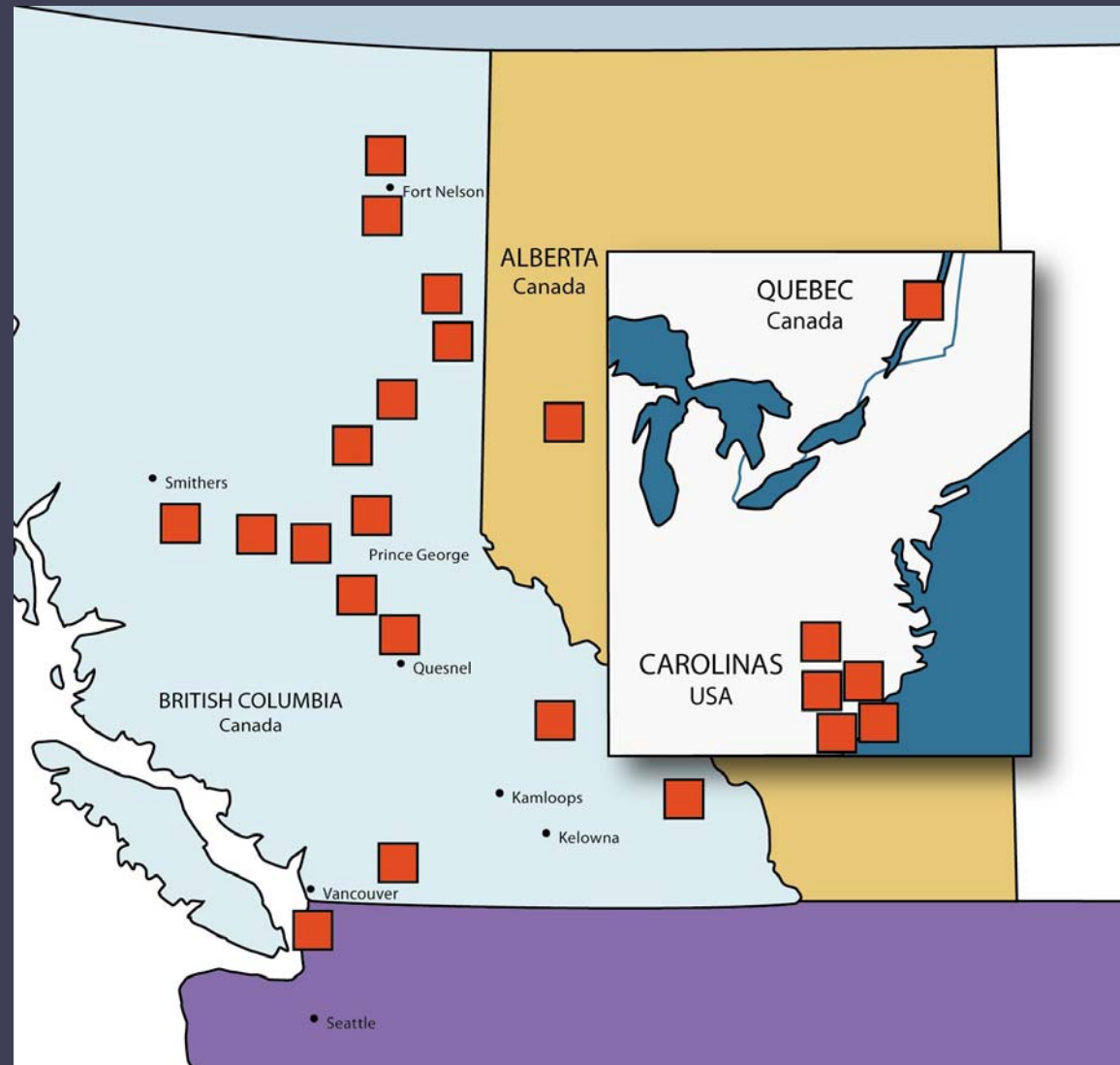


Canfor Overview

- ▶ 15 sawmills in Canada
(Capacity – 4.4 Bfbm)
- ▶ 4 sawmills in the US
(Capacity – 0.6 Bfbm)
- ▶ 50.2% interest in Canfor Pulp (3 BC interior pulp mills) (Capacity - 1 million admt)

