

Financial and Operating Statistics (Page 1 of 5)

(in millions, except per share amounts and otherwise indicated)

	2014 ⁽¹⁾					2015 ⁽¹⁾				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
Income Statement Data										
Total sales	\$ 1,016	\$ 1,091	\$ 1,096	\$ 1,055	\$ 4,258	\$ 920	\$ 926	\$ 905		\$ 2,751
Operating income (loss)	(33)	(8)	(40)	(93)	(174)	(15)	16	6		7
Interest expense	(12)	(11)	(12)	(12)	(47)	(12)	(11)	(9)		(32)
Other income (expense), net	(13)	20	(65)	(25)	(83)	5	1	(1)		5
Net income (loss) including noncontrolling interests	(50)	-	(116)	(108)	(274)	(32)	(4)	(6)		(42)
Net income (loss) attributable to noncontrolling interests	-	2	-	1	3	1	-	-		1
Net income (loss) attributable to Resolute Forest Products Inc.	(50)	(2)	(116)	(109)	(277)	(33)	(4)	(6)		(43)
Diluted net income (loss) per share attributable to Resolute Forest Products Inc. common shareholders	\$ (0.53)	\$ (0.02)	\$ (1.23)	\$ (1.15)	\$ (2.93)	\$ (0.35)	\$ (0.04)	\$ (0.07)		\$ (0.46)
Dividends declared per common share	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -
Average diluted shares outstanding (in thousands)	94,562	94,576	94,590	94,683	94,606	94,883	94,095	91,087		93,343
Ending shares outstanding (in thousands)	94,589	94,590	94,590	94,786	94,786	94,801	91,606	89,306		89,306
Financial Position										
Cash and cash equivalents	\$ 240	\$ 263	\$ 265	\$ 337	\$ 337	\$ 324	\$ 303	\$ 235		\$ 235
Working capital ⁽²⁾	705	695	704	679	679	693	681	666		666
Fixed assets, net	2,256	2,184	2,098	1,985	1,985	1,956	1,944	1,932		1,932
Total assets	5,257	5,247	5,036	4,921	4,921	4,746	4,689	4,548		4,548
Current portion of long-term debt	1	1	1	1	1	1	1	1		1
Long-term debt, net of current portion	597	597	597	596	596	596	596	596		596
Net debt ⁽³⁾	358	335	333	260	260	273	294	362		362
Total Resolute Forest Products Inc. shareholders' equity	2,801	2,828	2,680	2,106	2,106	2,088	2,061	2,046		2,046
Noncontrolling interests	12	14	14	11	11	12	12	12		12
Total equity	2,813	2,842	2,694	2,117	2,117	2,100	2,073	2,058		2,058
Cash Flow Information										
Cash flows provided by (used in) operations	\$ (41)	\$ 63	\$ 58	\$ 106	\$ 186	\$ 29	\$ 61	\$ -		\$ 90
Cash invested in fixed assets	(36)	(46)	(60)	(51)	(193)	(40)	(39)	(44)		(123)
Dispositions of assets	-	2	4	4	10	-	-	-		-
Cash flows provided by (used in) investing activities	(34)	(46)	(53)	(28)	(161)	(40)	(43)	(45)		(128)
Purchases of treasury stock	-	-	-	-	-	-	(37)	(22)		(59)
Payments of debt	(1)	-	-	(1)	(2)	-	-	-		-
Cash flows provided by (used in) financing activities	(1)	(1)	-	(5)	(7)	-	(40)	(22)		(62)

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(in millions, except per unit items and otherwise indicated)

	2014 ⁽¹⁾					2015 ⁽¹⁾				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
Sales										
Newsprint	\$ 346	\$ 364	\$ 346	\$ 346	\$ 1,402	\$ 291	\$ 289	\$ 258		\$ 838
Specialty papers	301	325	329	317	1,272	272	272	286		830
Market pulp	234	241	255	244	974	218	231	230		679
Wood products	135	161	166	148	610	139	134	131		404
Total sales	\$ 1,016	\$ 1,091	\$ 1,096	\$ 1,055	\$ 4,258	\$ 920	\$ 926	\$ 905		\$ 2,751
Shipments to 3rd Parties (thousands of units)										
Newsprint (mt)	579	611	584	597	2,371	534	548	517		1,599
Specialty papers (st)	420	452	463	443	1,778	382	388	411		1,181
Market pulp (mt)	335	334	363	351	1,383	328	351	360		1,039
Wood products (mbf)	353	420	422	390	1,585	393	418	421		1,232
Average Transaction Price per Unit										
Newsprint (mt)	\$ 598	\$ 596	\$ 591	\$ 579	\$ 591	\$ 545	\$ 528	\$ 498		\$ 524
Specialty papers (st)	716	718	712	715	715	711	701	693		702
Market pulp (mt)	696	725	701	695	704	666	658	639		654
Wood products (mbf)	382	384	394	378	385	353	320	314		328

