

RESOLUTE FOREST PRODUCTS Q2 2017 RESULTS

RICHARD GARNEAU, PRESIDENT & CEO
JO-ANN LONGWORTH, SVP & CFO

August 3, 2017

CAUTIONARY STATEMENTS REGARDING FORWARD-LOOKING INFORMATION

Statements in this presentation that are not reported financial results or other historical information of Resolute Forest Products Inc. are "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. They include, for example, statements relating to our: efforts and initiatives to reduce costs and increase revenues and profitability; business and operating outlook; future financial results, including EBITDA; future pension funding obligations; assessment of market conditions; growth strategies and prospects, and the growth potential of the company and the industry in which it operates; liquidity; future cash flows, including as a result of changes to our pension funding obligations; and strategies for achieving our goals generally. Forward-looking statements may be identified by the use of forward-looking terminology such as the words "should," "would," "could," "will," "may," "expect," "believe," "anticipate," "attempt," "project" and other terms with similar meaning indicating possible future events or potential impact on our business or our shareholders.

The reader is cautioned not to place undue reliance on these forward-looking statements, which are not guarantees of future performance. These statements are based on management's current assumptions, beliefs and expectations, all of which involve a number of business risks and uncertainties that could cause actual results to differ materially. The potential risks and uncertainties that could cause the company's actual future financial condition, results of operations and performance to differ materially from those expressed or implied in this presentation include, but are not limited to, the impact of: developments in non-print media, and the effectiveness of our responses to these developments; any additional closure costs and long-lived asset or goodwill impairment or accelerated depreciation charges; currency fluctuations; global economic conditions; intense competition in the forest products industry; negative publicity, even if unjustified; the highly cyclical nature of the forest products industry; any increase in the level of required contributions to our pension plans, including as a result of any increase in the amount by which they are underfunded; the terms of our outstanding indebtedness, which could restrict our current and future operations; our ability to maintain adequate capital resources to provide for all of our substantial capital requirements; any inability to successfully implement our strategies to increase our earnings power; the possible failure to successfully integrate acquired businesses with ours or to realize the expected benefits of acquisitions, such as our acquisition of Atlas, or divestitures or other strategic transactions or projects we have pursued or may pursue, including our Calhoun tissue operations; any failure to comply with environmental or other laws or regulations, even if inadvertent; unanticipated outcomes of legal proceedings or disputes in which we are involved; future regulation of our Canadian exports to the United States, including softwood lumber and supercalendered paper; our exports from one country to another country becoming or remaining subject to duties, cash deposit requirements, border taxes, quotas or other trade conditions or remedies, which could require us to set aside or pay a substantial amount of cash and impact the competitive position of the affected operations; any difficulties in obtaining wood fiber at favorable prices, or at all; changes in the cost of purchased energy and other raw materials; any disruption in operations or increased labor costs due to labor disputes; uncertainty or changes in political or economic conditions in Canada, the United States or other countries in which our products are manufactured or sold; physical and financial risks associated with climate change; any additional environmental or health and safety liabilities; disruptions to our supply chain, operations or the delivery of our products; losses that are not covered by insurance; the actions of holders of a significant percentage of our common stock; extreme weather conditions or natural or man-made disasters; cybersecurity risks; and the potential risks and uncertainties described under the heading "Risk Factors" in Part I, Item 1A of the company's annual report on Form 10-K and other filings with the U.S. Securities and Exchange Commission.

All forward-looking statements in this presentation are expressly qualified by the cautionary statements contained or referred to above and in the company's other filings with the U.S. Securities and Exchange Commission and the Canadian securities regulatory authorities. The company disclaims any obligation to publicly update or revise any forward-looking information, whether as a result of new information, future events or otherwise, except as required by law.

