

PLEASE CONTACT YOUR ACCOUNT EXECUTIVE FOR ASSISTANCE IN  
COMPLETING THIS FORM

**UNSECURED NOTEHOLDER'S INSTRUCTIONS FORM**

**Regarding**

**EQUITY ELECTION FORM**

**CATALYST PAPER CORPORATION  
7 3/8% SENIOR NOTES DUE 2014  
CUSIP: 65653RAG8**

**ELECTION DEADLINE: JULY 19, 2012 BEFORE 5:00 P.M. EASTERN TIME (2:00 P.M.  
PACIFIC TIME)**

**To My Account Executive:**

I acknowledge receipt of the Equity Election Notice, dated July 5, 2012 (the "Equity Election Notice"), from the Issuer of my Notes, Catalyst Paper Corporation. This Unsecured Noteholder's Instructions Form instructs you to elect for the aggregate principal amount of my Notes to receive the Equity Election in accordance to the terms and procedures set forth in the Equity Election Notice. I understand that by making the Equity Election, I have agreed to receive my pro rata share, together with all other unsecured creditors, calculated in accordance with the Plan, of 600,000 common shares of Catalyst Paper Corporation, in lieu of receiving my pro rata share of the PREI Proceeds Pool.

CUSIP	PAR AMOUNT HELD	EQUITY ELECTION (MARK WITH AN "X")
65653RAG8	\$	

**My Name, Signature, Address and Daytime Telephone Number:**

Name of Noteholder(s): _____	
Authorized Contact: _____	
Bank or Broker with Custody of My Bonds: _____	
Area Code and Telephone No.: (____) _____	E-Mail: _____
Address: _____	
City: _____	State: _____ ZIP: _____
X _____ Dated: _____, 2012	

**THIS COMPLETED AND SIGNED UNSECURED NOTEHOLDER'S INSTRUCTIONS FORM SHOULD BE DELIVERED BY YOU TO YOUR ACCOUNT EXECUTIVE NO LATER THAN TWO BUSINESS DAYS PRIOR TO THE ELECTION DEADLINE IF YOUR ACCOUNT EXECUTIVE REQUIRES YOU TO SUBMIT WRITTEN OFFER INSTRUCTIONS.**