

**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

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In re:	:	Chapter 15
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CATALYST PAPER CORP., <u>et al.</u> ,	:	Case No. 12-10221 (PJW)
	:	
Debtors. <sup>1</sup>	:	Jointly Administered
	:	
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**NOTICE OF CHANGE IN STATUS OF FOREIGN PROCEEDING**  
**PURSUANT TO 11 U.S.C. § 1518**

Catalyst Paper Corporation (“CPC”) in its capacity as foreign representative for the above-captioned debtors (the “Debtors”), by and through its counsel of record, hereby submits this notice pursuant to § 1518(1) of title 11 of the United States Code (the “Bankruptcy Code”) and Rule 2015(d) of the Federal Rules of Bankruptcy Procedure to provide notice of a change in status of the foreign proceeding.

**PLEASE TAKE NOTICE**, that on January 31, 2012, CPC and its above-captioned affiliates (collectively, the “Debtors”) commenced a proceeding under Canada’s *Companies’*

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<sup>1</sup> The last four digits of the United States Tax Identification Number or Canadian Business Number of the Debtors, as applicable, follow in parentheses: (i) 0606890 B.C. Ltd. (2214); (ii) Catalyst Paper Corporation (1171); (iii) Catalyst Paper Energy Holdings Inc. (3668); (iv) Catalyst Paper General Partnership (6288); (v) Catalyst Pulp and Paper Sales Inc. (2085); (vi) Catalyst Pulp Operations Ltd. (4565); (vii) Catalyst Pulp Sales Inc. (4021); (viii) Elk Falls Pulp and Paper Ltd. (9493); (ix) Pacifica Poplars Ltd. (6048); (x) Catalyst Paper Holdings Inc. (7177); (xi) Pacifica Papers U.S. Inc. (7595); (xii) Pacifica Poplars Inc. (9597); (xiii) Pacifica Papers Sales Inc. (7594); (xiv) Catalyst Paper (USA) Inc. (6890); (xv) Catalyst Paper (Recycling) Inc. (8358); (xvi) Catalyst Paper (Snowflake) Inc. (7015); (xvii) The Apache Railway Company (0017) (0606890 B.C. Ltd., Catalyst Paper Corporation, Catalyst Paper Energy Holdings Inc., Catalyst Paper General Partnership, Catalyst Pulp and Paper Sales Inc., Catalyst Pulp Operations Ltd., Catalyst Pulp Sales Inc., Elk Falls Pulp and Paper Ltd., and Pacifica Poplars Ltd., collectively, the “Canadian Debtors”) (Catalyst Paper Holdings Inc., Pacifica Papers U.S. Inc., Pacifica Poplars Inc., Pacifica Papers Sales Inc., Catalyst Paper (USA) Inc., Catalyst Paper (Recycling) Inc., Catalyst Paper (Snowflake) Inc. and The Apache Railway Company, collectively, the “U.S. Debtors”). The Debtors’ executive headquarters’ addresses are 2<sup>nd</sup> Floor, 3600 Lysander Lane, Richmond, BC V7B 1C3, Canada; 2101 Fourth Avenue, Suite 1950, Seattle, WA 98121; and Spur 277 N., Snowflake, AZ 85937.

*Creditors Arrangement Act*, R.S.C. 1985, c. C-36, as amended, before the Supreme Court of British Columbia (the “CCAA Proceeding”). On the date hereof, the Debtors filed amended petitions (the “Amended Petitions”) in the instant chapter 15 proceedings

**PLEASE TAKE FURTHER NOTICE**, that on January 31, 2012, the Supreme Court of British Columbia (the “Canadian Court”), issued an initial order (the “Initial Order”) in connection with the CCAA Proceeding. A true and correct copy of the Initial Order is attached to the Amended Petitions. In its Initial Order, the Canadian Court appointed PricewaterhouseCoopers Inc. (“PwC”) as monitor of the CCAA Proceeding and authorized CPC to serve as foreign representative of the Debtors.

**PLEASE TAKE FURTHER NOTICE**, that CPC continues to seek recognition of the CCAA Proceeding as a “foreign main proceeding” as defined in sections 1502(4) and 1517(b)(1) of the Bankruptcy Code or, in the alternative, recognition of the CCAA Proceeding as a “foreign main proceeding” as defined in sections 1502(4) and 1517(b)(1) of the Bankruptcy Code with respect to the Canadian Debtors and as a “foreign nonmain proceeding” as defined in sections 1502(5) and 1517(b)(2) of the Bankruptcy Code with respect to the U.S. Debtors.

Dated: January 31, 2012  
Los Angeles, CA

/s/ Van C. Durrer, II  
Van C. Durrer, II (I.D. No. 3827)  
SKADDEN, ARPS, SLATE, MEAGHER  
& FLOM LLP  
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(213) 687-5000

Counsel for Catalyst Paper Corporation

**Miscellaneous:**12-10221-PJW Catalyst Paper Corporation

Type: bk

Chapter: 15 v

Office: 1 (Delaware)

Assets: y

Judge: PJW

Case Flag: MEGA, LEAD

**U.S. Bankruptcy Court****District of Delaware**

## Notice of Electronic Filing

The following transaction was received from Van C. Durrer entered on 1/31/2012 at 9:27 PM EST and filed on 1/31/2012

**Case Name:** Catalyst Paper Corporation**Case Number:** 12-10221-PJW**Document Number:** 43**Docket Text:**

Status Report *Notice of Change in Status of Foreign Proceeding Pursuant to 11 U.S.C. Section 1518*  
Filed by Catalyst Paper Corporation. (Durrer, Van)

The following document(s) are associated with this transaction:

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] [17b84398f54df9b057dbaa6ff652b0f138c3c2cef9d10fc1d5fb01c8e543b2bde540  
bff2c34dfa7bd9ea67c1d2a29069f1a9538e8216cbbaffa91cc992ec4a8e8]]

**12-10221-PJW Notice will be electronically mailed to:**

Van C. Durrer on behalf of Debtor 0606890 B.C. Ltd.

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Michael Schein on behalf of Creditor CIT Group/Equipment Financing, Inc.