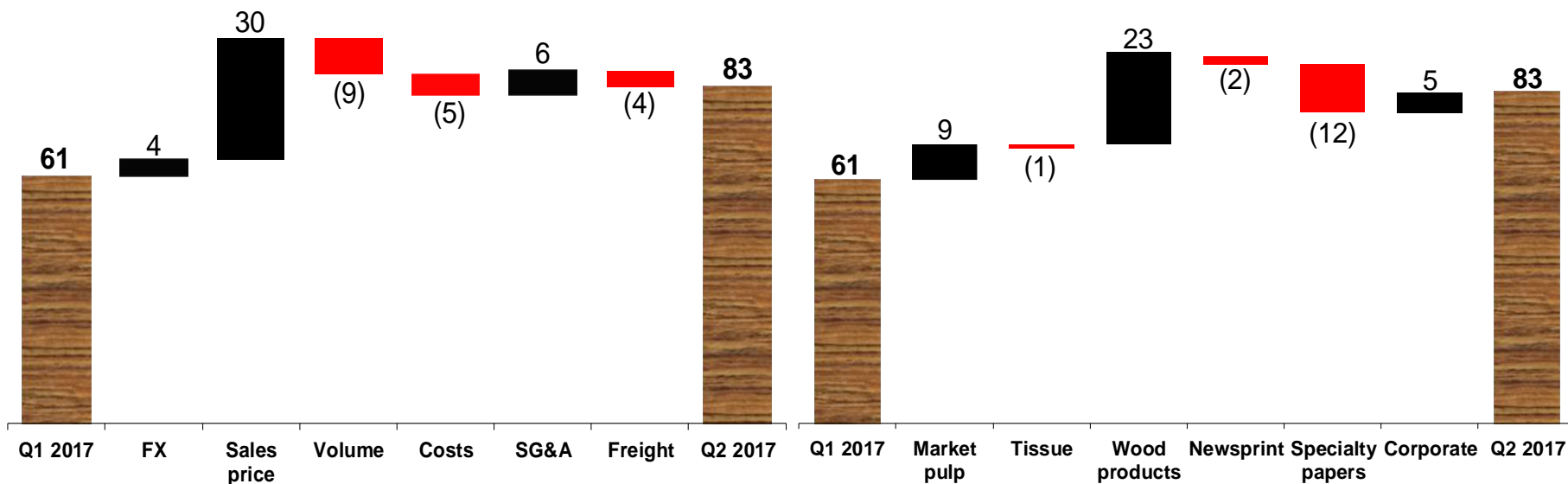
All figures in US\$ unless otherwise noted

Q2 2017 FINANCIAL HIGHLIGHTS

- Q2 GAAP net loss of \$74 million or \$0.82 per share
 - Q2 net loss of \$3 million or \$0.03 per share excluding special items
- Adjusted EBITDA of \$83 million
- Debt repayments of \$41 million
- Liquidity at \$414 million
 - Despite cumulative duty deposits of \$43 million

