

**West Fraser Timber Co. Ltd.**

## Condensed Consolidated Balance Sheets

*(in millions of Canadian dollars, except where indicated - unaudited)*

	<b>September 30</b>	December 31
	<b>2019</b>	2018
<b>Assets</b>		
<b>Current assets</b>		
Cash and short-term investments	\$ 17	\$ 160
Receivables	294	332
Income taxes receivable	143	48
Inventories (note 5)	658	791
Prepaid expenses	18	14
	<b>1,130</b>	1,345
<b>Property, plant and equipment</b>	<b>2,183</b>	2,056
<b>Timber licences</b>	<b>498</b>	513
<b>Goodwill and other intangibles</b>	<b>740</b>	767
<b>Export duty deposits</b> (note 15)	<b>77</b>	75
<b>Other assets</b>	<b>37</b>	32
<b>Deferred income tax assets</b>	<b>3</b>	3
	<b>\$ 4,668</b>	\$ 4,791
<b>Liabilities</b>		
<b>Current liabilities</b>		
Cheques issued in excess of funds on deposit	\$ 4	\$ 13
Operating loans (note 6)	312	61
Payables and accrued liabilities	393	448
Income taxes payable	-	34
Reforestation and decommissioning obligations	41	39
	<b>750</b>	595
<b>Long-term debt</b> (note 6)	<b>672</b>	692
<b>Other liabilities</b> (note 7)	<b>412</b>	316
<b>Deferred income tax liabilities</b>	<b>253</b>	292
	<b>2,087</b>	1,895
<b>Shareholders' Equity</b>		
Share capital	483	491
Accumulated other comprehensive earnings	146	170
Retained earnings	1,952	2,235
	<b>2,581</b>	2,896
	<b>\$ 4,668</b>	\$ 4,791

Number of Common shares and Class B Common shares outstanding at October 21, 2019 was 68,659,303.



**West Fraser Timber Co. Ltd.**

Condensed Consolidated Statements of Changes in Shareholders' Equity  
(in millions of Canadian dollars, except where indicated - unaudited)

	July 1 to September 30		January 1 to September 30	
	2019	2018	2019	2018
<b>Share capital</b>				
Balance - beginning of period	\$ 483	\$ 528	\$ 491	\$ 549
Issuance of Common shares	-	-	1	-
Repurchase of Common shares	-	(25)	(9)	(46)
Balance - end of period	\$ 483	\$ 503	\$ 483	\$ 503
<b>Accumulated other comprehensive earnings</b>				
Balance - beginning of period	\$ 137	\$ 145	\$ 170	\$ 108
Translation gain (loss) on foreign operations	9	(16)	(24)	21
Balance - end of period	\$ 146	\$ 129	\$ 146	\$ 129
<b>Retained earnings</b>				
Balance - beginning of period	\$ 2,001	\$ 2,361	\$ 2,235	\$ 2,069
Actuarial gain (loss) on post-retirement benefits	10	45	(62)	52
Repurchase of Common shares	-	(276)	(72)	(511)
Earnings for the period	(45)	238	(108)	781
Dividends	(14)	(14)	(41)	(37)
Balance - end of period	\$ 1,952	\$ 2,354	\$ 1,952	\$ 2,354
<b>Shareholders' Equity</b>	<b>\$ 2,581</b>	<b>\$ 2,986</b>	<b>\$ 2,581</b>	<b>\$ 2,986</b>



**West Fraser Timber Co. Ltd.**

Condensed Consolidated Statements of Earnings and Comprehensive Earnings  
(in millions of Canadian dollars, except where indicated - unaudited)

