

Fact sheet

Sales in 2010
\$5.850 BILLION*

(As at December 31, 2010)

Revenue contribution per BUSINESS SEGMENT

PAPERS: 83%
 (Paper & Pulp)

PAPER MERCHANTS: 15%
 (Ariva)

Sales per REGION

PAPERS



- UNITED STATES (74%)
- CANADA (10%)
- OTHER (16%)

PAPER MERCHANTS



- UNITED STATES (68%)
- CANADA (32%)

PAPERS

- We are the largest integrated manufacturer and marketer of uncoated freesheet paper in North America and the second largest in the world.
- We design, manufacture, market and distribute a wide range of paper products for a variety of customers, including merchants, retail outlets, stationers, printers, publishers, converters and end users.
- We manufacture business and office paper, commercial printing and publishing paper, as well as specialty and converting paper.
- We manufacture both private labels as well as our own recognized branded products such as Domtar EarthChoice®, a line of FSC® certified, environmentally and socially responsible papers.
- We also manufacture and sell papergrade, fluff and specialty pulp (in excess of our internal requirements).

Paper

Annual paper production capacity of **3.7 million tons of uncoated freesheet**

Paper production capacity:
 United States: **81%** Canada: **19%**

Shipments of paper products:
 Business & office: **46%**
 Commercial printing & publishing: **27%**
 Converting & specialty: **27%**

Pulp

Capacity to sell approximately **1.6 million metric tons of pulp annually**

Trade pulp production capacity:
 United States: **38%** Canada: **62%**

Trade pulp sales:
 United States: **32%** Canada: **6%**
 Other: **62%**

Paper merchants

- Domtar owns and operates Ariva™, an extensive network of 24 paper distribution facilities located across the United States and Canada.
- Ariva purchases, warehouses, sells and distributes our paper products and those of other manufacturers.
- Products are sold to a wide and diverse customer base, which includes small, medium and large commercial printers, publishers, quick copy firms, catalog and retail companies and institutional entities.
- Sells about 0.7 million tons of paper annually from over 60 suppliers from around the world. Domtar products represent approximately 31% of total products sold.

