



# Canfor Pulp.

---

2024 Quarter Four – Interim report

For the three months ended December 31, 2024.

<b>2</b>	Message to shareholders
<b>5</b>	Condensed Consolidated Balance Sheets
<b>6</b>	Condensed Consolidated Statements of Income (Loss)
<b>7</b>	Condensed Consolidated Statements of Other Comprehensive Income (Loss)
<b>7</b>	Condensed Consolidated Statements of Changes in Equity
<b>8</b>	Condensed Consolidated Statements of Cash Flows
<b>9</b>	Notes to the Condensed Consolidated Interim Financial Statements

## To our shareholders.

Canfor Pulp Products Inc. ("The Company" or "CPPI") reported its fourth quarter of 2024 results:

### Overview.

- Q4 2024 operating income of \$4 million; net income of \$3 million, or \$0.04 per share.
- Market fundamentals remained relatively flat throughout most of the quarter, with some positive momentum late in the period as producers worked to reduce their higher-than-average inventory levels.
- 22% decrease in pulp production during Q4 2024 (versus Q3 2024) primarily due to the indefinite curtailment of one production line at its Northwood NBSK pulp mill in August 2024.
- Persistent challenges associated with the availability of economic fibre in British Columbia.

### Financial results.

The following table summarizes selected financial information for CPPI for the comparative periods:

(millions of Canadian dollars, except per share amounts)	Q4 2024	Q3 2024	YTD 2024	Q4 2023	YTD 2023
Sales	\$ 163.1	\$ 193.2	\$ 798.6	\$ 193.9	\$ 875.5
Reported operating income (loss) before amortization, asset write-down and impairment	\$ 12.3	\$ 18.8	\$ 43.3	\$ 1.1	\$ (42.5)
Reported operating income (loss)	\$ 4.1	\$ (209.3)	\$ (226.5)	\$ (15.1)	\$ (127.5)
Adjusted operating income (loss) before amortization, asset write-down and impairment <sup>1</sup>	\$ 12.3	\$ 18.8	\$ 43.3	\$ (9.8)	\$ (44.9)
Adjusted operating income (loss) <sup>1</sup>	\$ 4.1	\$ 1.7	\$ (15.5)	\$ (26.0)	\$ (129.9)
Net income (loss)	\$ 2.9	\$ (156.1)	\$ (161.9)	\$ (13.2)	\$ (96.1)
Net income (loss) per share, basic and diluted	\$ 0.04	\$ (2.39)	\$ (2.49)	\$ (0.20)	\$ (1.47)
Adjusted net income (loss) <sup>1</sup>	\$ 2.9	\$ (2.1)	\$ (7.9)	\$ (13.2)	\$ (96.1)
Adjusted net income (loss) per share, basic and diluted <sup>1</sup>	\$ 0.04	\$ (0.03)	\$ (0.13)	\$ (0.20)	\$ (1.47)

1. Adjusted results referenced throughout this news release are defined as non-IFRS financial measures. For further details, refer to the "Non-IFRS financial measures" section of this document.

### Fourth quarter highlights.

For the fourth quarter of 2024, the Company reported operating income of \$4.1 million, compared to an operating loss of \$209.3 million for the third quarter of 2024. After taking account of adjusting items, including an asset write-down and impairment charge in the prior period, the Company's adjusted operating income improved \$2.4 million compared to an adjusted operating income for the third quarter of 2024 of \$1.7 million.

As mentioned, in August 2024, the Company completed the wind down of one production line at its Northwood Northern Bleached Softwood Kraft ("NBSK") pulp mill ("Northwood"), and as a result, during the fourth quarter of 2024, the Company's pulp segment results reflect a full quarter impact of this curtailment on pulp production (a reduction of approximately 300,000 tonnes of market kraft pulp production annually), combined with an associated impact on shipments and costs.

Notwithstanding the decline in adjusted pulp segment results in the current period, the improvement in operating income for the Company as a whole, largely reflected a moderate uplift in paper unit sales realizations, particularly to North American markets, combined with an increase in paper production quarter-over-quarter.



Global softwood pulp market fundamentals remained relatively flat through the fourth quarter of 2024, following a moderate decline in the preceding quarter. However, later in the period, global demand and purchasing activity experienced some positive momentum as producers worked to reduce their higher-than-average inventory levels. Global softwood pulp producer inventories ended December 2024 at 42 days of supply, a decline of 7 days compared to September 2024. Consequently, US-dollar NBSK list prices to China, the world's largest pulp consumer, saw a slight increase towards the end of the current quarter, ending December at US\$770 per tonne. Despite this late improvement, for the current quarter overall, US-dollar NBSK pulp list prices to China averaged US\$767 per tonne, down US\$4 per tonne, or 1%, from the prior quarter.