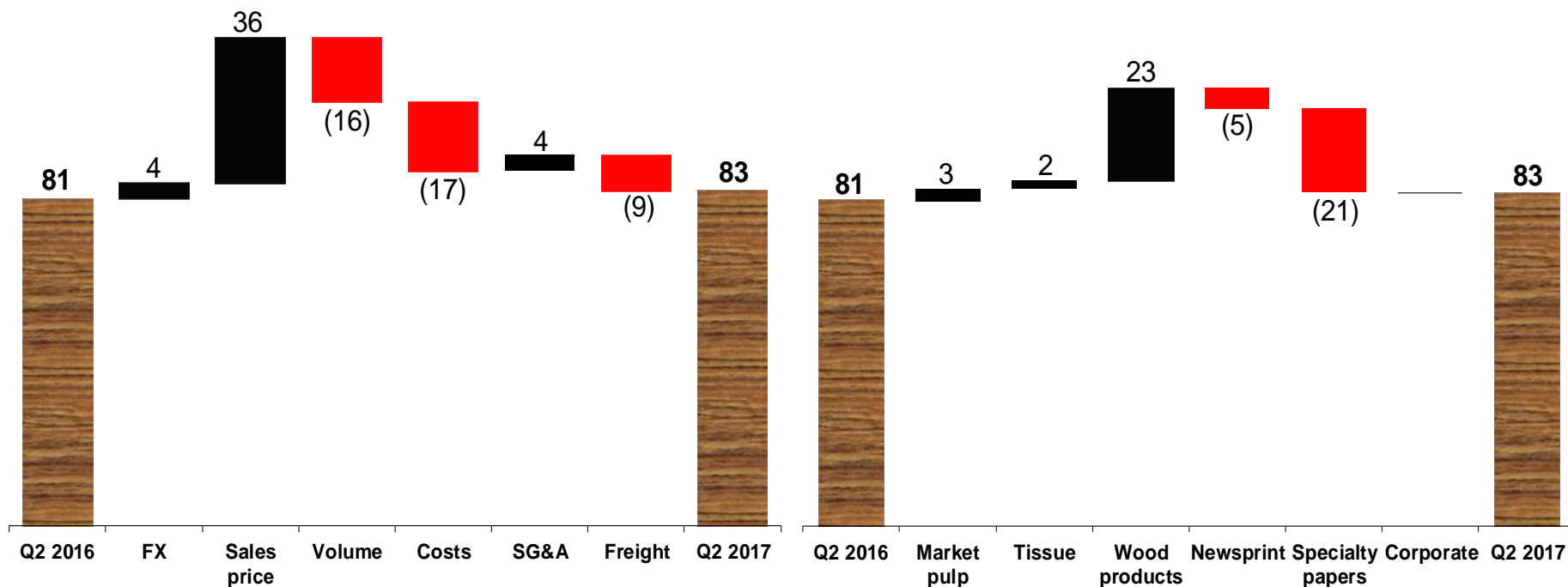
Q2 2017 OVERVIEW

Adjusted EBITDA : Q2'17 vs Q1'16



Q2 2017 OVERVIEW

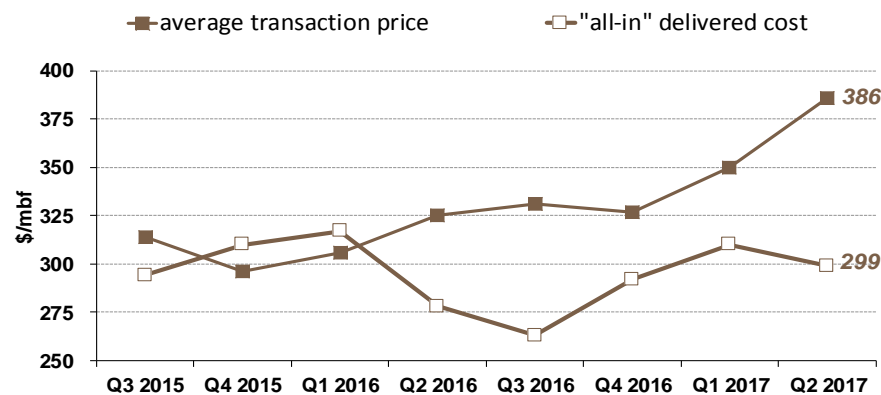
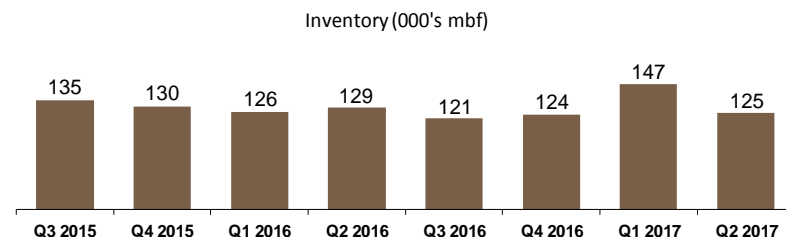
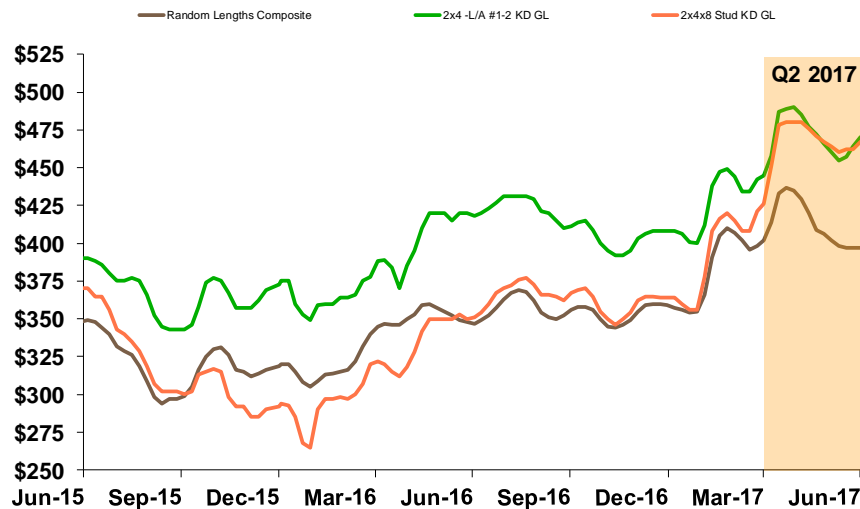
Adjusted EBITDA : Q2'17 vs Q2'16