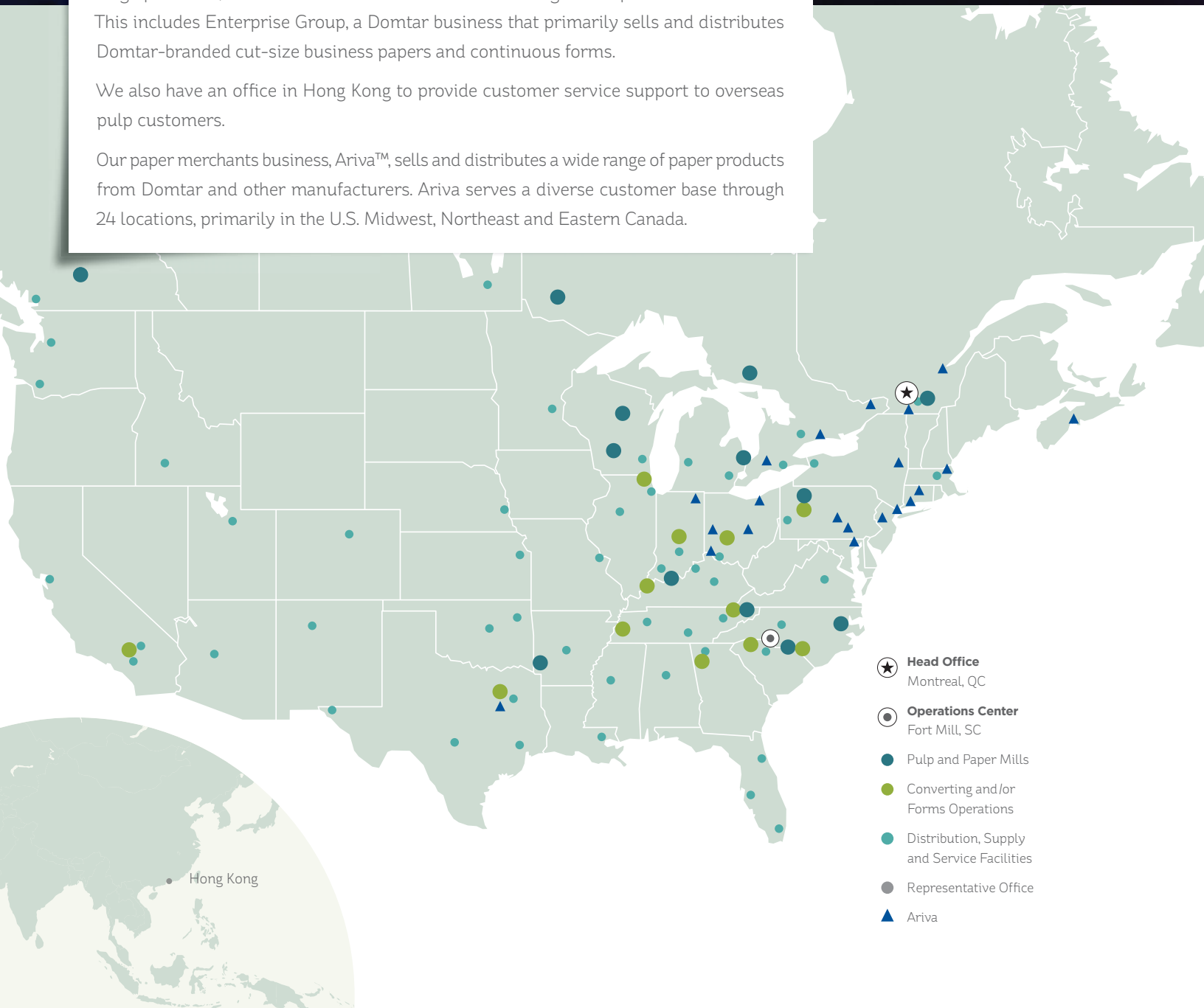
* Includes Wood segment. Domtar closed the transaction to sell its Wood business on June 30, 2010.

Our Footprint

Domtar operates a network of 13 mills across North America for the manufacture of pulp and paper. This network is supported by 15 converting and/or forms manufacturing operations, an extensive distribution network and regional replenishment centers. This includes Enterprise Group, a Domtar business that primarily sells and distributes Domtar-branded cut-size business papers and continuous forms.

We also have an office in Hong Kong to provide customer service support to overseas pulp customers.

Our paper merchants business, Ariva™, sells and distributes a wide range of paper products from Domtar and other manufacturers. Ariva serves a diverse customer base through 24 locations, primarily in the U.S. Midwest, Northeast and Eastern Canada.



List of Locations and Capacities

● Pulp and Paper Mills

ASHDOWN, AR

906,000 ST of paper per year
86,000 ADMT of pulp per year

ESPANOLA, ON

76,000 ST of paper per year
114,000 ADMT of pulp per year

HAWESVILLE, KY

593,000 ST of paper per year
47,000 ADMT of pulp per year

JOHNSONBURG, PA

362,000 ST of paper per year

KINGSPORT, TN

432,000 ST of paper per year

MARLBORO, SC

389,000 ST of paper per year

NEKOOSA, WI

151,000 ST of paper per year

PORT HURON, MI

113,000 ST of paper per year

ROTHSCHILD, WI

140,000 ST of paper per year

WINDSOR, QC

655,000 ST of paper per year
40,000 ADMT of pulp per year

● Market Pulp Mills

DRYDEN, ON

327,000 ADMT of pulp per year

KAMLOOPS, BC

477,000 ADMT of pulp per year

PLYMOUTH, NC

444,000 ADMT of fluff pulp per year

● Converting and/or Forms Operations

Addison, IL
Ashdown, AR
Brownsville, TN
Dallas, TX
DuBois, PA
Griffin, GA
Indianapolis, IN
Mira Loma, CA
Owensboro, KY
Ridgefields, TN
Rock Hill, SC
Rothschild, WI
Tatum, SC
Washington Court House, OH
Windsor, QC