	July 1 to September 30		January 1 to September 30	
	2019	2018	2019	2018
<b>Sales</b>	\$ 1,190	\$ 1,646	\$ 3,748	\$ 4,844
<b>Costs and expenses</b>				
Cost of products sold	906	943	2,822	2,700
Freight and other distribution costs	181	201	547	558
Export duties (note 15)	44	54	127	165
Amortization	65	64	193	188
Selling, general and administration	48	56	158	168
Equity-based compensation	1	-	4	8
Restructuring and impairment charges (note 10)	(1)	-	25	-
	<b>1,244</b>	<b>1,318</b>	<b>3,876</b>	<b>3,787</b>
<b>Operating earnings</b>	<b>(54)</b>	<b>328</b>	<b>(128)</b>	<b>1,057</b>
Finance expense	(12)	(10)	(36)	(28)
Other (note 11)	2	(4)	(9)	15
<b>Earnings before tax</b>	<b>(64)</b>	<b>314</b>	<b>(173)</b>	<b>1,044</b>
Tax recovery (provision) (note 12)	19	(76)	65	(263)
<b>Earnings</b>	\$ <b>(45)</b>	\$ 238	\$ <b>(108)</b>	\$ 781
<b>Earnings per share (dollars) (note 13)</b>				
Basic	\$ (0.65)	\$ 3.25	\$ (1.57)	\$ 10.30
Diluted	\$ (0.73)	\$ 2.99	\$ (1.77)	\$ 10.16
<b>Comprehensive earnings</b>				
Earnings	\$ (45)	\$ 238	\$ (108)	\$ 781
<b>Other comprehensive earnings</b>				
Translation gain (loss) on foreign operations	9	(16)	(24)	21
Actuarial gain (loss) on post-retirement benefits (note 8)	10	45	(62)	52
<b>Comprehensive earnings</b>	\$ <b>(26)</b>	\$ 267	\$ <b>(194)</b>	\$ 854



**West Fraser Timber Co. Ltd.**

Condensed Consolidated Statements of Cash Flows

(in millions of Canadian dollars, except where indicated - unaudited)

Cash provided by (used in)	July 1 to September 30		January 1 to September 30	
	2019	2018	2019	2018
<b>Operating activities</b>				
Earnings	\$ (45)	\$ 238	\$ (108)	\$ 781
Adjustments				
Amortization	65	64	193	188
Restructuring and impairment charges	(1)	-	25	-
Restructuring charges paid	(6)	-	(6)	-
Finance expense	12	10	36	28
Foreign exchange loss (gain) on long-term financing	(1)	2	2	(4)
Foreign exchange loss (gain) on export duty deposits	(1)	1	2	(1)
Export duty deposits	2	(14)	(2)	(31)
Post-retirement expense	19	20	60	60
Contributions to post-retirement benefit plans	(23)	(28)	(61)	(79)
Tax provision (recovery)	(19)	76	(65)	263
Income taxes paid	10	(65)	(85)	(275)
Other	(14)	(12)	(2)	(5)
Changes in non-cash working capital				
Receivables	55	89	32	(33)
Inventories	67	15	127	(28)
Prepaid expenses	12	10	(4)	(10)
Payables and accrued liabilities	(16)	(7)	(69)	43
	<b>116</b>	<b>399</b>	<b>75</b>	<b>897</b>
<b>Financing activities</b>				
Proceeds from (repayment of) operating loans	68	-	253	-
Finance expense paid	(6)	(5)	(27)	(20)
Repurchase of Common shares	-	(301)	(81)	(557)
Dividends and other	(17)	-	(46)	(23)
	<b>45</b>	<b>(306)</b>	<b>99</b>	<b>(600)</b>
<b>Investing activities</b>				
Additions to capital assets	(133)	(111)	(323)	(284)
Government assistance	-	5	5	5
Proceeds from disposal of capital assets	5	(1)	12	-
Other	1	(2)	2	1
	<b>(127)</b>	<b>(109)</b>	<b>(304)</b>	<b>(278)</b>
<b>Change in cash</b>	<b>34</b>	<b>(16)</b>	<b>(130)</b>	<b>19</b>
<b>Foreign exchange effect on cash</b>	<b>(1)</b>	<b>(4)</b>	<b>(4)</b>	<b>5</b>
<b>Cash - beginning of period</b>	<b>(20)</b>	<b>302</b>	<b>147</b>	<b>258</b>
<b>Cash - end of period</b>	<b>\$ 13</b>	<b>\$ 282</b>	<b>\$ 13</b>	<b>\$ 282</b>
<b>Cash consists of</b>				
Cash and short-term investments			\$ 17	\$ 282
Cheques issued in excess of funds on deposit			(4)	-
			<b>\$ 13</b>	<b>\$ 282</b>

**West Fraser Timber Co. Ltd.**

Notes to Condensed Consolidated Interim Financial Statements

(figures are in millions of dollars, except where indicated - unaudited)

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**1. Nature of operations**

West Fraser Timber Co. Ltd. (“West Fraser”, “we”, “us” or “our”) is a diversified wood products company producing lumber, LVL, MDF, plywood, pulp, newsprint, wood chips, other residuals and energy with facilities in western Canada and the southern United States. Our executive office is located at 858 Beatty Street, Suite 501, Vancouver, British Columbia. West Fraser was formed by articles of amalgamation under the *Business Corporations Act* (British Columbia) and is registered in British Columbia, Canada. Our Common shares are listed for trading on the Toronto Stock Exchange under the symbol WFT.