WOOD PRODUCTS

(US\$mm)	Q2 2017	Q1 2017
Sales	197	177
Operating income	45	20
EBITDA ¹	52	29
Shipments (mmbf)	509	505

- Q2 seasonally adjusted US housing starts ↓ 6.0% vs. Q1
 - Single-family housing starts ↓ 1.8%
- Q2 Transaction price ↑ \$36/mbf vs. Q1
- Q2 Delivered cost ↓ \$11/mbf vs. Q1
- Q2 Shipments of 509 mmbf

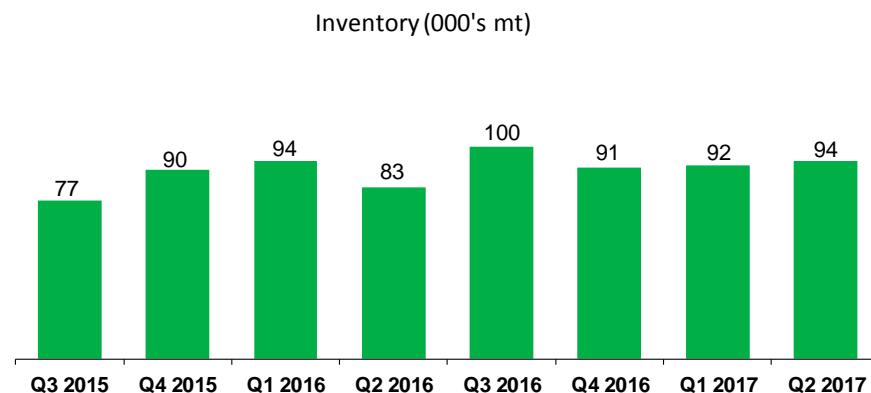
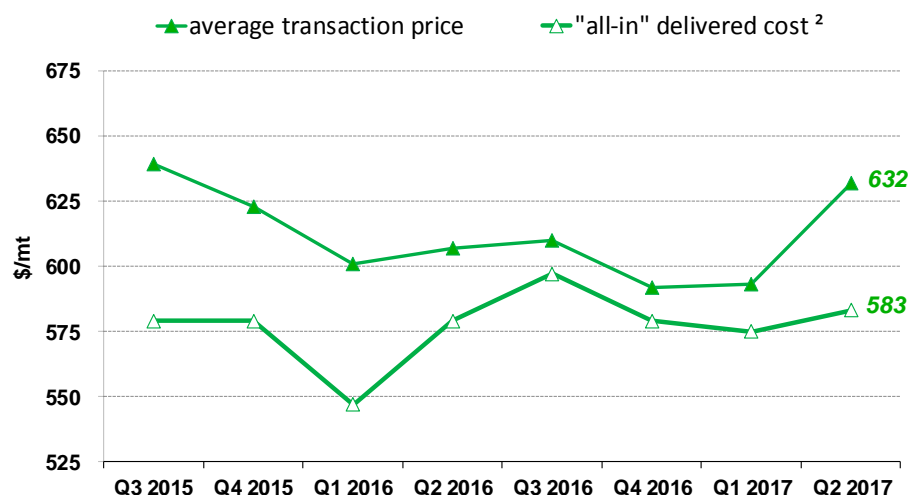


1. EBITDA is a non-GAAP financial measure. Refer to Appendices A and B for a definition and reconciliation of non-GAAP financial measures.