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(in millions, except per unit items and otherwise indicated)

	2014 ⁽¹⁾					2015 ⁽¹⁾				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
Operating Income (Loss)										
Newsprint	\$ (16)	\$ 17	\$ 5	\$ 14	\$ 20	\$ (3)	\$ 3	\$ (10)		\$ (10)
Specialty papers	(25)	(4)	6	4	(19)	5	17	9		31
Market pulp	7	24	20	12	63	11	26	22		59
Wood products	12	15	24	18	69	5	(4)	9		10
Corporate and other	(11)	(60)	(95)	(141)	(307)	(33)	(26)	(24)		(83)
Total operating income (loss)	\$ (33)	\$ (8)	\$ (40)	\$ (93)	\$ (174)	\$ (15)	\$ 16	\$ 6		\$ 7
Selling, General and Administrative Expenses										
Newsprint	\$ 12	\$ 14	\$ 14	\$ 13	\$ 53	\$ 11	\$ 12	\$ 9		\$ 32
Specialty papers	9	9	10	9	37	8	7	8		23
Market pulp	8	9	9	9	35	8	8	7		23
Wood products	5	6	6	6	23	6	6	5		17
Corporate and other	2	3	2	-	7	8	7	5		20
Total selling, general and administrative expenses	\$ 36	\$ 41	\$ 41	\$ 37	\$ 155	\$ 41	\$ 40	\$ 34		\$ 115
Operating Cost per Unit										
Newsprint (mt)	\$ 625	\$ 570	\$ 582	\$ 556	\$ 583	\$ 552	\$ 521	\$ 517		\$ 530
Specialty papers (st)	776	725	700	706	726	698	658	671		675
Market pulp (mt)	677	652	648	658	658	631	585	576		597
Wood products (mbf)	347	350	337	332	341	342	327	294		320
Product Inventory (thousands of units)										
Newsprint (mt)	125	142	123	115	115	105	97	101		101
Specialty papers (st)	99	114	122	83	83	92	114	102		102
Market pulp (mt)	100	115	94	93	93	102	88	77		77
Wood products (mbf)	176	154	124	117	117	133	117	135		135