#### **Outlook.**

Looking forward, global softwood pulp market conditions are projected to improve through the balance of the first quarter and into the second quarter of 2025, as global supply dynamics adjust to new hardwood capacity and as pulp producer inventories normalize. On the demand side, steady Chinese demand is anticipated to absorb these changes in supply.

The Company continues to monitor the trade situation between Canada and the US and mitigation plans are underway to mostly offset the impact of the tariffs on US shipments. With its high quality, specialty product offering and market diversification the Company is well-positioned to respond to actual and potential tariffs.

The Company remains focused on optimizing its operating footprint, enhancing operational reliability as well as closely managing manufacturing and fibre costs. Looking forward, there remains significant uncertainty with regards to the availability of economically viable fibre within BC. As a result, the Company continues to anticipate that escalating log cost pressures and transportation costs in BC will translate into a higher cost fibre supply for its pulp mills (both for sawmill residual chips and whole log chips). The Company will continue to evaluate operating conditions and adjust operating rates at its pulp mills to align with economically viable fibre supply. These factors could also affect the Company's operating plan, liquidity, cash flows and the valuation of long-lived assets.

No major maintenance outages are planned for the first and second quarters of 2025. In the third quarter of 2025 a maintenance outage is scheduled at Northwood with a projected 10,000 tonnes of reduced NBSK market pulp production. In the fourth quarter of 2025, a maintenance outage is scheduled at the Company's Intercontinental NBSK pulp mill ("Intercon"), with a projected 5,000 tonnes of reduced NBSK market pulp production.

Demand for bleached kraft paper is projected to remain steady through the remainder of the first quarter of 2025. A maintenance outage is currently planned at the Company's paper machine in the fourth quarter of 2025 with a projected 5,000 tonnes of reduced paper production.

Refer to the Company's annual Management's Discussion and Analysis for further discussion on the Company's results for the fourth quarter of 2024 on page 14.



**The Honourable John R. Baird**  
Chairman



**Stephen R. Mackie**  
President and Chief Executive Officer



## Non-IFRS financial measures.

Throughout this press release, reference is made to certain non-IFRS financial measures which are used to evaluate the Company's performance but are not generally accepted under IFRS and may not be directly comparable with similarly titled measures used by other companies. The following table provides a reconciliation of these non-IFRS financial measures to figures reported in the Company's condensed consolidated interim financial statements:

(millions of Canadian dollars)	Q4 2024	Q3 2024	YTD 2024	Q4 2023	YTD 2023
Reported operating income (loss)	\$ 4.1	\$ (209.3)	\$ (226.5)	\$ (15.1)	\$ (127.5)
Asset write-down and impairment	\$ -	\$ 211.0	\$ 211.0	\$ -	\$ -
Inventory write-down (recovery)	\$ -	\$ -	\$ -	\$ (10.9)	\$ (2.4)
Adjusted operating income (loss)	\$ 4.1	\$ 1.7	\$ (15.5)	\$ (26.0)	\$ (129.9)
Amortization	\$ 8.2	\$ 17.1	\$ 58.8	\$ 16.2	\$ 85.0
Adjusted operating income (loss) before amortization, asset write-down and impairment	\$ 12.3	\$ 18.8	\$ 43.3	\$ (9.8)	\$ (44.9)

(millions of Canadian dollars, net of tax)	Q4 2024	Q3 2024	YTD 2024	Q4 2023	YTD 2023
Net income (loss)	\$ 2.9	\$ (156.1)	\$ (161.9)	\$ (13.2)	\$ (96.1)
Asset write-down and impairment, net of tax	\$ -	\$ 154.0	\$ 154.0	\$ -	\$ -
Adjusted net income (loss)	\$ 2.9	\$ (2.1)	\$ (7.9)	\$ (13.2)	\$ (96.1)