MARKET PULP

(US\$mm)	Q2 2017	Q1 2017
Sales	213	209
Operating income	16	7
EBITDA ¹	24	15
Shipments (000's mt)	336	353

- Global chemical pulp shipments ↑ 1.8% in Q2 vs. 2016
 - North America ↑ 4.7%; China ↓ 2.1%; Western Europe ↓ 1.4%
 - 2017 global shipments ↓ 0.5% for softwood, ↑ 4.4% for hardwood
- Q2 Transaction price ↑ \$39/mt vs. Q1
- Q2 Shipments ↓ 17k mt vs. Q1
- Q2 Delivered cost ↑ \$8/mt vs. Q1



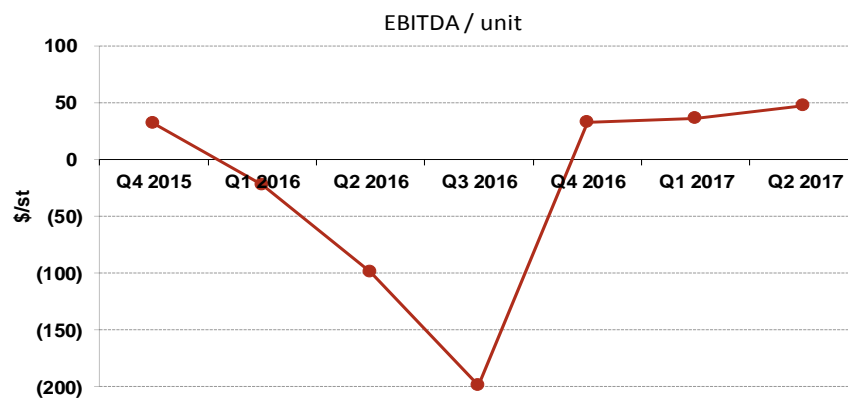
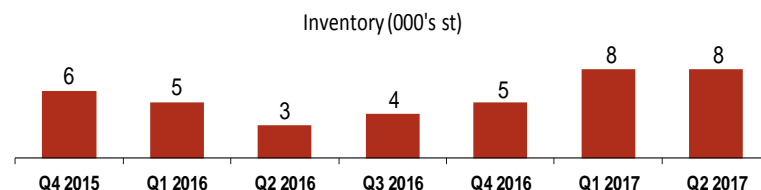
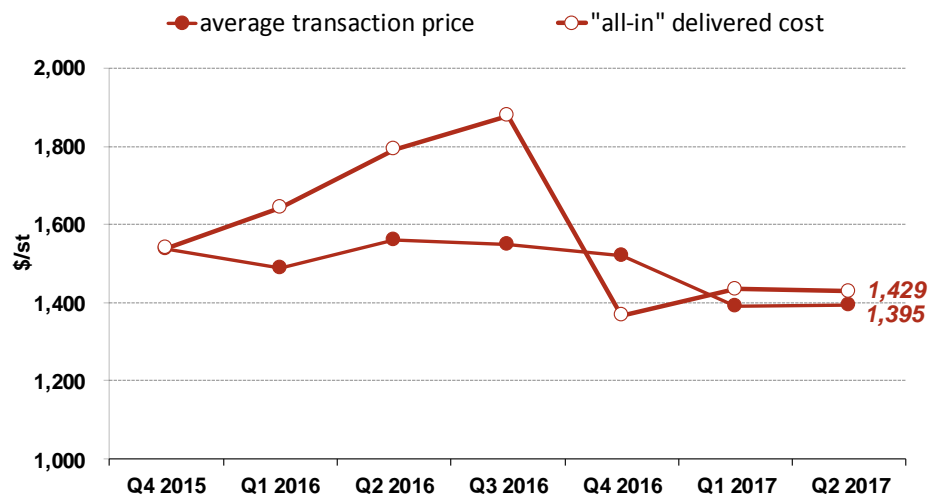
1. EBITDA is a non-GAAP financial measure. Refer to Appendices A and B for a definition and reconciliation of non-GAAP financial measures.

