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	2019					2020				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
<small>(In millions of U.S. dollars, except per share amounts and otherwise indicated)</small>										
Income Statement Data										
Sales	\$ 795	\$ 755	\$ 705	\$ 668	\$ 2,923	\$ 689	\$ 612			\$ 1,301
Operating income (loss)	64	40	(18)	(69)	17	(8)	6			(2)
Interest expense	(9)	(7)	(8)	(7)	(31)	(9)	(9)			(18)
Net income (loss) attributable to Resolute Forest Products Inc.	42	25	(43)	(71)	(47)	(1)	6			5
Diluted net income (loss) per share attributable to Resolute Forest Products Inc. common shareholders	\$ 0.45	\$ 0.27	\$ (0.47)	\$ (0.79)	\$ (0.51)	\$ (0.01)	\$ 0.07			\$ 0.06
Average diluted shares outstanding (in thousands)	93,868	93,633	90,869	89,780	91,356	88,120	88,154			88,161
Ending shares outstanding (in thousands)	91,099	90,400	89,294	86,694	86,694	87,358	87,113			87,113
Financial Position										
Cash and cash equivalents	\$ 69	\$ 98	\$ 69	\$ 3	\$ 3	\$ 116	\$ 27			\$ 27
Working capital ⁽¹⁾	615	596	543	562	562	640	555			555
Fixed assets, net	1,492	1,479	1,477	1,459	1,459	1,583	1,524			1,524
Total assets	3,802	3,752	3,671	3,626	3,626	3,859	3,667			3,667
Current portion of long-term debt	1	1	1	1	1	2	2			2
Long-term debt, net of current portion	422	422	423	448	448	819	628			628
Net debt ⁽²⁾	354	325	355	446	446	705	603			603
Liquidity ⁽³⁾	595	590	566	583	583	349	396			396
Total Resolute Forest Products Inc. shareholders' equity	1,579	1,599	1,551	1,234	1,234	1,233	1,249			1,249
Noncontrolling interest	1	1	1	1	1	1	1			1
Total equity	1,580	1,600	1,552	1,235	1,235	1,234	1,250			1,250
Cash Flow Information										
Net cash provided by (used in) operating activities	\$ 23	\$ 72	\$ 25	\$ (35)	\$ 85	\$ (49)	\$ 125			\$ 76
Cash invested in fixed assets	(26)	(19)	(37)	(31)	(113)	(21)	(16)			(37)
Acquisition of business, net of cash acquired	-	-	-	-	-	(174)	2			(172)
Increase in countervailing and anti-dumping duty cash deposits on softwood lumber	(14)	(19)	(13)	(13)	(59)	(15)	(17)			(32)
Net cash used in investing activities	(33)	(36)	(50)	(43)	(162)	(206)	(21)			(227)
Net borrowings (repayments) under revolving credit facilities	-	-	-	71	71	189	(191)			(2)
Proceeds from long-term debt	-	-	-	-	-	180	-			180
Repayments of debt	(225)	-	-	(46)	(271)	(1)	-			(1)
Purchases of treasury stock	-	(5)	(7)	(12)	(24)	-	(1)			(1)
Net cash (used in) provided by financing activities	(225)	(7)	(7)	11	(228)	368	(192)			176

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(In millions of U.S. dollars, except per unit items and otherwise indicated)

	2019					2020				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
Sales										
Market pulp	\$ 231	\$ 189	\$ 201	\$ 176	\$ 797	\$ 177	\$ 161			\$ 338
Tissue	39	43	43	40	165	49	44			93
Wood products	161	168	146	141	616	174	199			373
Paper ⁽⁴⁾	364	355	315	311	1,345	289	208			497
Total sales	\$ 795	\$ 755	\$ 705	\$ 668	\$ 2,923	\$ 689	\$ 612			\$ 1,301
Shipments (thousands of units)										
Market pulp (mt)	286	257	320	293	1,156	303	258			561
Tissue (st)	24	25	25	23	97	28	24			52
Wood products (mbf)	428	484	429	390	1,731	443	521			964
Paper (mt) ⁽⁴⁾	515	525	482	495	2,017	482	350			832
Average Transaction Price per Unit										
Market pulp (\$/mt)	\$ 808	\$ 739	\$ 625	\$ 601	\$ 690	\$ 585	\$ 619			\$ 601
Tissue (\$/st)	1,664	1,695	1,741	1,743	1,711	1,758	1,823			1,788
Wood products (\$/mbf)	374	348	341	363	356	392	383			387
Paper (\$/mt) ⁽⁴⁾	708	675	655	627	667	599	591			596