# Canfor Pulp Products Inc.

## Condensed Consolidated Balance Sheets

(millions of Canadian dollars, unaudited)	As at December 31, 2024	As at December 31, 2023
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 15.3	\$ 21.1
Trade receivables	30.1	47.8
Other receivables	7.6	6.3
Income taxes recoverable	-	0.2
Inventories (Note 2)	155.5	165.9
Prepaid expenses and other	7.6	10.2
<b>Total current assets</b>	<b>216.1</b>	<b>251.5</b>
<b>Property, plant and equipment and intangible assets</b>		
<b>Right-of-use assets</b>	<b>1.2</b>	<b>1.7</b>
<b>Other long-term assets</b>	<b>5.7</b>	<b>6.4</b>
<b>Deferred income taxes, net</b>	<b>40.2</b>	<b>0.4</b>
<b>Total assets</b>	<b>\$ 452.9</b>	<b>\$ 675.8</b>
<b>LIABILITIES</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$ 129.5	\$ 159.7
Operating loan (Note 3(a))	98.0	107.0
Current portion of lease obligations	0.7	0.8
<b>Total current liabilities</b>	<b>228.2</b>	<b>267.5</b>
<b>Retirement benefit obligations (Note 4)</b>	<b>39.8</b>	<b>39.0</b>
<b>Lease obligations</b>	<b>1.2</b>	<b>1.4</b>
<b>Other long-term liabilities</b>	<b>7.7</b>	<b>10.2</b>
<b>Deferred income taxes, net</b>	<b>-</b>	<b>20.6</b>
<b>Total liabilities</b>	<b>\$ 276.9</b>	<b>\$ 338.7</b>
<b>EQUITY</b>		
Share capital	\$ 480.8	\$ 480.8
Accumulated deficit	(304.8)	(143.7)
<b>Total equity</b>	<b>\$ 176.0</b>	<b>\$ 337.1</b>
<b>Total liabilities and equity</b>	<b>\$ 452.9</b>	<b>\$ 675.8</b>

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

APPROVED BY THE BOARD



Director, N.J. Mayr



Director, The Hon. J.R. Baird

## Canfor Pulp Products Inc.

### Condensed Consolidated Statements of Income (Loss)

(millions of Canadian dollars, except per share data, unaudited)	3 months ended December 31,		12 months ended December 31,	
	2024	2023	2024	2023
<b>Sales</b>	\$ 163.1	\$ 193.9	\$ 798.6	\$ 875.5
<b>Costs and expenses</b>				
Manufacturing and product costs	127.1	161.5	633.6	777.7
Freight and other distribution costs	18.8	24.8	95.7	112.7
Amortization	8.2	16.2	58.8	85.0
Selling and administration costs	4.9	6.5	26.0	27.6
Asset write-downs and impairments	-	-	211.0	-
	159.0	209.0	1,025.1	1,003.0
<b>Operating income (loss)</b>	4.1	(15.1)	(226.5)	(127.5)
Finance expense, net	(2.8)	(3.6)	(14.3)	(13.2)
Other income (expense), net	2.5	(0.3)	19.0	8.2
Net income (loss) before income taxes	3.8	(19.0)	(221.8)	(132.5)
Income tax recovery (expense)	(0.9)	5.8	59.9	36.4
<b>Net income (loss)</b>	\$ 2.9	\$ (13.2)	\$ (161.9)	\$ (96.1)
<b>Net income (loss) per common share:</b> (in Canadian dollars)				
Attributable to equity shareholders of the Company				
Basic and diluted (Note 5)	\$ 0.04	\$ (0.20)	\$ (2.49)	\$ (1.47)

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

## Canfor Pulp Products Inc.

### Condensed Consolidated Statements of Other Comprehensive Income (Loss)

(millions of Canadian dollars, unaudited)	3 months ended December 31,		12 months ended December 31,	
	2024	2023	2024	2023
<b>Net income (loss)</b>	\$ 2.9	\$ (13.2)	\$ (161.9)	\$ (96.1)
<b>Other comprehensive income (loss)</b>				
Items that will not be reclassified subsequently to net income (loss):				
Defined benefit plan actuarial gains (losses), net (Note 4)	(0.4)	3.1	1.1	8.0
Income tax recovery (expense) on defined benefit plan actuarial gains (losses), net	0.1	(0.9)	(0.3)	(2.2)
Other comprehensive income (loss), net of tax	(0.3)	2.2	0.8	5.8
<b>Total comprehensive income (loss)</b>	\$ 2.6	\$ (11.0)	\$ (161.1)	\$ (90.3)

