

FRASER PAPERS OBTAINS COURT APPROVAL FOR SALE OF THURSO PULP MILL

(All financial references are in U.S. dollars unless otherwise noted)

Toronto, ON (April 14, 2010) – Fraser Papers Inc. (together with its subsidiary, FPS Canada Inc., “Fraser Papers” or the “Company”) announced today that it obtained final approval on April 13 from the Ontario Superior Court of Justice (Commercial List) to complete the sale of its pulp mill located in Thurso, Québec to Fortress Specialty Cellulose Inc. (“Fortress”).

The Company and Fortress expect to close the Transaction within the next few weeks.

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Fraser Papers is an integrated specialty paper company that produces a broad range of specialty packaging and printing papers. The Company has operations in New Brunswick, Maine, New Hampshire and Québec. For more information, visit the Fraser Papers web site at www.fraserpapers.com.

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Note: This press release contains forward-looking information and forward-looking statements within the meaning of Canadian provincial securities laws. These forward-looking statements include, among others, statements with respect to the sale of the Company's pulp mill located in Thurso, Québec. The word "expect", variations, and other words and expressions which may be predictions of or indicate future events and trends and which do not relate to historical matters identify forward-looking statements. Reliance should not be placed on forward-looking statements because they involve known and unknown risks, uncertainties and other factors, which may cause the actual results, performance or achievements of the Company to differ materially from anticipated future results, performance or achievement expressed or implied by such forward-looking statements. Factors that could cause actual results of the sale of the pulp mill to differ materially from those set forth in the forward-looking statements include unforeseen administrative, legal, or transactional issues and other risks detailed from time to time in the documents filed by the Company with the securities regulators in Canada. In addition, the Company and its subsidiaries are currently operating under creditor protection laws in Canada and the United States. Many of the Company's plans are subject to the review of commercial courts in Canada and the United States. The Company cannot anticipate when such plans will be the subject of consideration by the commercial courts or, if they are, what impact that consideration will have on the plans or intentions of the Company. The Company undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.