

CUSTOMER UPDATE

Certifying Our Forests

Volume 3, Number 1 – October 2001

Canfor Becomes First Forest Company to Use CSA Chain of Custody Mark

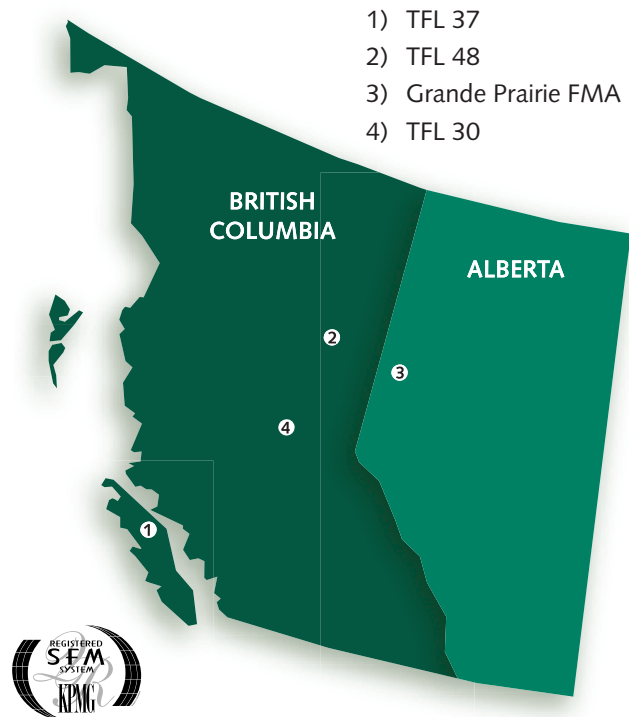
Canfor celebrated the recent certification of its Grande Prairie Alberta sawmill to the Canadian Standards Association (CSA) Chain of Custody for Forest Products. This certification is one of the first of its kind in Canada and is the first time a forest company applied the CSA Sustainable Forest Management (SFM) mark to the packaging of its products. Canfor's fulfillment of this latest component of its certification strategy displays the company's commitment to provide the independent proof of its environmental performance to its customers.

The CSA chain of custody charts the progress of forest products from their point of origin, the certified forest area, through all stages in the manufacturing process, to the point at which they are delivered to the customer. This allows Canfor's Grande Prairie sawmill, a dimension lumber operation, to apply the CSA chain of custody mark on the packaging of its products. The mill's annual production capacity is 210 million board feet and some of its customers include Home Depot, Lowe's, Totem, Wickes, 84 Lumber, LMC and Carolina Holdings.

The CSA SFM mark is a guarantee to Canfor customers that 84% of the packaged product originated from forestlands certified to the CSA Sustainable Forest Management Standard (CAN/CSA-Z809-96).



Canfor's CSA Certified Forest Operations Total Hectares – 1.68 Million



Canfor Certification Progress

Certification Standard	Status
ISO 14001	All forestlands certified
CSA	All area based tenures
FSC	Public input solicitation in Englewood, Chetwynd and Grande Prairie

www.canfor.com





Canfor Completes CSA Certification of its Area Based Tenures

Recently, Canfor completed the latest phase of its certification strategy by certifying its last area based tenure, Tree Farm Licence 30, located near Prince George, British Columbia, to the stringent CSA Sustainable Forest Management Standard (CAN/CSA-Z809-96). This latest certification adds 180,000 hectares to Canfor's 1.5 million hectares of forestlands certified to the standard.

Canfor pursued the CSA certification not only because the standard is consistent with international criteria for sustainability but because the standard also includes:

- A high degree of public participation in defining the Sustainable Forest Management Plan
- Independent audits by accredited registrars
- Continual improvement of the plan

Canfor values the public input from stakeholders, including environmental groups, that helps define the company's Sustainable Forest Management (SFM) plan. This process creates accountability and lends to the credibility of the Standard.

Future Certification Efforts

With the completion of CSA certification on Canfor's area-based tenures, efforts are continuing to certify the company's volume-based tenures. At Fort St John, certification of one of Canfor's largest Timber Supply Areas to the CSA standard will be accomplished as part of the results-based Forest Practices Code Pilot. In Houston, the Innovative Forest Practices Agreement for the Morice Timber Supply Area will also include certification to the CSA standard. Both of these initiatives, encompassing approximately 1.7 million cubic metres of Canfor's annual harvest, are expected to be completed in 2002.

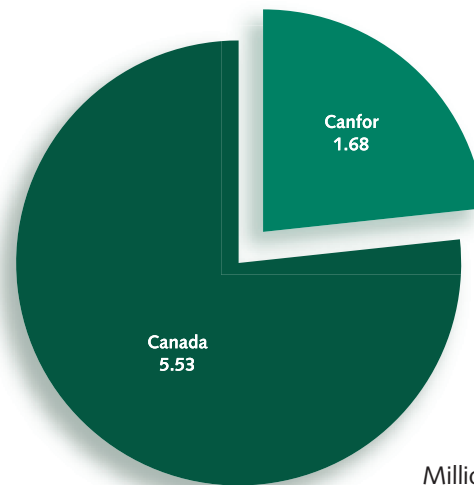
Canfor is also considering certification of the Prince George area volume-based tenures to the Sustainable Forestry Initiative (SFI) standard developed by the American Forest and Paper Association. Canfor is taking this initial step with goal of CSA certification at a later date.

Canfor is supporting the development of a BC regional standard for the Forest Stewardship Council and is part of the industry group that has commented on the latest draft of the regional standard. It is expected that at least one more draft will be required before the regional standard will be available for implementation.

Total Forestlands in Canada Certified to the CSA SFM Standard

Canfor currently has 30 per cent of the total forestlands certified to the CSA SFM standard in Canada.

Source: Canadian Sustainable Forestry Certification Coalition



Millions of Hectares

For more information, please contact: Paul Wooding - Manager, Forestry Certification and Market Access

Canadian Forest Products Ltd. 2900-1055 Dunsmuir Street, PO Box 49420 Bentall Postal Station, Vancouver, BC V7X 1B5
Phone: 604.661.5423 e-mail: pwooding@mail.canfor.ca web: www.canfor.com