

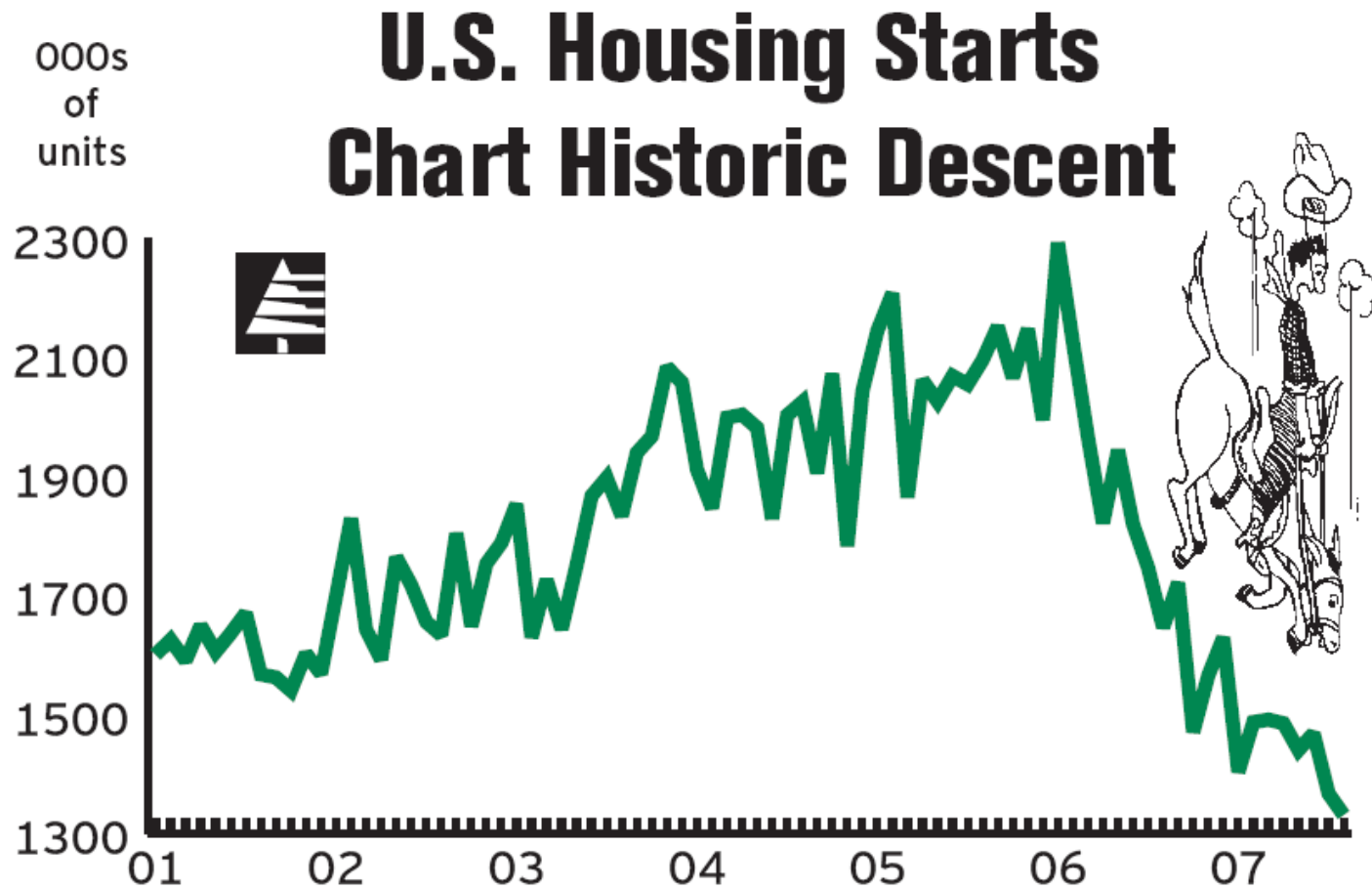


PwC Global Forest & Paper Industry Conference
Executive Perspectives Panel

May 8, 2008

**Duncan Davies,
President and CEO**

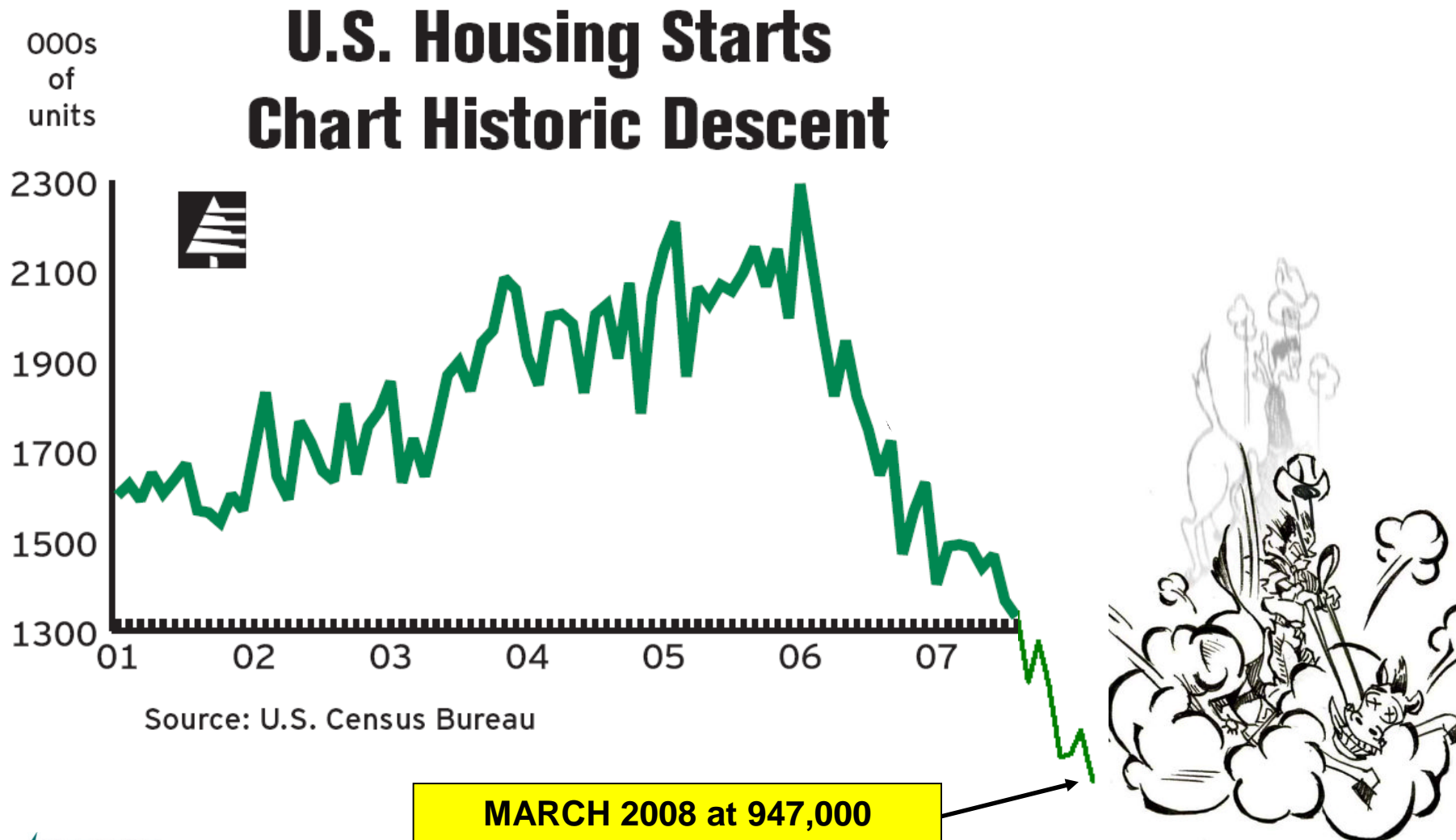