### Condensed Consolidated Statements of Changes in Equity

(millions of Canadian dollars, unaudited)	3 months ended December 31,		12 months ended December 31,	
	2024	2023	2024	2023
<b>Share capital</b>				
Balance at beginning and end of period	\$ 480.8	\$ 480.8	\$ 480.8	\$ 480.8
<b>Accumulated deficit</b>				
Balance at beginning of period	\$ (307.4)	\$ (132.7)	\$ (143.7)	\$ (53.4)
Net income (loss)	2.9	(13.2)	(161.9)	(96.1)
Other comprehensive income (loss), net of tax	(0.3)	2.2	0.8	5.8
Balance at end of period	\$ (304.8)	\$ (143.7)	\$ (304.8)	\$ (143.7)
<b>Total equity</b>	\$ 176.0	\$ 337.1	\$ 176.0	\$ 337.1

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

## Canfor Pulp Products Inc.

### Condensed Consolidated Statements of Cash Flows

(millions of Canadian dollars, unaudited)	3 months ended December 31,		12 months ended December 31,	
	2024	2023	2024	2023
<b>Cash generated from (used in):</b>				
<b>Operating activities</b>				
Net income (loss)	\$ 2.9	\$ (13.2)	\$ (161.9)	\$ (96.1)
Items not affecting cash:				
Amortization	8.2	16.2	58.8	85.0
Income tax expense (recovery)	0.9	(5.8)	(59.9)	(36.4)
Employee future benefits expense	1.2	0.9	2.5	2.1
Finance expense, net	2.8	3.6	14.3	13.2
Asset write-downs and impairments	-	-	211.0	-
Other, net	(0.7)	(1.3)	2.4	5.4
Defined benefit plan contributions	(0.9)	(0.8)	(3.8)	(5.8)
Income taxes recovered (paid), net	-	1.0	(0.3)	1.6
	14.4	0.6	63.1	(31.0)
Net change in non-cash working capital (Note 6)	(20.6)	19.5	(4.7)	67.3
	(6.2)	20.1	58.4	36.3
<b>Financing activities</b>				
Operating loan drawings (repayments), net (Note 3(a))	-	25.9	(9.0)	92.0
Conversion of term debt	-	-	-	(50.0)
Payments of lease obligations	(0.2)	(0.2)	(0.6)	(0.7)
Finance expenses paid	(2.5)	(3.2)	(12.7)	(11.4)
	(2.7)	22.5	(22.3)	29.9
<b>Investing activities</b>				
Additions to property, plant and equipment and intangible assets	(6.1)	(21.6)	(50.8)	(60.5)
Proceeds from sale of Taylor pulp mill	-	-	6.9	-
Other, net	0.5	0.1	2.0	0.7
	(5.6)	(21.5)	(41.9)	(59.8)
<b>Increase (decrease) in cash and cash equivalents*</b>	<b>(14.5)</b>	<b>21.1</b>	<b>(5.8)</b>	<b>6.4</b>
Cash and cash equivalents at beginning of period*	29.8	-	21.1	14.7
<b>Cash and cash equivalents at end of period*</b>	<b>\$ 15.3</b>	<b>\$ 21.1</b>	<b>\$ 15.3</b>	<b>\$ 21.1</b>

\*Cash and cash equivalents include cash on hand less unrepresented cheques.

The accompanying notes are an integral part of these condensed consolidated interim financial statements.

# Canfor Pulp Products Inc.

## Notes to the Condensed Consolidated Interim Financial Statements

Three and twelve months ended December 31, 2024 and 2023

### 1. Basis of Preparation

These condensed consolidated interim financial statements (the "financial statements") include the accounts of Canfor Pulp Products Inc. and its subsidiary entities, hereinafter referred to as "CPPI" or "the Company." At December 31, 2024 and March 6, 2025, Canfor Corporation ("Canfor") held a 54.8% interest in CPPI.

These financial statements do not include all of the disclosures required by IFRS Accounting Standards ("IFRS") for interim or annual financial statements. Additional disclosures relevant to the understanding of these financial statements, including the accounting policies applied, can be found in the Company's Annual Report for the year ended December 31, 2024, available at [www.canfor.com](http://www.canfor.com) or [www.sedarplus.com](http://www.sedarplus.com).

These financial statements were authorized for issue by the Company's Board of Directors on March 6, 2025.