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(In millions of U.S. dollars, except per unit items and otherwise indicated)

	2019					2020				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
Operating Income (Loss)										
Market pulp	\$ 42	\$ 27	\$ (12)	\$ (18)	\$ 39	\$ (3)	\$ 10			\$ 7
Tissue	(8)	(4)	(3)	(1)	(16)	2	(2)			-
Wood products	6	(3)	(4)	(5)	(6)	5	15			20
Paper ⁽⁴⁾	43	32	8	(1)	82	(3)	(12)			(15)
Corporate and other	(19)	(12)	(7)	(44)	(82)	(9)	(5)			(14)
Total operating income (loss)	\$ 64	\$ 40	\$ (18)	\$ (69)	\$ 17	\$ (8)	\$ 6			\$ (2)
Selling, General and Administrative Expenses										
Market pulp	\$ 7	\$ 7	\$ 7	\$ 6	\$ 27	\$ 8	\$ 5			\$ 13
Tissue	3	3	2	2	10	2	3			5
Wood products	6	6	5	6	23	7	5			12
Paper ⁽⁴⁾	14	13	13	13	53	12	10			22
Corporate and other	7	7	3	6	23	5	9			14
Total selling, general and administrative expenses	\$ 37	\$ 36	\$ 30	\$ 33	\$ 136	\$ 34	\$ 32			\$ 66
Operating Cost per Unit										
Market pulp (\$/mt)	\$ 664	\$ 630	\$ 664	\$ 663	\$ 656	\$ 595	\$ 581			\$ 588
Tissue (\$/st)	1,984	1,853	1,885	1,769	1,873	1,703	1,870			1,780
Wood products (\$/mbf)	360	355	351	377	360	380	355			366
Paper (\$/mt) ⁽⁴⁾	626	613	636	630	626	605	625			614
Operating Cost per Unit, Excluding Depreciation and Amortization										
Market pulp (\$/mt)	\$ 646	\$ 610	\$ 643	\$ 642	\$ 636	\$ 575	\$ 560			\$ 568
Tissue (\$/st)	1,781	1,681	1,710	1,578	1,688	1,548	1,693			1,615
Wood products (\$/mbf)	342	336	331	354	340	356	335			345
Paper (\$/mt) ⁽⁴⁾	591	578	598	593	590	571	578			574
Product Inventory (thousands of units)										
Market pulp (mt)	78	110	74	68	68	69	87			87
Tissue (st)	7	7	6	8	8	5	5			5
Wood products (mbf)	159	122	122	133	133	148	119			119
Paper (mt) ⁽⁴⁾	184	154	148	142	142	150	130			130