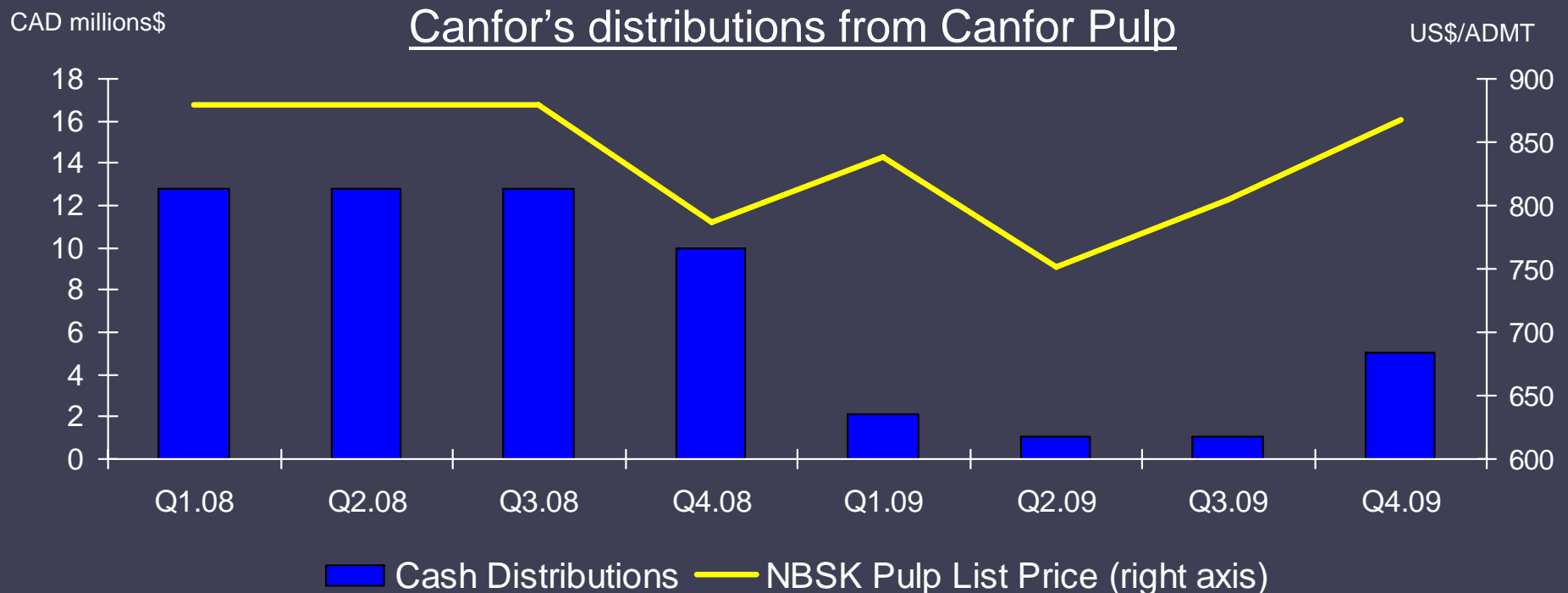
Non Core Holdings

- ▶ 50% interest in Peace Valley OSB plant
- ▶ 2 panel plants in BC – OSB & plywood
- ▶ 1 BCTMP pulp mill in BC
- ▶ 50% interest in Howe Sound Pulp LP

