

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

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In re:	:	Chapter 15
	:	
CATALYST PAPER CORP., <u>et al.</u> ,	:	Case No. 12-10221 (PJW)
	:	
Debtors. ¹	:	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 September 13, 2012 PricewaterhouseCoopers Inc., in its capacity as court-appointed monitor in the pending proceeding (the “CCAA Proceeding”) under Canada’s *Companies’ Creditors Arrangement Act*, R.S.C. 1985, c. C-36, as amended, before the Supreme Court of British Columbia (the “Canadian Court”) of CPC and its above-captioned affiliates (collectively, the “Debtors”), filed its *Monitor’s Certificate Confirming Plan*

¹ These jointly administered cases are those of the following Debtors: 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”) in addition to 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”).

Implementation (the “Monitor’s Certificate”) with the Canadian Court in the CCAA Proceeding.

A true and correct copy of the filed Monitor’s Certificate is attached hereto as Exhibit A.

PLEASE TAKE FURTHER NOTICE, that pursuant to the Monitor’s Certificate, the Effective Date (as defined in the Second Amended and Restated Plan of Compromise and Arrangement) is September 12, 2012. A copy of the Second Amended and Restated Plan of Compromise and Arrangement may be accessed on the Monitor’s website at www.pwc.com/car-catalystpaper.

Dated: September 18, 2012
Los Angeles, CA

/s/ Van C. Durrer, II
Van C. Durrer, II (I.D. No. 3827)
SKADDEN, ARPS, SLATE, MEAGHER
& FLOM LLP
300 South Grand Avenue
Los Angeles, California 90071
(213) 687-5000

Counsel for Catalyst Paper Corporation

EXHIBIT A

Monitor's Certificate

RECEIVED

SEP 13 2012

VANCOUVER
SUPREME COURT SCHEDULING

No. S120712
Vancouver Registry

IN THE SUPREME COURT OF BRITISH COLUMBIA

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

AND

IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT
OF CATALYST PAPER CORPORATION AND THE OTHER PETITIONERS LISTED
ON SCHEDULE "A"

PETITIONERS

MONITOR'S CERTIFICATE CONFIRMING PLAN IMPLEMENTATION

All capitalized terms not otherwise defined herein shall have the meanings ascribed thereto in the Second Amended and Restated Plan of Compromise or Arrangement concerning, affecting and involving Catalyst Paper Corporation and the entities listed on Schedule "A" thereto (collectively, the "**Petitioners**") dated June 14, 2012 (the "**Plan**"), as such Plan may be further amended, varied or supplemented by the Petitioners from time to time in accordance with the terms thereof.

Pursuant to paragraph 15 of the Order of the Honourable Mr. Justice Sewell made in these proceedings on the 28th day of June, 2012 (the "**Order**"), PricewaterhouseCoopers Inc. (the "**Monitor**"), in its capacity as Court-appointed Monitor of the Petitioners, delivers this certificate to the Court and hereby certifies that:

1. The Monitor has been advised in writing by counsel for the Petitioners and by counsel for the Initial Supporting Noteholders (as defined in the Plan), and the Monitor hereby confirms, that the conditions set out in section 5.1 of the Plan have been satisfied or waived in accordance with section 5.2 of the Plan, and that the Plan is capable of being implemented; and

2. With respect to the Plan, the Effective Date is September 12, 2012.

This Certificate is delivered by the Monitor on this the 13th day of September, 2012.

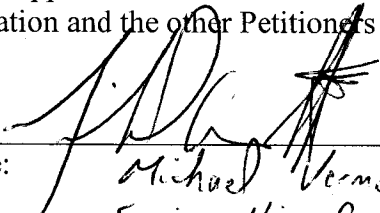
PricewaterhouseCoopers Inc.

In its capacity as Court-appointed Monitor of
Catalyst Paper Corporation and the other Petitioners

Per:

Name:

Title:


Michael Vermette
Senior Vice President

Schedule “A”

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

No. S120712
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**IN THE SUPREME COURT OF BRITISH
COLUMBIA**

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

AND

**IN THE MATTER OF A PLAN OF COMPROMISE
OR ARRANGEMENT OF
CATALYST PAPER CORPORATION and others**

PETITIONERS

**MONITOR'S CERTIFICATE OF PLAN
IMPLEMENTATION**

FASKEN MARTINEAU DuMOULIN LLP
Barristers & Solicitors
2900 – 550 Burrard Street
Vancouver, B.C., V6C 0A3
604.631.4786

Counsel: Kibben Jackson

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 9/18/2012 at 1:27 PM EDT and filed on 9/18/2012

Case Name: Catalyst Paper Corporation**Case Number:** [12-10221-PJW](#)**Document Number:** [200](#)**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. (Attachments: # (1) Exhibit A) (Durrer, Van)

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

Document description:Main Document**Original filename:**C:\TEMP\CONVERT\Notice of Emergence.pdf**Electronic document Stamp:**

[STAMP bkecfStamp_ID=983460418 [Date=9/18/2012] [FileNumber=11080907-0]
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45c7dfe9f5959f3115b0583c4c121a3e8bb42e02c0585e29dc6f219190cef]]

Document description:Exhibit A**Original filename:**Notice - Ex A.pdf**Electronic document Stamp:**

[STAMP bkecfStamp_ID=983460418 [Date=9/18/2012] [FileNumber=11080907-1]
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12-10221-PJW Notice will be electronically mailed to:

Timothy P. Cairns on behalf of Interested Party Certain Holders of 2014 Notes
tcairns@pszjlaw.com

Timothy P. Cairns on behalf of Interested Party Certain Holders of 2014 Senior Notes
tcairns@pszjlaw.com

Christopher S. Chow on behalf of Creditor Snowflake Power, LLC
chowc@ballardspahr.com

Mark L. Desgrosseilliers on behalf of Interested Party Andritz Inc., Andritz Ltd., and Andritz Iggesund