The U.S. Housing Start Bust



Source: U.S. Census Bureau

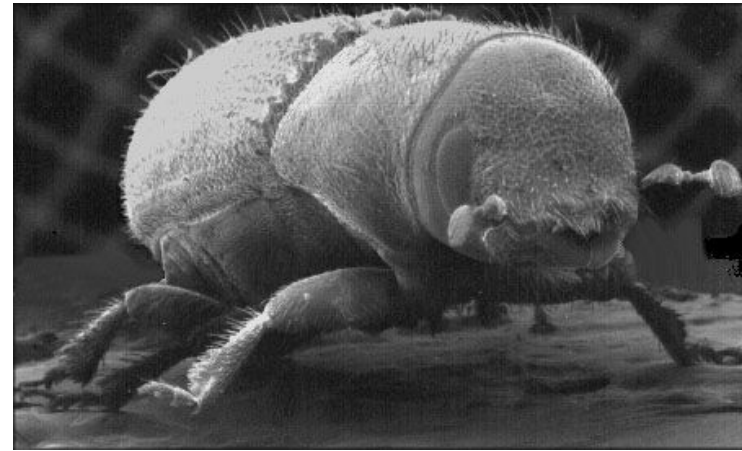
Random Lengths: November 2, 2008; Starts to August, 2007

Have We Hit Bottom?For How Long?