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(in millions)	2014 ⁽¹⁾					2015 ⁽¹⁾				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
Net Income (Loss) Including Noncontrolling Interests										
Newsprint	\$ (16)	\$ 17	\$ 5	\$ 14	\$ 20	\$ (3)	\$ 3	\$ (10)		\$ (10)
Specialty papers	(25)	(4)	6	4	(19)	5	17	9		31
Market pulp	7	24	20	12	63	11	26	22		59
Wood products	12	15	24	18	69	5	(4)	9		10
Corporate and other	(28)	(52)	(171)	(156)	(407)	(50)	(46)	(36)		(132)
Total net income (loss) including noncontrolling interests	\$ (50)	\$ -	\$ (116)	\$ (108)	\$ (274)	\$ (32)	\$ (4)	\$ (6)		\$ (42)
Interest Expense	\$ 12	\$ 11	\$ 12	\$ 12	\$ 47	\$ 12	\$ 11	\$ 9		\$ 32
Income Tax Provision (Benefit)	\$ (8)	\$ 1	\$ (1)	\$ (22)	\$ (30)	\$ 10	\$ 10	\$ 2		\$ 22
Depreciation and Amortization										
Newsprint	\$ 18	\$ 17	\$ 17	\$ 17	\$ 69	\$ 16	\$ 16	\$ 16		\$ 48
Specialty papers	22	22	20	18	82	17	19	18		54
Market pulp	13	13	13	14	53	14	12	14		40
Wood products	8	8	8	9	33	8	9	9		26
Corporate and other	1	2	2	1	6	2	4	2		8
Total depreciation and amortization	\$ 62	\$ 62	\$ 60	\$ 59	\$ 243	\$ 57	\$ 60	\$ 59		\$ 176
EBITDA ⁽⁴⁾										
Newsprint	\$ 2	\$ 34	\$ 22	\$ 31	\$ 89	\$ 13	\$ 19	\$ 6		\$ 38
Specialty papers	(3)	18	26	22	63	22	36	27		85
Market pulp	20	37	33	26	116	25	38	36		99
Wood products	20	23	32	27	102	13	5	18		36
Corporate and other	(23)	(38)	(158)	(165)	(384)	(26)	(21)	(23)		(70)
Total EBITDA	\$ 16	\$ 74	\$ (45)	\$ (59)	\$ (14)	\$ 47	\$ 77	\$ 64		\$ 188
Special Items ⁽⁴⁾										
Foreign currency translation (gain) loss	\$ 14	\$ (17)	\$ 17	\$ 18	\$ 32	\$ (2)	\$ (1)	\$ 5		\$ 2
Closure costs, impairment and other related charges	10	52	85	131	278	6	-	2		8
Inventory write-downs related to closures	1	3	6	7	17	1	-	-		1
Net (gain) loss on disposition of assets	-	(2)	-	-	(2)	-	-	-		-
Non-operating pension and OPEB costs (credits)	(3)	(3)	(2)	(2)	(10)	14	12	13		39
Write-down of equity method investment	-	-	50	11	61	-	-	-		-
Start-up costs	-	1	1	2	4	1	1	2		4
Other (income) expense, net	(1)	(3)	(2)	(4)	(10)	(3)	-	(4)		(7)
Total special items	\$ 21	\$ 31	\$ 155	\$ 163	\$ 370	\$ 17	\$ 12	\$ 18		\$ 47
Adjusted EBITDA ⁽⁴⁾										
Newsprint	\$ 2	\$ 34	\$ 22	\$ 31	\$ 89	\$ 13	\$ 19	\$ 6		\$ 38
Specialty papers	(3)	18	26	22	63	22	36	27		85
Market pulp	20	37	33	26	116	25	38	36		99
Wood products	20	23	32	27	102	13	5	18		36
Corporate and other	(2)	(7)	(3)	(2)	(14)	(9)	(9)	(5)		(23)
Total adjusted EBITDA	\$ 37	\$ 105	\$ 110	\$ 104	\$ 356	\$ 64	\$ 89	\$ 82		\$ 235

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Notes

¹ In the second quarter of 2015, we changed the presentation of our pension and other postretirement benefit (or "OPEB") costs to isolate the net financing and remeasurement components previously allocated to the reportable segments and reallocate them to corporate and other in the segment presentation of operating income. Current service costs and amortization of prior service credits will continue to be allocated to the reportable segments.

We now also treat net financing and remeasurement components of pension and OPEB costs and credits as a special item to be adjusted for purposes of establishing our non-GAAP performance measures, listed below. The change was applied retroactively by adjusting comparative consolidated financial statement information.

We believe that isolating the net financing and remeasurement components of pension and OPEB costs and credits, which are non-operating in nature, outside the reportable segments and removing them from non-GAAP performance measures better reflects our ongoing operating results and improves their comparability between periods. This approach is consistent with the indicators management uses internally to measure performance and also consistent with a number of industry peers.

² We define working capital as current assets less current liabilities excluding cash and cash equivalents and debt.

³ We define net debt as total debt less cash and cash equivalents.

⁴ EBITDA by reportable segment is calculated as net income (loss) including noncontrolling interests from the consolidated statements of operations, allocated to each of our reportable segments (newsprint, specialty papers, market pulp and wood products) in accordance with FASB ASC 290, "Segment Reporting," adjusted for depreciation and amortization. EBITDA for corporate and other is calculated as net income (loss) including noncontrolling interests from the consolidated statements of operations, after the allocation to reportable segments, adjusted for interest expense, income taxes, and depreciation and amortization.

Adjusted EBITDA means EBITDA, excluding special items, such as foreign currency translation gains and losses, closure costs, impairment and other related charges, inventory write-downs related to closures, start-up costs, gains and losses on disposition of assets, non-operating pension and OPEB costs and credits, write-down of equity method investment and other charges or credits. Special items are allocated to corporate and other.

We believe that using these non-GAAP measures is useful because they are consistent with the indicators management uses internally to measure the Company's performance, and it allows the reader to more easily compare our ongoing operations and financial performance from period to period. EBITDA and adjusted EBITDA are internal measures, and therefore may not be comparable to those of other companies. These non-GAAP measures should not be viewed as substitutes to financial measures determined under GAAP in our consolidated statements of operations in our filings with the SEC.