2. The "all-in" delivered cost is the total cost of each ton shipped (cost of sales, depreciation and amortization, distribution costs and selling, general and administrative expenses).

TISSUE

(US\$mm)	Q2 2017	Q1 2017
Sales	20	20
Operating (loss) income	(1)	-
EBITDA ¹	-	1
Shipments (000's st)	15	14

- US consumption ↑ 1.9% in Q2 vs. 2016
 - Away-from-home shipments ↑ 2.4%
 - At-home shipments ↑ 1.2%
- Q2 Transaction price ↑ \$4/st vs. Q1
- Q2 Delivered cost ↓ \$6/st vs. Q1
- Calhoun project \$33 million capex in Q2

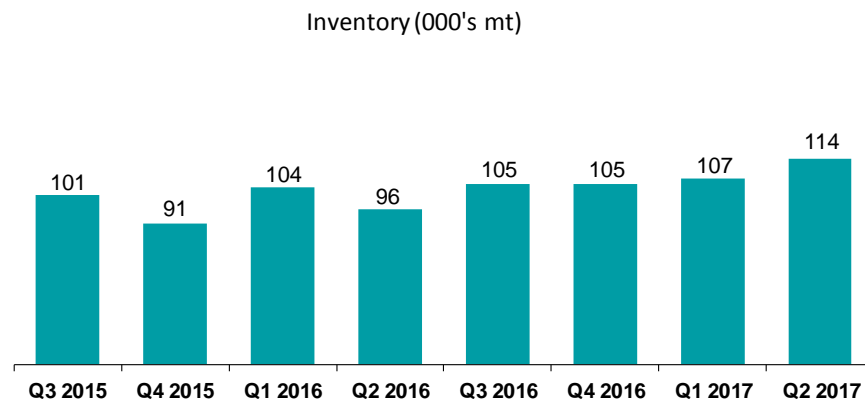
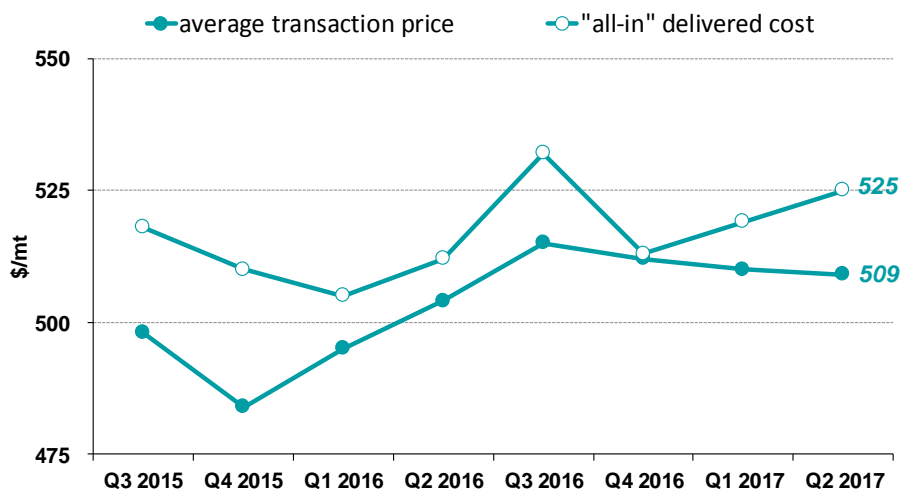


1. EBITDA is a non-GAAP financial measure. Refer to Appendices A and B for a definition and reconciliation of non-GAAP financial measures.