**2. Basis of presentation and statement of compliance**

These condensed consolidated interim financial statements have been prepared in accordance with International Accounting Standard 34, *Interim Financial Reporting* as issued by the International Accounting Standards Board and use the same accounting policies and methods of their application as the December 31, 2018 annual audited consolidated financial statements. These condensed consolidated interim financial statements should be read in conjunction with our 2018 annual audited consolidated financial statements.

**3. Changes in accounting standards**

***IFRS 16 – Leases***

We have adopted IFRS 16 effective January 1, 2019 using the modified retrospective approach, accordingly the information presented for 2018 has not been restated. The new standard replaces IAS 17 - *Leases* and the related interpretations. IFRS 16 provides a single lessee accounting model and requires lessees to recognize assets and liabilities for all major leases.

On initial application, we elected to record right-of-use assets equal to the corresponding present value of the remaining lease liability. Right-of-use assets and lease obligations of \$14 million were recorded as of January 1, 2019 for leases related to some of our office spaces and mobile equipment.

During the nine months ended September 30, 2019, we recorded a \$3 million amortization expense on the right-of-use assets and we made a \$2 million payment on the lease obligations.

**4. Seasonality of operations**

Our operating results are subject to seasonal fluctuations that impact quarter-to-quarter operating results. Log availability has a direct impact on our operations. We build up log inventory in Canada during the winter to sustain our lumber and plywood production during the second quarter when logging is curtailed due to wet land conditions. Extreme weather conditions, wildfires in Western Canada and hurricanes in the U.S. South may periodically affect operations including logging, manufacturing and transportation. Consequently, interim operating results may not proportionately reflect operating results for a full year.

**5. Inventories**

Inventories at September 30, 2019 were written down by \$46 million (June 30, 2019 - \$47 million; December 31, 2018 - \$30 million; September 30, 2018 - \$14 million) to reflect net realizable value being lower than cost.

	September 30, 2019	December 31, 2018
Manufactured products	\$ 333	\$ 421
Logs and other raw materials	162	218
Processing materials and supplies	163	152
	\$ 658	\$ 791

## 6. Operating loans and long-term debt

### Operating loans

Our revolving lines of credit consist of a \$850 million committed revolving credit facility which matures August 2024, a \$33 million (US\$25 million) demand line of credit dedicated to our U.S. operations and an \$8 million demand line of credit dedicated to our jointly-owned newsprint operation. In addition, we have demand lines of credit totalling \$90 million dedicated to letters of credit, of which US\$15 million is dedicated to our U.S. operations.

At September 30, 2019, \$312 million (net of deferred financing costs of \$3 million) was drawn under our revolving credit facility. Letters of credit in the amount of \$62 million were also supported by our facilities.

Interest on the facilities is payable at floating rates based on Prime, Base Rate Advances, Bankers' Acceptances or LIBOR Advances at our option.

All debt is unsecured except the \$8 million joint operation demand line of credit, which is secured by that joint operation's current assets.

### Long-term debt

	September 30, 2019	December 31, 2018
US\$300 million senior notes due October 2024; interest at 4.35%	\$ 397	\$ 409
US\$200 million term loan due August 2024; floating interest rate	265	273
US\$8 million note payable due October 2020; interest at 2%	10	10
Notes payable	3	4
	675	696
Deferred financing costs	(3)	(4)
	\$ 672	\$ 692

On March 15, 2019, we entered into a US\$100 million floating to fixed interest rate swap agreement. The agreement is accounted for as a derivative. The gain or losses related to changes in the fair value are included in other income on our consolidated statements of earnings. For the nine months ended September 30, 2019, a \$4 million loss associated with the agreement was recorded in other income.

The fair value of the long-term debt at September 30, 2019 was \$688 million (December 31, 2018 - \$689 million) based on rates available to us at the balance sheet date for long-term debt with similar terms and remaining maturities.

