This is **Exhibit "I"** referred to in the Affidavit #1 of Brian Baarda made before me at Vancouver, British Columbia this 31st day of January 2012.

A Commissioner for the taking Affidavits
for British Columbia

Catalyst Paper Corporation et al.

CCAA Cash Flow Forecast for the Period January 31, 2012 to April 30, 2012

In CAD$ millions

Period #	1	2	3	4	5	6	7	8	9	10	11	12	13	
Calendar Days in Period	5	7	7	7	3	11	7	7	6	8	7	7	8	90
Period Ended	5-Feb	12-Feb	19-Feb	26-Feb	29-Feb	11-Mar	18-Mar	25-Mar	31-Mar	8-Apr	15-Apr	22-Apr	30-Apr	Total
Receipts - Operating														
Collection of Trade Accounts Receivable	6.0	29.9	15.0	10.0	18.0	35.9	30.6	25.6	25.6	24.1	29.1	24.1	28.9	302.6
Collection of Other Accounts Receivable	0.4	1.9	0.6	0.6	3.1	1.5	1.1	1.1	6.8	1.1	1.1	1.1	2.4	23.1
Total Receipts - Operating	6.4	31.9	15.6	10.6	21.1	37.4	31.7	26.7	32.4	25.2	30.2	25.2	31.3	325.7
Disbursements - Operating														
Raw Material and Freight Costs	(5.1)	(8.3)	(8.3)	(8.3)	(7.7)	(18.0)	(12.9)	(12.9)	(12.9)	(8.9)	(8.9)	(8.9)	(10.6)	(131.4)
Production and Operating Costs	(6.9)	(9.4)	(7.8)	(8.1)	(5.6)	(13.1)	(8.7)	(21.3)	(8.7)	(8.2)	(9.5)	(20.4)	(8.8)	(136.7)
Employee Costs	(2.7)	(2.5)	(5.4)	(2.6)	(2.3)	(4.8)	(5.5)	(2.1)	(5.7)	(2.1)	(5.1)	(3.0)	(8.3)	(52.1)
Property Tax/Insurance/Other Taxes	(0.0)	(0.2)	(0.1)	(0.1)	(0.1)	(0.0)	0.0	0.0	0.0	(0.0)	0.0	0.0	0.0	(0.5)
Total Disbursements - Operating	(14.8)	(20.3)	(21.5)	(19.0)	(15.8)	(36.0)	(27.1)	(36.3)	(27.2)	(19.2)	(23.5)	(32.3)	(27.7)	(320.7)
Net Operating Cash Flows	(8.4)	11.6	(5.9)	(8.4)	5.3	1.4	4.6	(9.6)	5.2	6.0	6.7	(7.1)	3.6	5.0
Disbursements - Non-Operating														
Restructuring Professional Fees	0.0	0.0	(0.7)	0.0	(0.7)	0.0	(0.7)	0.0	(0.7)	0.0	(0.7)	0.0	(0.7)	(4.2)
CCAA Restructuring Costs	(5.8)	(5.8)	(5.8)	(5.8)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(23.0)
DIP Interest & Loan Fees	(0.0)	(0.1)	(0.1)	(0.1)	(0.0)	(0.1)	(0.1)	(0.1)	(0.1)	(0.3)	0.0	0.0	0.0	(0.7)
Other Interest Income (Expenses)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total Disbursements - Non-Operating	(5.8)	(5.8)	(6.5)	(5.8)	(0.7)	(0.1)	(0.7)	(0.1)	(0.7)	(0.3)	(0.7)	0.0	(0.7)	(27.9)
Net Receipts (Disbursements)	(14.2)	5.8	(12.4)	(14.2)	4.6	1.3	3.9	(9.6)	4.4	5.7	6.0	(7.1)	2.9	(22.9)