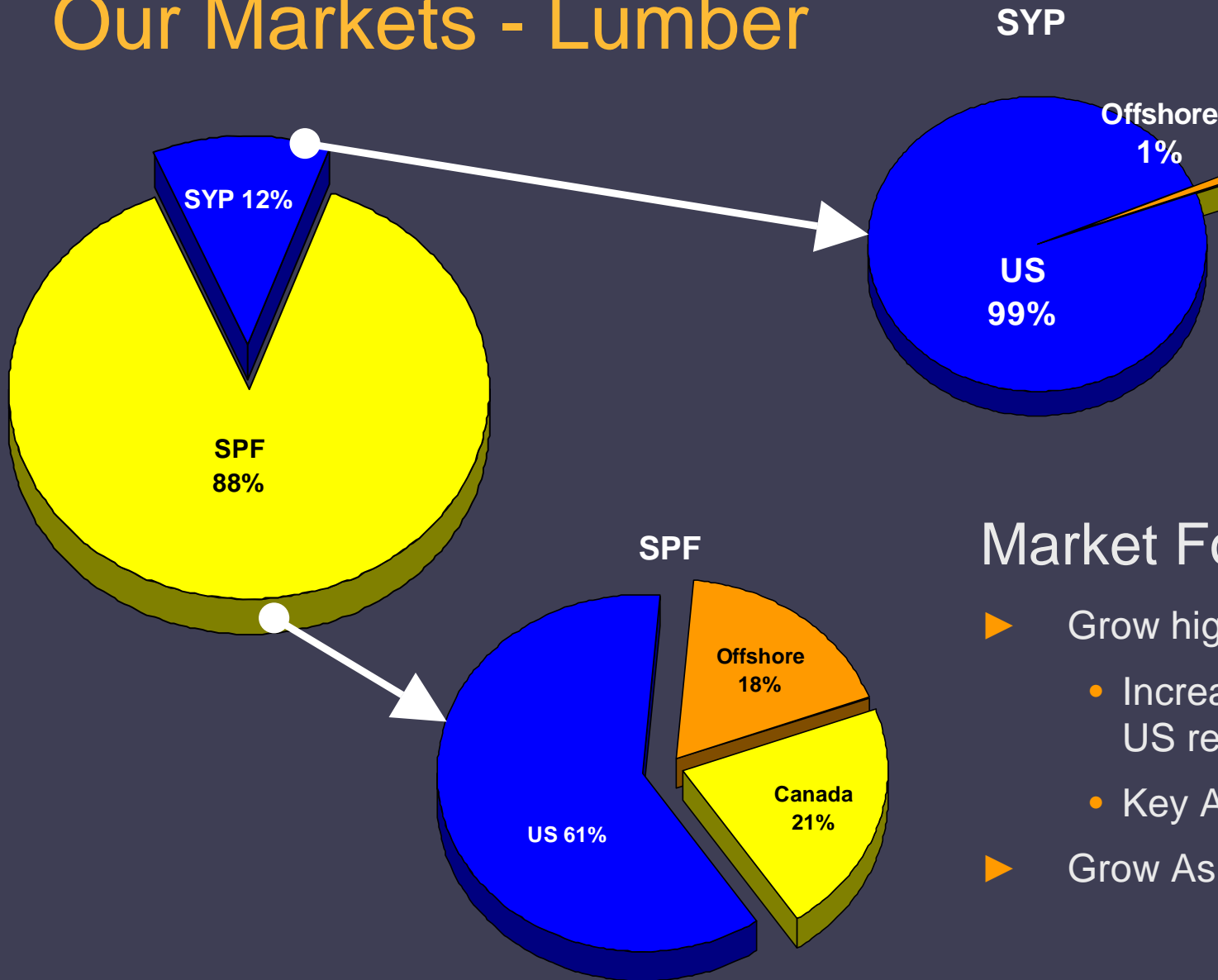


Canfor Pulp

- ▶ Controlling interest in Canfor Pulp Limited Partnership
- ▶ 2007 contributed \$60 million cash to Canfor
- ▶ NBSK pulp markets are in the midst of a strong recovery