● Regional Replenishment Centers (RRCs)

Charlotte, NC
Chicago, IL
Dallas, TX
Jacksonville, FL
Los Angeles, CA
Kent, WA
Richmond, QC
Toronto, ON
Winnipeg, MB

▲ Ariva

Albany, NY
Baltimore, MD/Washington, DC
Boston, MA
Cincinnati, OH
Cleveland, OH
Columbus, OH
Covington, KY
Dallas/Fort Worth, TX
Dartmouth, NS
Dayton, OH
Fort Wayne, IN
Harrisburg, PA
Hartford, CT
Indianapolis, IN
Lancaster, PA
London, ON
Montreal, QC
Mount Pearl, NL
New York, NY
Ottawa, ON
Philadelphia, PA
Quebec City, QC
Southport, CT
Toronto, ON

● Enterprise Group

53 locations in North America

All paper tonnage is expressed in short tons (ST) and by mill production capacity.

All pulp tonnage is expressed in air dry metric tons (ADMT) and by mill market pulp production capacity.

We manufacture approximately 4.4 million metric tons of pulp annually, 2.9 million tons of which are used to manufacture paper at our integrated mills.



PAPER PRODUCTS OFFERING

CATEGORIES	Business Papers		Commercial Printing and Publishing Papers		Converting and Specialty Papers
TYPE	UNCOATED FREESHEET				
GRADES	Copy	Premium imaging papers Technology papers	Offset Colors Index Tag Bristol	Opakes Premium opaques Lightweight Tradebook	Business converting Flexible packaging Abrasive papers Decorative papers Imaging papers Labels Medical disposables
APPLICATIONS	Photocopies Office documents Presentations	Presentations Reports	Commercial printing Direct mail Pamphlets Brochures Cards Posters	Stationery Brochures Annual reports Books Catalogs	Forms & envelopes Food & candy packaging Surgical gowns Repositionable note pads Check & security papers

PERFORMANCE INDICATORS

(In millions of U.S. dollars unless otherwise noted)	2009	2010	Q1 2011	Q2 2011
Sales	\$5,465	\$5,850	\$1,423	\$1,403
Operating income (loss) per segment				
Papers	650	667	209	91
Paper Merchants	7	(3)	3	(2)
Wood*	(42)	(54)	-	-
Corporate	-	(7)	(1)	6
Operating income	615	603	211	95
Net earnings	310	605	133	54
Cash flow provided from operating activities	792	1,166	148	306
Capital expenditures	106	153	13	20
Free cash flow ¹	686	1,013	135	286
Total assets	6,519	6,026	6,141	6,078
Long-term debt, including current portion	1,712	827	827	826
Net debt-to-total capitalization ratio ¹	35%	9%	7%	3%
Total shareholders' equity	2,662	3,202	3,288	3,194

¹ Non-GAAP financial measure. Consult the Reconciliation of Non-GAAP Financial Measures at www.domtar.com.

* Domtar closed the transaction to sell its Wood business on June 30, 2010.

SHAREHOLDER INFORMATION

Information:

Common Stock: Domtar Corporation
Symbol : UFS (NYSE; TSX)
CUSIP: 257559203

Exchangeable Shares: Domtar (Canada) Paper Inc.
Symbol : UFX (TSX)
CUSIP: 257557207

Index Listings: NYSE Composite Index
S&P 400 MidCap Index
Russell 1000 Index

Transfer Agent: Computershare Investor Services
(877) 282-1168 (US stockholders)
(866) 245-4053 (Canadian stockholders)
www.computershare.com

Shares Outstanding: UFS: 39,505,922
UFX: 683,454
(June 30, 2011)

To find out more about Domtar, its people, its products and operations, go to:
www.domtar.com

Media Relations
communications@domtar.com
Investor Relations
ir@domtar.com



The mark of responsible forestry

Printed on:
100 lb. Lynx® Opaque Ultra Text,
Smooth Finish.
Last updated: 08/2011.