	5-Feb	12-Feb	19-Feb	26-Feb	29-Feb	11-Mar	18-Mar	25-Mar	31-Mar	8-Apr	15-Apr	22-Apr	30-Apr
Book Cash Balance													
Beginning Cash Balance	33.2	12.6	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Net Receipts (Disbursements)	(14.2)	5.8	(12.4)	(14.2)	4.6	1.3	3.9	(9.6)	4.4	5.7	6.0	(7.1)	2.9
Net Loan Borrowing (Repayment) in the Period	(6.4)	(13.4)	12.4	14.2	(4.6)	(1.3)	(3.9)	9.6	(4.4)	(5.7)	(6.0)	7.1	(2.9)
Ending Book Cash Balance	12.6	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
ABL Revolving Loan													
ABL Loan Balance at Beginning of Period	81.0	74.6	42.7	27.1	16.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
ABL Borrowing (Repayment) in the Period	(6.4)	(31.9)	(15.6)	(10.6)	(16.5)	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
ABL Loan Balance at End of Period	74.6	42.7	27.1	16.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
DIP Revolving Loan													
DIP Loan Balance at Beginning of Period	0.0	0.0	18.5	46.5	71.3	83.2	81.8	78.0	87.6	83.2	77.4	71.4	78.6
DIP Borrowing (Repayment) in the Period	0.0	18.5	28.0	24.8	11.9	(1.3)	(3.9)	9.6	(4.4)	(5.7)	(6.0)	7.1	(2.9)
DIP Loan Balance at End of Period	0.0	18.5	46.5	71.3	83.2	81.8	78.0	87.6	83.2	77.4	71.4	78.6	75.7

Catalyst Paper Corporation et al.

CCAA Cash Flow Forecast

For the Period January 31, 2012 to April 30, 2012

In CAD$ millions

Notes

1. The purpose of this cash flow forecast is to determine the liquidity requirements for the Company during the initial stage of the CCAA proceedings.

2. The cash flow forecast is presented on a consolidated basis for the following legal entities:

   Catalyst Paper Corporation, Catalyst Pulp Operations Limited, Catalyst Pulp Sales Inc., Pacifica Poplars Ltd., Catalyst Pulp and Paper Sales Inc., Elk Falls Pulp and Paper Limited, Catalyst Paper Energy Holdings Inc., 0606890 B.C. Ltd., Catalyst Paper Recycling Inc., Catalyst Paper (Snowflake) Inc., Catalyst Paper Holdings Inc., Pacifica Papers U.S. Inc., Pacifica Poplars Inc., Pacifica Papers Sales Inc., Catalyst Paper (USA) Inc., The Apache Railway Company

   The Cash Flow Forecast excludes Powell River Energy Inc. ("PREI"). The Company has a 50.001% interest in PREI and consolidates 100% of PREI in its financial statements as PREI is a Variable Interest Entity; however, PREI is not a part of these proceedings and is not forecasted to require DIP funds to sustain its operations.

3. Production at mills based on current operational production schedule.

4. An exchange rate of CAD$/USD$0.98 is used.

5. The cash flow forecast is based on the assumptions that the Company will continue operations in the normal course, except where otherwise stated in these assumptions.

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CCAA Cash Flow Forecast

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6. Collection of Trade Accounts Receivable is shown net of outstanding customer rebates. The timing of the receipt of collections is based on historical collection rates adjusted for anticipated delays as a result of the CCAA filing.

7. The Collection of Other Accounts Receivable primarily relates to HST/GST Receivable, Snowflake surplus power and Apache outbound freight receipts and receipts from the sale of fibre.

8. Raw material costs represent materials that are required for production such as fibre, chemicals, furnish. Amount also includes inbound and outbound freight for raw material purchases, as well as, inventory sales. Raw materials disbursements have been forecasted based on anticipated production levels, costs and consumption rates.

9. Production costs primarily represent supplies, maintenance, materials and services, capital additions and utilities. Production costs are based on anticipated production levels. CAPEX of $7.6 MM is forecasted during the period and is included in Production & Operating Costs.

   All Snowflake disbursements, including raw materials and employee costs, are included in Production and Operating Costs.

10. Employee Costs represents salaries, wages, vacation, benefits, current pension service obligations and other post-employee benefits (excluding Snowflake as noted above). Hourly payroll, salary costs and benefits are based on forecasted operating levels. All employee costs paid in the normal course of operations.

11. Restructuring Professional Fees reflect anticipated legal counsel, monitor and advisor fees.

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CCAA Cash Flow Forecast

For the Period January 31, 2012 to April 30, 2012

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12. CCAA Restructuring Costs relate primarily to amounts potentially payable to key suppliers for the pre-filing arrears or deposits to ensure continued supply post-filing.

13. Based on the credit arrangements for DIP financing.

14. No interest or principal payments are made to bondholders

15. Repayment of the ABL Loan is facilitated through weekly net cash receipts plus limited draws from the DIP Loan.

16. DIP Loan Borrowings represents advance of funds pursuant to DIP financing as anticipated to be approved by the Court.

This forecast is based on currently available information and estimates which may or may not prove to be correct. All forecasts involve risks, variables, and uncertainties. The Company's actual results may differ from the forecast. Consequently, no guarantee is presented or implied as to the accuracy of the forecast.