### 2. Inventories

(millions of Canadian dollars, unaudited)	As at December 31, 2024	As at December 31, 2023
Pulp	\$ 41.7	\$ 54.4
Paper	31.4	31.2
Wood chips and logs	32.4	30.6
Materials and supplies <sup>1</sup>	50.0	49.7
	<b>\$ 155.5</b>	<b>\$ 165.9</b>

<sup>1</sup> Net of a \$4.1 million asset write-down and impairment charge in 2024 (2023 – nil)

The above inventory balances are stated at the lower of cost and net realizable value. For the three and twelve months ended December 31, 2024, no inventory valuation adjustment was recognized. For the three months ended December 31, 2023, a \$10.9 million reversal of a previously recognized inventory write-down was recognized (twelve months ended December 31, 2023 - \$2.4 million reversal of a previously recognized write-down). At December 31, 2024, no inventory provision has been recognized (December 31, 2023 – no inventory provision).

### 3. Operating Loan and Term Debt

#### (a) Available Operating Loan

(millions of Canadian dollars, unaudited)	As at December 31, 2024	As at December 31, 2023
Operating loan facility	\$ 160.0	\$ 160.0
Letters of credit	(6.0)	(6.9)
Operating loan facility drawn	(98.0)	(107.0)
Total available operating loan facility	<b>\$ 56.0</b>	<b>\$ 46.1</b>

CPPI's operating loan facility has certain financial covenants, including a maximum net debt to total capitalization ratio of 50.0% and a minimum earnings before interest, taxes, depreciation and amortization ("EBITDA") interest coverage ratio test of two times, which becomes effective if the net debt to total capitalization ratio exceeds 42.5%.

In December 2024, the Company amended certain of the covenants under its operating loan facility. Key amendments included the establishment of a covenant relief period during which the maximum net debt to capitalization ratio increases from 50.0% to 60.0% for 2025 and 55.0% for 2026. In addition, if the net debt to total capitalization reaches a certain threshold, this amendment introduces a general security agreement on the property of the Company and lowers the minimum EBITDA interest coverage ratio to one and a half times.

Other terms of the operating loan facility remain unchanged, including the repayment date of May 2, 2027.

Interest is payable at floating rates that vary depending on the ratio of debt to total capitalization and is based on the lenders' Canadian prime rate, bankers' acceptances, US-dollar base rate or US-dollar floating rate, plus a margin. At December 31, 2024, the Company was fully in compliance with all covenants relating to its operating loan facility.

**(b) Term Debt**

In combination with the amendment of its operating loan facility, the Company's \$80.0 million of non-revolving term debt was cancelled undrawn. This term debt had been restricted for use, specifically for upgrades to Northwood Northern Bleached Softwood Kraft pulp mill's ("Northwood") recovery boiler number one ("RB1").

**4. Employee Future Benefits**

For the three months ended December 31, 2024, actuarial losses of \$0.4 million (before tax) were recognized in other comprehensive income (loss) in relation to the Company's net defined benefit obligations (comprised of defined benefit plans as well as other benefit plans), principally reflecting a loss on changes in financial assumptions offset to a degree by higher than anticipated return on plan assets. For the twelve months ended December 31, 2024, actuarial gains of \$1.1 million (before tax) were recognized in other comprehensive income (loss).

For the three months ended December 31, 2023, actuarial gains of \$3.1 million (before tax) were recognized in other comprehensive income (loss) in relation to the Company's net defined benefit obligations, principally reflecting higher than anticipated returns on plan assets, offset in part by a 0.6% decrease in the discount rate used to value the net defined benefit obligations. For the twelve months ended December 31, 2023, actuarial gains of \$8.0 million (before tax) were recognized in other comprehensive income (loss).

The actuarial assumptions used in measuring CPPI's benefit plan provisions and benefit costs are as follows:

	December 31, 2024		December 31, 2023	
	Defined Benefit Pension Plans	Other Benefit Plans	Defined Benefit Pension Plans	Other Benefit Plans
Discount rate	4.7%	4.7%	4.6%	4.6%
Rate of compensation increases	2.0%	n/a	2.0%	n/a
Initial medical cost trend rate	n/a	5.0%	n/a	5.0%
Ultimate medical cost trend rate	n/a	4.5%	n/a	4.5%
Year ultimate rate is reached	n/a	2031	n/a	2031

**5. Earnings (Loss) Per Common Share**

Basic net income (loss) per common share is calculated by dividing the net income (loss) available to common shareholders by the weighted average number of common shares outstanding during the period.