Our Markets - Lumber



Market Focus

- ▶ Grow high value customers
 - Increase integration with US retail customers
 - Key Asian customers
- ▶ Grow Asian markets

Our Outlook



Margin Focused

Margin (% of Sales) – Lumber Segment

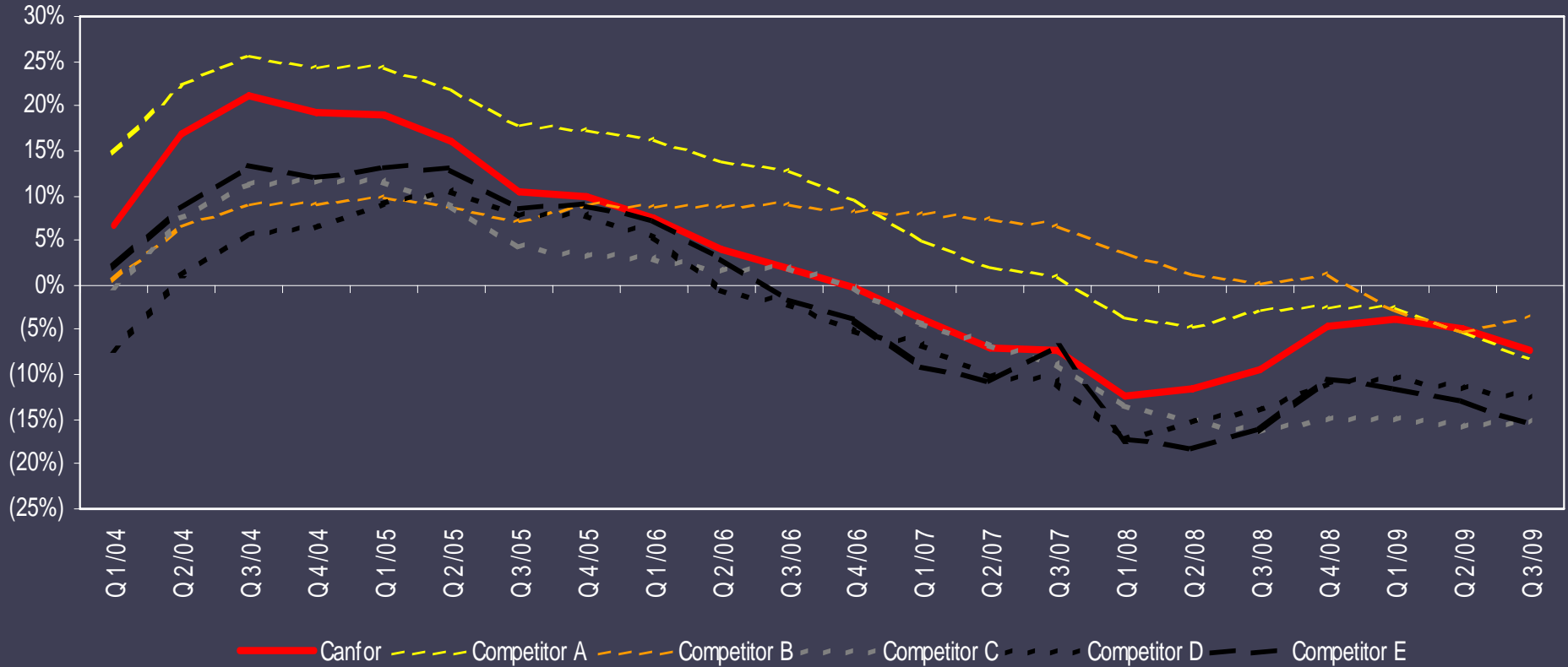


* Source – CIBC World Markets



Margin Focused

Margin (% of Sales) – Lumber Segment