Canadian Producers Have Other Challenges

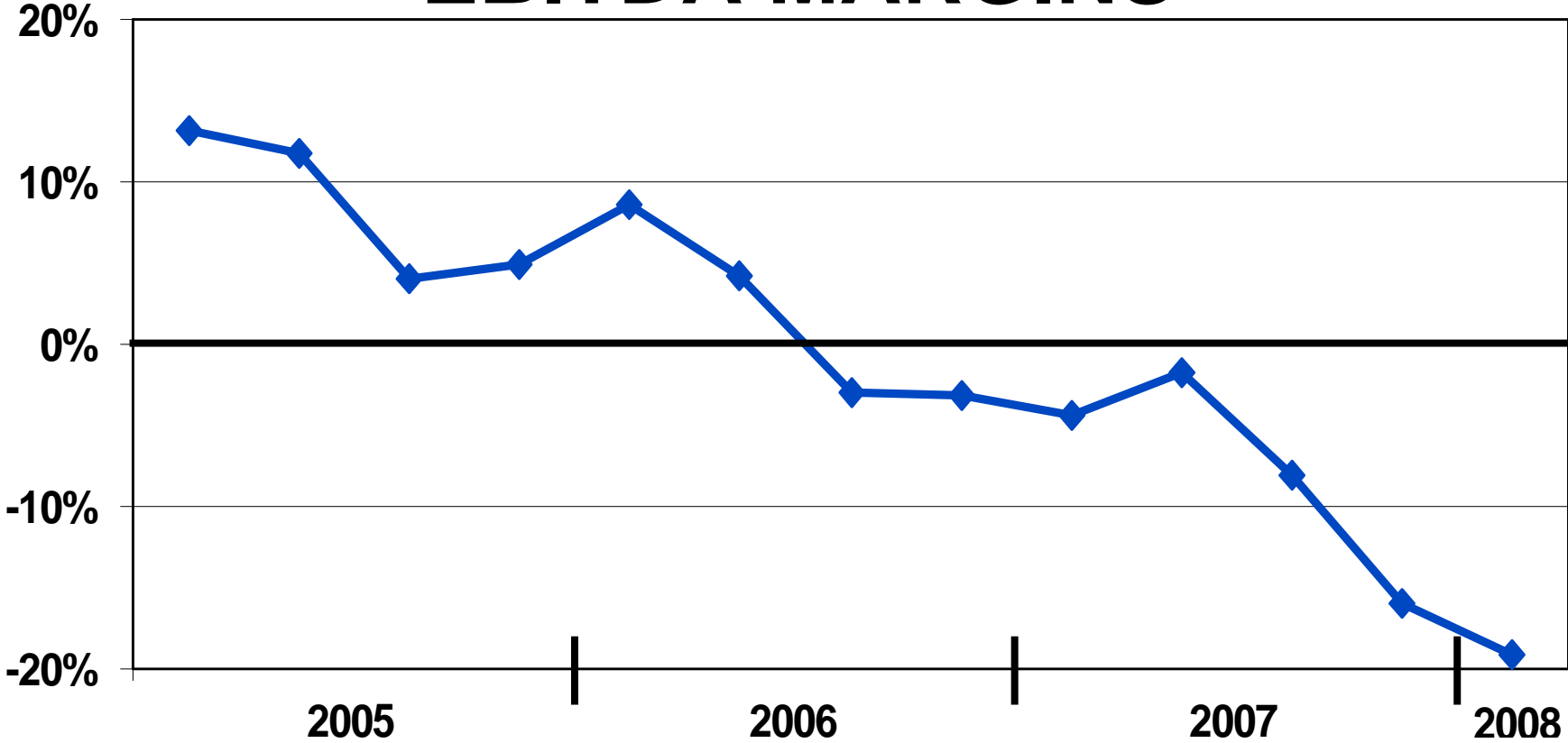
C\$ ↑



15% DUTY

Losses in Uncharted Waters

EBITDA MARGINS *



* Source: Cdn. public company reports plus P&T (lumber / solid wood segments)

This Time ... It's Different

Past Downturns

- *Economic factors drove housing downturns*

This Time

- *The collapse of the housing sector is driving the economic downturn*

Interfor's Approach

Diversified product mix and geography

Focus on Cash

Invest in assets and growth

Position for the long-term

INTERFOR