7. **Other liabilities**

	September 30, 2019	December 31, 2018
Post-retirement (note 8)	\$ 277	\$ 189
Reforestation	65	76
Decommissioning	32	29
Lease (note 3)	10	-
Other	28	22
	<b>\$ 412</b>	<b>\$ 316</b>

8. **Post-retirement benefits**

We maintain defined benefit and defined contribution pension plans covering a majority of our employees. The defined benefit plans generally do not require employee contributions and provide a guaranteed level of pension payable for life based either on length of service or on earnings and length of service, and in most cases do not increase after commencement of retirement. We also provide group life insurance, medical and extended health benefits to certain employee groups.

On June 17, 2019, we announced our intention to permanently close our Chasm, British Columbia lumber mill. This resulted in the curtailment of the defined benefit pension plan for the Chasm hourly employees. Included in restructuring and impairment charges is a \$4 million curtailment gain related to the reduction in the post-retirement obligation.

The status of the defined benefit pension plans and other retirement benefit plans, in aggregate, is as follows:

	September 30, 2019	December 31, 2018
Projected benefit obligations	\$ (1,618)	\$ (1,381)
Fair value of plan assets	1,359	1,204
	<b>\$ (259)</b>	<b>\$ (177)</b>
<b>Represented by</b>		
Post-retirement assets	\$ 18	\$ 12
Post-retirement liabilities (note 7)	(277)	(189)
	<b>\$ (259)</b>	<b>\$ (177)</b>

The significant actuarial assumptions used to determine our balance sheet date post-retirement assets and liabilities are as follows:

	September 30, 2019	June 30, 2019	December 31, 2018
Discount rate	3.00%	3.00%	3.75%
Future compensation rate increase	3.50%	3.50%	3.50%

For the nine months ended September 30, 2019, we recognized in other comprehensive earnings a \$82 million loss (before tax) to reflect the changes in the valuation of the post-retirement benefit plans. The loss reflects the decrease in the discount rate used to calculate plan liabilities from the beginning of the year, partially offset by the return on plan assets.

The actuarial gain (loss) on post-retirement benefits, included in other comprehensive earnings, is as follows:

	July 1 to September 30		January 1 to September 30	
	2019	2018	2019	2018
Actuarial gain (loss)	\$ 13	\$ 62	\$ (82)	\$ 72
Tax recovery (provision)	(3)	(17)	20	(20)
	<b>\$ 10</b>	<b>\$ 45</b>	<b>\$ (62)</b>	<b>\$ 52</b>

9. **Share Capital**

On September 17, 2019 our Board of Directors authorized the renewal of our normal course issuer bid (“NCIB”) program to repurchase for cancellation up to 3,318,823 Common shares, representing approximately 5% of the issued and outstanding Common shares. The NCIB will expire on September 19, 2020. Our previous NCIB expired on September 18, 2019.

During the nine months ended September 30, 2019, we repurchased 1,178,400 Common shares under our normal course issuer bid at an average price of \$68.30 per share for a cost of approximately \$81 million.

10. **Restructuring and impairment charges**

On June 17, 2019, we announced the permanent closure of our Chasm, British Columbia lumber mill. During the nine months ended September 30, 2019, we recognized charges of \$25 million for the restructuring and impairment costs as follows:

	<b>January 1 to September 30, 2019</b>
Severance	\$ 8
Lease obligation and other commitments	3
Decommissioning obligation	2
Restructuring charges	\$ 13
Asset impairment	16
Curtailment gain on post-retirement obligation	(4)
Total restructuring and impairment charges	\$ 25

A reconciliation of restructuring charges included in payables and accrued liabilities is as follows:

	<b>January 1 to September 30, 2019</b>
Beginning of period	\$ -
Restructuring charges recognized	14
Restructuring charges paid	(6)
Change in estimate	(1)
End of period	\$ 7

11. **Other**

	July 1 to September 30		January 1 to September 30	
	2019	2018	2019	2018
Foreign exchange gain (loss) on working capital	\$ 1	\$ (5)	\$ (4)	\$ 4
Foreign exchange gain (loss) on intercompany financing <sup>1</sup>	9	(13)	(22)	24
Foreign exchange gain (loss) on long-term debt	(8)	11	20	(20)
Foreign exchange gain (loss) on export duty deposits receivable	1	(1)	(2)	1
Other	(1)	4	(1)	6
	\$ 2	\$ (4)	\$ (9)	\$ 15

1. Relates to US\$550 million (2018 - US\$600 million from January to mid - December and US\$550 million thereafter) of financing provided to our U.S. operations. IAS 21 requires that the exchange gain or loss be recognized through earnings as the financing is not considered part of our permanent investment in our U.S. subsidiaries. The balance sheet amounts and related financing expense are eliminated in these consolidated financial statements.