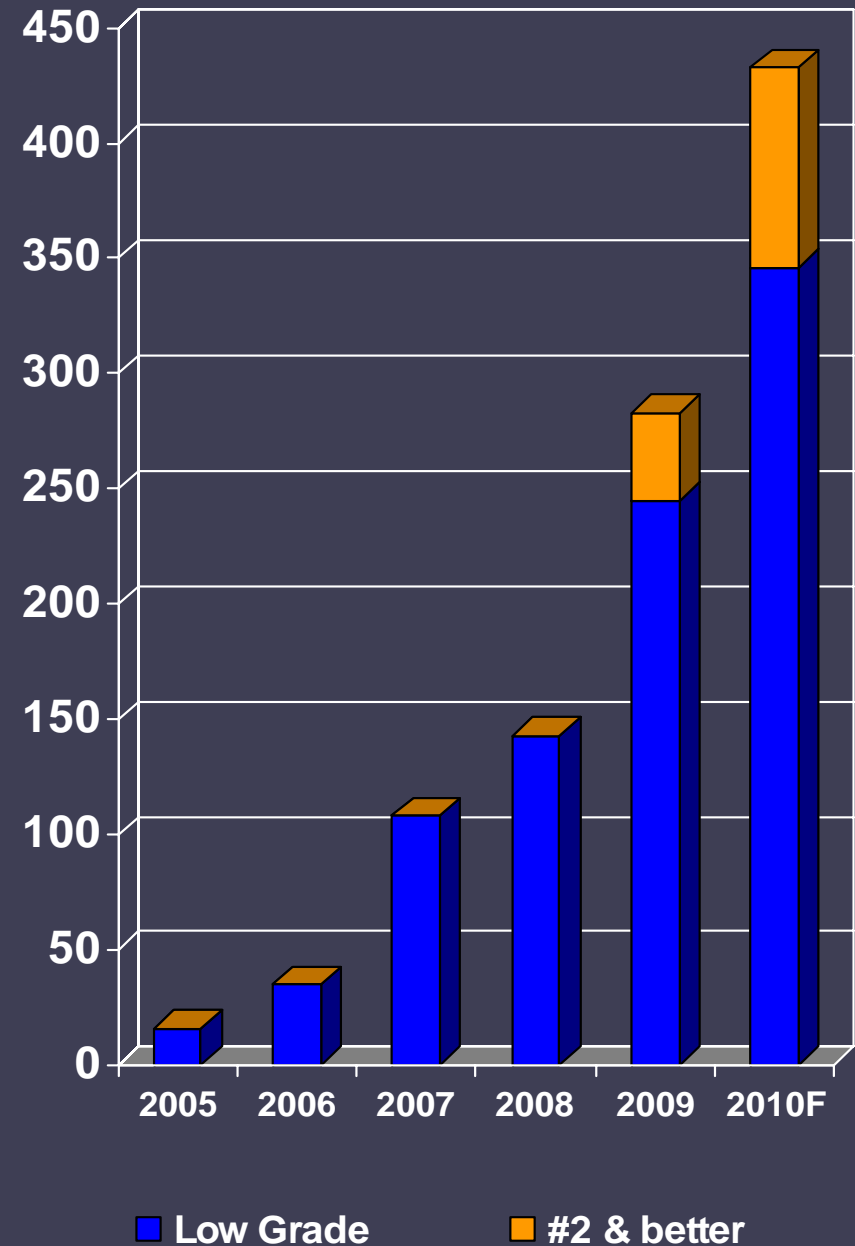
* Source – CIBC World Markets



China

- ▶ Long term commitment to China
- ▶ Building codes are more conducive to wood frame construction
- ▶ Establishing 2 X 4 for the emerging housing sector
- ▶ Significant demand for low grade product
- ▶ Provincial and Federal government support for market development