	3 months ended December 31,		12 months ended December 31,	
	2024	2023	2024	2023
Weighted average number of common shares	65,233,559	65,233,559	65,233,559	65,233,559

As at December 31, 2024, and March 6, 2025, there were 65,233,559 common shares of the Company outstanding and Canfor's ownership interest in CPPI was 54.8%, (December 31, 2023 - 54.8%).

**6. Net Change in Non-Cash Working Capital**

(millions of Canadian dollars, unaudited)	3 months ended December 31,		12 months ended December 31,	
	2024	2023	2024	2023
Accounts receivable	\$ 6.7	\$ 2.1	\$ 16.4	\$ 33.5
Inventories	(14.7)	(20.9)	6.2	7.4
Prepaid expenses and other	4.4	5.4	2.6	15.7
Accounts payable and accrued liabilities	(17.0)	32.9	(29.9)	10.7
Net change in non-cash working capital	\$ (20.6)	\$ 19.5	\$ (4.7)	\$ 67.3

## 7. Segment Information

The Company has two reportable segments (pulp and paper), which operate as separate business units and represent separate product lines. Sales between the pulp and paper segments are accounted for at prices that approximate fair value. These include sales of slush pulp from the pulp segment to the paper segment.

(millions of Canadian dollars, unaudited)	Pulp	Paper	Unallocated	Elimination Adjustment	Consolidated
<b>3 months ended December 31, 2024</b>					
<b>Sales from contracts with customers</b>	\$ 114.9	\$ 48.2	\$ -	\$ -	\$ 163.1
<b>Sales to other segments</b>	29.3	-	-	(29.3)	-
<b>Operating income (loss)</b>	1.2	5.1	(2.2)	-	4.1
<b>Amortization</b>	6.8	1.4	-	-	8.2
<b>Capital expenditures<sup>2</sup></b>	5.1	0.6	0.4	-	6.1
<b>3 months ended December 31, 2023</b>					
Sales from contracts with customers	\$ 146.1	\$ 47.8	\$ -	\$ -	\$ 193.9
Sales to other segments	26.1	-	-	(26.1)	-
Operating income (loss)	(16.0)	3.5	(2.6)	-	(15.1)
Amortization	15.4	0.8	-	-	16.2
Capital expenditures <sup>2</sup>	20.3	1.1	0.2	-	21.6
<b>12 months ended December 31, 2024</b>					
<b>Sales from contracts with customers</b>	\$ 592.5	\$ 206.1	\$ -	\$ -	\$ 798.6
<b>Sales to other segments</b>	97.5	-	-	(97.5)	-
<b>Operating income (loss)</b>	(221.1)	7.3	(12.7)	-	(226.5)
<b>Amortization</b>	54.0	4.7	0.1	-	58.8
<b>Capital expenditures<sup>2</sup></b>	46.2	4.2	0.4	-	50.8
<b>Total assets</b>	303.5	84.4	65.0	-	452.9
<b>12 months ended December 31, 2023</b>					
Sales from contracts with customers	\$ 673.4	\$ 202.1	\$ -	\$ -	\$ 875.5
Sales to other segments	107.8	-	-	(107.8)	-
Operating income (loss)	(127.2)	11.9	(12.2)	-	(127.5)
Amortization	82.4	2.5	0.1	-	85.0
Capital expenditures <sup>2</sup>	57.8	1.8	0.9	-	60.5
Total assets	564.0	77.8	34.0	-	675.8

<sup>2</sup> Capital expenditures represent cash paid for capital assets during the periods and include capital expenditures that were partially financed by government grants.

## Geographic Information

CPPI's products are marketed worldwide, with sales made to customers in a number of different countries. In presenting information on the basis of geographical location, sales are based on the geographical location of customers.

(millions of Canadian dollars, unaudited)	3 months ended December 31,				12 months ended December 31,			
	2024		2023		2024		2023	
<b>Sales by location of customer</b>								
Canada	7%	\$ 12.0	11%	\$ 21.6	6%	\$ 48.3	9%	\$ 82.3
Asia	48%	78.0	56%	108.1	56%	448.1	57%	500.6
United States	34%	55.0	25%	47.7	28%	225.1	24%	210.0
Europe	7%	11.0	5%	10.5	6%	46.7	6%	49.6
Other	4%	7.1	3%	6.0	4%	30.4	4%	33.0
	100%	\$ 163.1	100%	\$ 193.9	100%	\$ 798.6	100%	\$ 875.5