

APPENDIX I

CORPORATE PROFILE

International Forest Products Limited (Interfor) is one of western Canada's largest logging and sawmilling companies producing a diversified range of quality wood products for sale to world markets. The company harvests timber and manufactures and markets lumber products, logs, and wood chips from 58 logging operations and eight sawmills on the coast and one logging and sawmill operation in the central interior of B.C.

The company is based in B.C. and its history dates back to the 1930's. Over the years a number of tenure and mill acquisitions have been made. Some of the more recent purchases include portions of Fletcher Challenge Canada in 1991 and Weldwood of Canada in 1995. The Company also manages a helicopter logging company Helifor which has been operating successfully over the past 15 years.

The timber supply for the company is primarily obtained through Forest Licence and Tree Farm Licence agreements with the Province. Interfor manages these licences including its obligations for harvesting and reforestation in accordance with Government requirements. Interfor's coastal logging operations are decentralized into ten business units. This separation enables the company to relate more effectively with the specific requirements of the various geographic regions as well as the needs of the surrounding communities. TFL 38 is administered by the Empire Logging Operations based in Squamish.

The company optimizes the value of the timber going to its mills by directing logs to the most suitable sawmill on the basis of size, species and quality. On the coast, logs are generally towed or transported by barge to central log storage facilities. Logs from TFL 38 are distributed to various Interfor sawmills in the lower mainland area, including Squamish Lumber. Lumber produced from coastal mills is aimed at generating higher values from premium grades and superior products. Further value is added to lumber products through remanufacturing opportunities. The largest single market for our products is in the Pacific Rim.

Interfor employs approximately 3,700 people.