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	2019					2020				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
<i>(In millions of U.S. dollars)</i>										
Net Income (Loss) Including Noncontrolling Interest										
Market pulp	\$ 42	\$ 27	\$ (12)	\$ (18)	\$ 39	\$ (3)	\$ 10			\$ 7
Tissue	(8)	(4)	(3)	(1)	(16)	2	(2)			-
Wood products	6	(3)	(4)	(5)	(6)	5	15			20
Paper ⁽⁴⁾	43	32	8	(1)	82	(3)	(12)			(15)
Corporate and other	(41)	(27)	(32)	(46)	(146)	(2)	(5)			(7)
Total net income (loss) including noncontrolling interest	\$ 42	\$ 25	\$ (43)	\$ (71)	\$ (47)	\$ (1)	\$ 6			\$ 5
Interest Expense	\$ 9	\$ 7	\$ 8	\$ 7	\$ 31	\$ 9	\$ 9			\$ 18
Income Tax Provision	\$ 21	\$ 19	\$ 12	\$ 6	\$ 58	\$ 27	\$ 5			\$ 32
Depreciation and Amortization										
Market pulp	\$ 5	\$ 5	\$ 7	\$ 6	\$ 23	\$ 6	\$ 6			\$ 12
Tissue	5	4	4	5	18	4	5			9
Wood products	8	9	8	9	34	11	10			21
Paper ⁽⁴⁾	17	19	18	18	72	17	16			33
Corporate and other	5	5	5	5	20	4	3			7
Total depreciation and amortization	\$ 40	\$ 42	\$ 42	\$ 43	\$ 167	\$ 42	\$ 40			\$ 82
EBITDA ⁽⁵⁾										
Market pulp	\$ 47	\$ 32	\$ (5)	\$ (12)	\$ 62	\$ 3	\$ 16			\$ 19
Tissue	(3)	-	1	4	2	6	3			9
Wood products	14	6	4	4	28	16	25			41
Paper ⁽⁴⁾	60	51	26	17	154	14	4			18
Corporate and other	(6)	4	(7)	(28)	(37)	38	12			50
Total EBITDA	\$ 112	\$ 93	\$ 19	\$ (15)	\$ 209	\$ 77	\$ 60			\$ 137
Special Items ⁽⁵⁾										
Closure costs, impairment and other related charges	\$ -	\$ -	\$ -	\$ 18	\$ 18	\$ (2)	\$ -			\$ (2)
Inventory write-downs related to closures	-	-	-	13	13	-	-			-
Net gain on disposition of assets	-	-	(1)	(1)	(2)	-	(9)			(9)
Non-operating pension and other postretirement benefit credits	(12)	(12)	(12)	(11)	(47)	(15)	(4)			(19)
Other expense (income), net	4	1	17	-	22	(28)	(10)			(38)
Income tax effect of special items	(4)	(3)	5	(1)	(3)	17	(5)			12
Total special items	\$ (12)	\$ (14)	\$ 9	\$ 18	\$ 1	\$ (28)	\$ (28)			\$ (56)
Adjusted EBITDA ⁽⁵⁾										
Market pulp	\$ 47	\$ 32	\$ (5)	\$ (12)	\$ 62	\$ 3	\$ 16			\$ 19
Tissue	(3)	-	1	4	2	6	3			9
Wood products	14	6	4	4	28	16	25			41
Paper ⁽⁴⁾	60	51	26	17	154	14	4			18
Corporate and other	(14)	(7)	(3)	(9)	(33)	(7)	(11)			(18)
Total adjusted EBITDA	\$ 104	\$ 82	\$ 23	\$ 4	\$ 213	\$ 32	\$ 37			\$ 69

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Notes

¹ We define working capital as current assets less current liabilities excluding cash and cash equivalents, restricted cash, debt, and operating lease liabilities.

² We define net debt as total debt less cash and cash equivalents.

³ We define liquidity as cash and cash equivalents and availability under our credit facilities.

⁴ In the second quarter of 2020, the results from our newsprint and specialty papers operations have been combined to form the paper reportable segment. This better reflects management's internal analysis, given the diminishing percentage newsprint and specialty papers represent in our product portfolio. Comparative information has been modified to conform with this revised segment presentation.

⁵ Earnings before interest expense, income taxes, and depreciation and amortization (or "EBITDA") by reportable segment is calculated as net income (loss) including noncontrolling interest from the consolidated statements of operations, allocated to each of our reportable segments (market pulp, tissue, wood products and paper) in accordance with Financial Accounting Standards Board Accounting Standards Codification 290, "Segment Reporting," adjusted for depreciation and amortization. EBITDA for corporate and other is calculated as net income (loss) including noncontrolling interest 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 closure costs, impairment and other related charges, inventory write-downs related to closures, gains and losses on disposition of assets, non-operating pension and other postretirement benefit costs and credits and other income and expense, net. Special items are allocated to corporate and other.

EBITDA and adjusted EBITDA are not financial measures recognized under U.S. generally accepted accounting principles (or "GAAP"). 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 compare our 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 U.S. Securities and Exchange Commission.