12. **Tax provision**

The tax provision differs from the amount that would have resulted from applying the British Columbia statutory income tax rate to earnings before tax as follows:

	July 1 to September 30		January 1 to September 30	
	2019	2018	2019	2018
Income tax recovery (expense) at statutory rate of 27%	\$ 17	\$ (85)	\$ 47	\$ (282)
Non-taxable amounts	2	4	3	-
Rate differentials between jurisdictions and on specified activities	-	6	(2)	18
Decrease in Alberta provincial tax rate <sup>1</sup>	-	-	17	-
Other	-	(1)	-	1
Tax recovery (provision)	\$ 19	\$ (76)	\$ 65	\$ (263)

1. Effective May 28, 2019, the government of Alberta enacted a change in the provincial tax rate from 12% to 8% over the next four years. This new tax rate increased our tax recovery by \$17 million.

13. **Earnings per share**

Basic earnings per share is calculated based on earnings available to Common shareholders, as set out below, using the weighted average number of Common shares and Class B Common shares outstanding.

Diluted earnings per share is calculated based on earnings available to Common shareholders adjusted to remove the actual share option expense (recovery) charged to earnings and after deducting a notional charge for share option expense assuming the use of the equity-settled method, as set out below. The diluted weighted average number of shares is calculated using the treasury stock method. When earnings available to Common shareholders for diluted earnings per share are greater than earnings available to Common shareholders for basic

earnings per share, the calculation is anti-dilutive and diluted earnings per share are deemed to be the same as basic earnings per share.

	July 1 to September 30		January 1 to September 30	
	2019	2018	2019	2018
<b>Earnings</b>				
Basic	\$ (45)	\$ 238	\$ (108)	\$ 781
Share option recovery	(5)	(17)	(11)	-
Equity-settled share option adjustment	-	-	(3)	(3)
Diluted	\$ (50)	\$ 221	\$ (122)	\$ 778
<b>Weighted average number of shares</b> (thousands)				
Basic	68,657	73,080	68,956	75,820
Share options	186	653	306	723
Diluted	68,843	73,733	69,262	76,543
<b>Earnings per share (dollars)</b>				
Basic	\$ (0.65)	\$ 3.25	\$ (1.57)	\$ 10.30
Diluted	\$ (0.73)	\$ 2.99	\$ (1.77)	\$ 10.16

14. **Segmented information**

	Lumber	Panels	Pulp & paper	Corporate & other	Total
<b>July 1, 2019 to September 30, 2019</b>					
Sales					
To external customers	\$ 820	\$ 146	\$ 224	\$ -	\$ 1,190
To other segments	28	3	-	-	-
	\$ 848	\$ 149	\$ 224	\$ -	
Operating earnings before amortization, restructuring and impairment charges	\$ (5)	\$ 13	\$ 3	\$ (1)	\$ 10
Amortization	(49)	(4)	(11)	(1)	(65)
Restructuring and impairment charges	1	-	-	-	1
Operating earnings	(53)	9	(8)	(2)	(54)
Finance expense	(9)	-	(2)	(1)	(12)
Other	3	-	1	(2)	2
Earnings before tax	\$ (59)	\$ 9	\$ (9)	\$ (5)	\$ (64)
<b>July 1, 2018 to September 30, 2018</b>					
Sales					
To external customers	\$ 1,167	\$ 167	\$ 312	\$ -	\$ 1,646
To other segments	44	3	-	-	-
	\$ 1,211	\$ 170	\$ 312	\$ -	
Operating earnings before amortization	\$ 281	\$ 34	\$ 77	\$ -	\$ 392
Amortization	(48)	(3)	(12)	(1)	(64)
Operating earnings	233	31	65	(1)	328
Finance expense	(7)	(1)	(3)	1	(10)
Other	2	-	(1)	(5)	(4)
Earnings before tax	\$ 228	\$ 30	\$ 61	\$ (5)	\$ 314