Lumber Volume - MMfbm

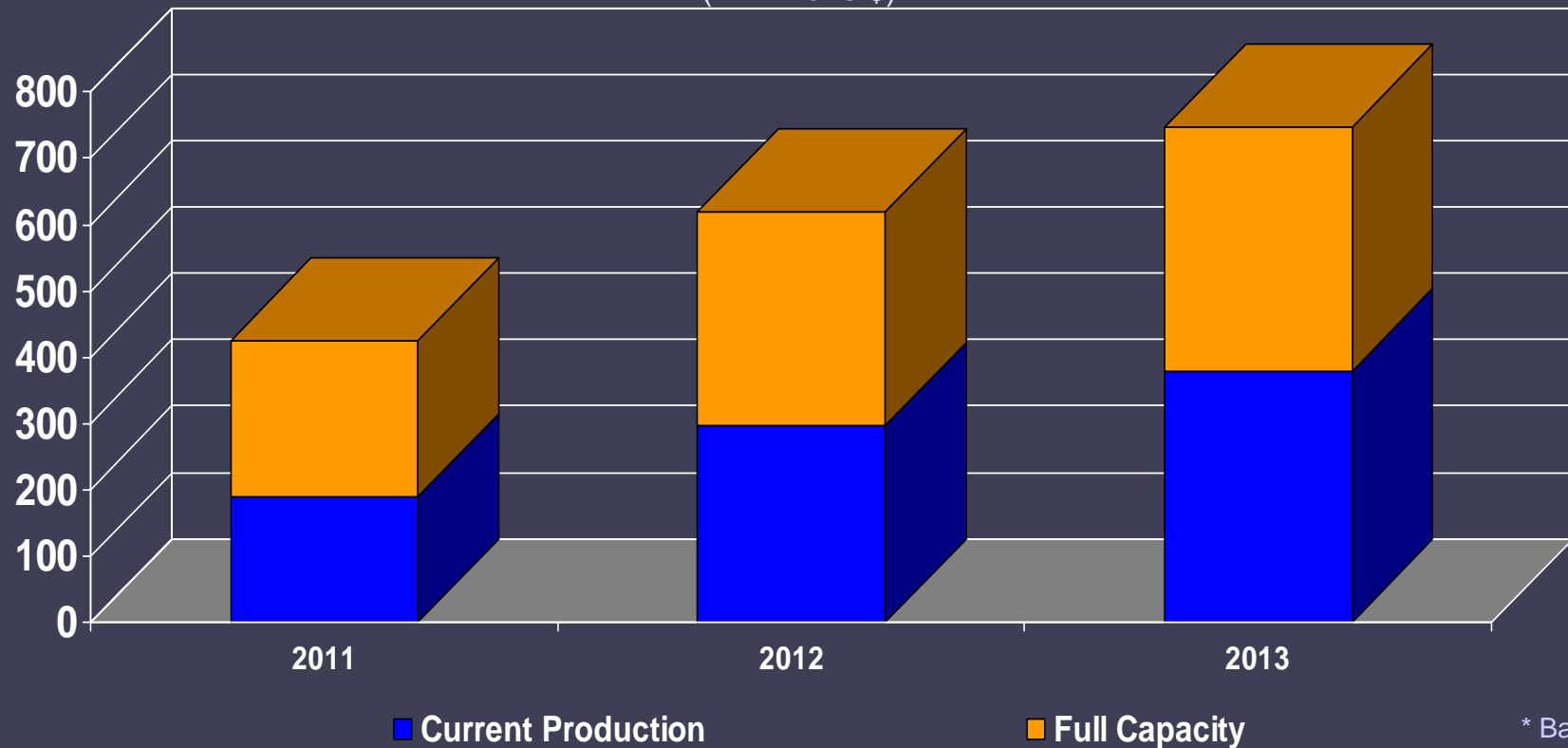


Leveraged to Lumber Market Recovery

	2011	2012	2013
RISI 2x4 (CAD)	\$264	\$313	\$355

Change in EBITDA*

(in millions \$)



* Base year 2009



CIBC World Markets Conference

January 21, 2010



Canfor Corporation