2001 Neebing Ave Thunder Bay, Ontario P7E 6S3

FIBRE SOURCING POLICY and COMMITMENT STATEMENT

At Thunder Bay Pulp and Paper, we recognize the value and benefits our wood fibre creates as a renewable raw material for the market pulp, paper, tissue and other wood-based products that we make. The woodchips and biomass material that we use are purposefully sourced from both forestland and sawmill operations that are under the control of our responsible key supply partners and on the open market from independent suppliers.

We deeply care about the array of forest values that provide for our raw material including environmental, social and economic values and adopt this policy to ensure that our fibre sourcing activities and corporate initiatives are conducted in a responsible and sustainable manner.

We commit to influence, guide and foster supply chains within our fibre procurement program and other corporate initiatives toward implementing the following principles:

- ✓ Achieving the principles of sustainable forestry and promoting responsible forest management principles and practices.
- Recognition and Respect for indigenous rights and peoples.
- ✓ Sustaining forest productivity and health
- ✓ Protection of water resources, biological diversity, aesthetics and recreation values
- ✓ The protection of special sites
- ✓ Supporting relevant research, training and education
- ✓ Transparency in our efforts and the outcomes we achieve
- ✓ Community involvement and social responsibility
- ✓ Legal compliance

We will third-party certify our own mill operations to globally recognized third-party standards for environmental performance. Through the implementation of fibre tracking systems to identify the sources of wood fibre we acquire and applying supply-chain risk assessments and due diligence systems, we will evaluate and mitigate risk associated with fibre supplied without a certification standard thereby providing assurances to our customers, stakeholders and the public that our fibre is responsibly sourced and avoids wood from unacceptable sources as defined by the Sustainable Forestry Initiative (SFI*), the Forest Stewardship Council* (FSC*), and the Programme for the Endorsement of Forest Certification (PEFC).

We will comply with all laws and regulations in our operations, and will require legal compliance to forestry laws and regulations from our suppliers. We will require appropriate training for our employees, contractors and suppliers who work in our fibre sourcing operations.

We will monitor our performance and strive for continual improvement. Along the way, we will review and communicate our progress to our employees and stakeholders as we strive to implement this policy.

Bill MacPherson

Chief Executive Officer