	Lumber	Panels	Pulp & paper	Corporate & other	Total
<b>January 1, 2019 to September 30, 2019</b>					
Sales					
To external customers	\$ 2,560	\$ 454	\$ 734	\$ -	\$ 3,748
To other segments	97	9	-	-	-
	\$ 2,657	\$ 463	\$ 734	\$ -	
Operating earnings before amortization, restructuring and impairment charges					
Amortization	\$ 35	\$ 38	\$ 21	\$ (4)	\$ 90
Restructuring and impairment charges	(147)	(11)	(32)	(3)	(193)
Operating earnings	(25)	-	-	-	(25)
Finance expense	(137)	27	(11)	(7)	(128)
Other	(25)	(3)	(7)	(1)	(36)
	(3)	-	1	(7)	(9)
Earnings before tax	\$ (165)	\$ 24	\$ (17)	\$ (15)	\$ (173)

<b>January 1, 2018 to September 30, 2018</b>					
Sales					
To external customers	\$ 3,433	\$ 516	\$ 895	\$ -	\$ 4,844
To other segments	125	9	-	-	-
	\$ 3,558	\$ 525	\$ 895	\$ -	
Operating earnings before amortization					
Amortization	\$ 923	\$ 118	\$ 211	\$ (7)	\$ 1,245
Operating earnings	(143)	(10)	(33)	(2)	(188)
Finance expense	780	108	178	(9)	1,057
Other	(19)	(2)	(7)	-	(28)
	10	-	4	1	15
Earnings before tax	\$ 771	\$ 106	\$ 175	\$ (8)	\$ 1,044

The geographic distribution of external sales is as follows<sup>1</sup>:

	July 1 to September 30		January 1 to September 30	
	2019	2018	2019	2018
Canada	\$ 235	\$ 305	\$ 766	\$ 970
United States	720	1,005	2,206	2,938
China	155	204	497	542
Other Asia	74	121	250	360
Other	6	11	29	34
	\$ 1,190	\$ 1,646	\$ 3,748	\$ 4,844

1. Sales distribution is based on the location of product delivery.

#### 15. Countervailing (“CVD”) and antidumping (“ADD”) duty dispute

In November 2016, a coalition of U.S. lumber producers filed a CVD/ADD petition against Canadian softwood lumber producers who import lumber into the United States. The petition alleged that Canadian lumber producers are subsidized. CVD and ADD duties have been imposed against Canadian softwood lumber imports beginning in 2017. See Note 27 “Countervailing (“CVD”) and antidumping (“ADD”) duty dispute” of our 2018 annual audited consolidated financial statements.

During the nine months ended September 30, 2019, our lumber segment posted cash deposits for CVD at a 17.99% rate and for ADD at a 5.57% rate. Starting January 1, 2019, we moved into a new period of review that ends December 31, 2019. Our estimate of the ADD rate for the 2019 review period, using our actual sales and cost data and the same calculation methodology as the USDOC, is 5.05% which is lower than the ADD deposit rate of 5.57%.

For the lumber segment, during the nine months ended September 30, 2019, we incurred duty deposits of \$99 million related to CVD (September 30, 2018 - \$145 million) and \$30 million related to ADD (September 30, 2018 - \$46 million) which were recorded as follows:

	July 1 to September 30		January 1 to September 30	
	2019	2018	2019	2018
Export duties recognized as expense in consolidated statements of earnings	\$ 44	\$ 58	\$ 127	\$ 165
Export duties recognized as export duty deposits receivable in consolidated balance sheets	(2)	10	2	26
<b>Total</b>	<b>\$ 42</b>	<b>\$ 68</b>	<b>\$ 129</b>	<b>\$ 191</b>

Export duty deposits receivable included on our consolidated balance sheets is as follows:

	September 30, 2019	December 31, 2018
Beginning balance	\$ 75	\$ 37
Export duties recognized as export duty deposits receivable in consolidated balance sheets	2	31
Interest recognized on the export duty deposits receivable	2	2
Foreign exchange gain (loss) on the export duty deposits	(2)	5
<b>Ending balance</b>	<b>\$ 77</b>	<b>\$ 75</b>

As at September 30, 2019, export duties paid and payable on deposit with the USDOC are US\$253 million for CVD and US\$91 million for ADD for a total of US\$344 million.

The duty rates are subject to change based on administrative reviews and appeals available to us. In addition, we will update our ADD rate at each reporting date considering our actual results for each period of review. Changes to estimated rates may be material and any changes will be reflected through earnings in the period of the change. Notwithstanding the deposit rates assigned under the investigations, our final liability for the assessment of CVD and ADD will not be determined until each annual administrative review process is complete and related appeal processes are concluded.