

For Immediate Release

December 2, 2013

CANFOR ANNOUNCES CAPITAL INVESTMENTS IN HOUSTON SAWMILL

Vancouver, B.C. – Canfor Corporation (TSX:CFP) announced today that, subject to ratification of the tentative labour agreement between the Company and the United Steelworkers, the Company will proceed with capital investments totaling approximately \$36 million to improve efficiency and recovery in its Houston, British Columbia sawmill.

The investment will include upgrades to primary and secondary breakdown lines and advancements in scanning and optimization technology.

“Our newly-strengthened fibre position in the Houston region allows us to proceed with this significant investment,” said Canfor Corporation President and CEO Don Kayne. “These capital improvements are designed to ensure we are able to operate a world-class facility in Houston for the long term, in all market conditions.”

Canfor Corporation recently announced a fibre exchange agreement with West Fraser Mills Ltd. which, when concluded, will see the Company add approximately 324,500 cubic metres of replaceable forest licence allowable annual cut in the Morice Timber Supply Area. Since 2010, the Company has invested more than \$650 million in modernizing its British Columbia lumber, pulp and paper mills.

Forward Looking Statements

Certain statements in this press release constitute “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. Words such as “expects”, “anticipates”, “projects”, “intends”, “plans”, “will”, “believes”, “seeks”, “estimates”, “should”, “may”, “could”, and variations of such words and similar expressions are intended to identify such forward-looking statements. These statements are based on management’s current expectations and beliefs and actual events or results may differ materially. There are many factors that could cause such actual events or results expressed or implied by such forward-looking statements to differ materially from any future results expressed or implied by such statements. Forward-looking statements are based on current expectations and Canfor and the Purchaser assume no obligation to update such information to reflect later events or developments, except as required by law.

Canfor is a leading integrated forest products company based in Vancouver, British Columbia (BC) with operations in BC, Alberta, Quebec, North and South Carolina and Alabama. Canfor produces primarily softwood lumber, and also produces bleached chemi-thermo-mechanical pulp and specialized wood products. Canfor also owns a 50.4% interest in Canfor Pulp Products Inc., which is one of the largest producers of northern softwood kraft pulp in Canada and a leading producer of high performance kraft paper. Canfor shares are traded on the Toronto Stock Exchange under the symbol CFP.

-30-

Media Contact:

Christine Kennedy
Vice President, Brand and External Relations
(604) 661-5225
Christine.Kennedy@canfor.com

Investor Contact:

Pat Elliott
Vice President and Treasurer
(604) 661-5441
Patrick.Elliott@canfor.com