

**IN THE MATTER OF THE COMPANIES' CREDITORS ARRANGEMENT ACT,  
R.S.C. 1985, c. C-36, AS AMENDED**

**AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT  
OF CATALYST PAPER CORPORATION, CATALYST PAPER GENERAL  
PARTNERSHIP AND THE PETITIONERS LISTED IN SCHEDULE "A" TO  
THE MEETINGS ORDER**

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**MASTER PROXY**  
**(FOR USE BY NOMINEE, BANK OR BROKERS)**

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**FIRST LIEN NOTEHOLDERS**  
**11% SENIOR SECURED NOTES DUE 2016**  
**CUSIPs: 14888TAC8, C21847AB1, 14888TAD6, AND C21847AC9**

**VOTING RECORD DATE:** MARCH 16, 2012  
**VOTING DEADLINE DATE:** APRIL 20, 2012 BEFORE 4 P.M. NYC TIME

**INSTRUCTIONS:** DTC Participants holding the above-referenced securities through DTC should complete this Master Proxy on their own behalf or on behalf of the persons for whom they hold the securities, and return this Master Proxy to Globic Advisors, as directed below, before the Voting Deadline Date. **Beneficial Owners** of First Lien Notes held through a brokerage firm, trust company or other nominee should not use this Master Proxy. Such beneficial owners should contact the Monitor or their nominee, bank or broker or Globic Advisors to obtain a copy of a voting instruction form.

**FOR ASSISTANCE** in completing this form or for additional materials, please contact Robert Stevens of Globic Advisors, in its capacity as Solicitation Agent, at 1-212-201-5346.

**STEP 1:** APPOINTMENT OF PROXY / VOTE OF FIRST LIEN NOTEHOLDERS

**THE UNDERSIGNED ELIGIBLE VOTING CREDITOR hereby revokes all proxies previously given and nominates, constitutes, and appoints:**

A) in respect of the Eligible Voting Creditor's claim(s), as listed below, Neil Bunker of PricewaterhouseCoopers Inc., in its capacity as Monitor, or such other Person as he, in his sole discretion, may designate (the "**Monitor Proxy**") (i) to attend on behalf of and act for the Eligible Voting Creditor at the First Lien Noteholders Meeting and at any and all adjournments, postponements or other rescheduling of the First Lien Noteholders Meeting, and to vote the amount of the Eligible Voting Creditor's claim(s) in the manner indicated below for voting purposes as determined by and accepted for voting purposes in accordance with the Meetings Order and as set out in the Plan, and (ii) to otherwise act for and on behalf of the undersigned Eligible Voting Creditor with respect to any amendments, modifications, variations or supplements to the Plan and to any other matters that may come before the First Lien Noteholders Meeting or any adjournment, postponement or other rescheduling of the First Lien Noteholders Meeting.

**CUSIP: 14888TAC8**

Votes <b>FOR</b> the Plan		Votes <b>AGAINST</b> the Plan	
Number of Owners	Par Amount	Number of Owners	Par Amount
	\$		\$

**CUSIP: C21847AB1**

Votes <b>FOR</b> the Plan		Votes <b>AGAINST</b> the Plan	
Number of Owners	Par Amount	Number of Owners	Par Amount
	\$		\$

**CUSIP: 14888TAD6**

Votes <b>FOR</b> the Plan		Votes <b>AGAINST</b> the Plan	
Number of Owners	Par Amount	Number of Owners	Par Amount
	\$		\$

**CUSIP: C21847AC9**

Votes <b>FOR</b> the Plan		Votes <b>AGAINST</b> the Plan	
Number of Owners	Par Amount	Number of Owners	Par Amount
	\$		\$

B) in respect of the Eligible Voting Creditor's claim(s), as listed below, the applicable individual identified below (i) to attend on behalf of and act for the Eligible Voting Creditor at the First Lien Noteholders Meeting and at any and all adjournments, postponements or other rescheduling of the First Lien Noteholders Meeting, and to vote the applicable amount of the Eligible Voting Creditor's claim(s), as listed below, for voting purposes as determined by and accepted for voting purposes in accordance with the Meetings Order and as set out in the Plan, and (ii) to otherwise act for and on behalf of the undersigned Eligible Voting Creditor with respect to any amendments, modifications, variations or supplements to the Plan and to any other matters that may come before the First Lien Noteholders Meeting or any adjournment, postponement or other rescheduling of the First Lien Noteholders Meeting.

Name of Beneficial Noteholder	Name of Proxy	Principal Amount Held / CUSIP

Please feel free to attach additional schedules as is necessary.

Any claims listed in clause (B) above shall **not** be included in clause (A) above, as it is anticipated that claims referenced in clause (B) above will be voted by the appointed person at the First Lien Noteholder Meeting.

**STEP 2: EXECUTION BY AUTHORIZED SIGNATORY**

By signing below, the nominee hereby certifies that (i) the summary is a true and accurate schedule of the beneficial owners as of the Voting Record Date of the First Lien Notes who have delivered voting instruction forms to the undersigned nominee, if applicable, and (ii) the undersigned nominee is the holder, through a position held at DTC, of the First Lien Notes set forth above.

**Date Submitted:** \_\_\_\_\_, 2012

**Participant No.** \_\_\_\_\_

**Print Name of Company:** \_\_\_\_\_

**Authorized Employee Contact (Print Name):** \_\_\_\_\_

**Title:** \_\_\_\_\_ **Tel. No.:** \_\_\_\_\_

**E-Mail:** \_\_\_\_\_

**Signature: X** \_\_\_\_\_

**MEDALLION STAMP BELOW**

**STEP 4. DELIVERY OF MASTER PROXY**

Please deliver the Master Proxy via both: (a) facsimile or email transmission; and (b) mail to the following address by the Deadline Date:

Globic Advisors

Attn: Robert Stevens

One Liberty Plaza, 23<sup>rd</sup> Floor

New York, New York 10006

Telephone: (212) 201-5346, Facsimile: (212) 271-3252 E-mail: rstevens@globic.com

*[Copies of this and other documents  
should be retained for your files]*

**DELIVERY OF THIS MASTER PROXY OTHER THAN AS SET FORTH ABOVE WILL NOT  
CONSTITUTE A VALID DELIVERY.**