NEWSPRINT

(US\$mm)	Q2 2017	Q1 2017
Sales	201	226
Operating loss	(7)	(4)
EBITDA ¹	10	12
Shipments (000's mt)	397	443

- North American demand ↓ 12.4% in Q2 vs. 2016
- World demand ↓ 4.9% in Q2 vs. 2016
- North American shipments-to-capacity ratio of 92% in June 2017
- Q2 Shipments ↓ 46k mt vs. Q1
- Q2 Transaction price ↓ \$1/mt vs. Q1
- Q2 Delivered cost ↑ \$6/mt vs. Q1
- Mokpo paper mill closure on March 9 (↓ 200k mt)



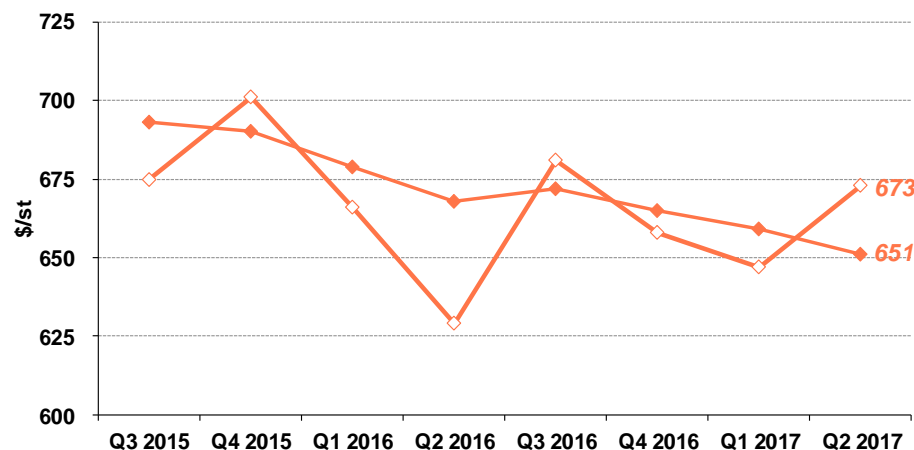
1. EBITDA is a non-GAAP financial measure. Refer to Appendices A and B for a definition and reconciliation of non-GAAP financial measures.

SPECIALTY PAPERS

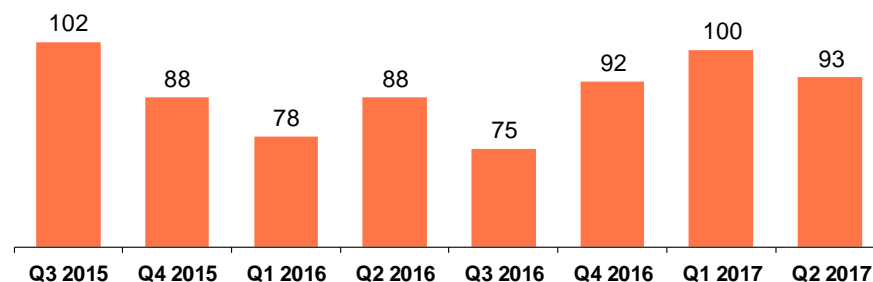
(US\$mm)	Q2 2017	Q1 2017
Sales	227	240
Operating (loss) income	(7)	4
EBITDA ¹	4	16
Shipments (000's st)	349	364

- North American demand ↓ 9.0% in uncoated mechanical grades in Q2 vs. 2016
 - SC ↓ 9.2%
- North American demand ↓ 8.5% in coated mechanical grades in Q2 vs. 2016
 - Production ↓ 11.3%
 - Imports ↓ 2.3%
- Q2 Transaction price ↓ \$8/st vs. Q1
- Q2 Shipments ↓ 15k st vs. Q1
- Q2 Delivered cost ↑ \$26/st vs. Q1
- Catawba paper machine closure on June 30 (↓ 190k st)

— average transaction price — "all-in" delivered cost



Inventory (000's st)



1. EBITDA is a non-GAAP financial measure. Refer to Appendices A and B for a definition and reconciliation of non-GAAP financial measures.

P&L

Selected financial information

Q2 2017	vs Q1 2017	vs Q2 2016
Net loss ¹ \$3mm	+\$27mm	-\$5mm
Sales \$858mm	-2%	-4%
EPS ¹ -\$0.03	+\$0.30	-\$0.05
Adjusted EBITDA ² \$83mm	+36%	+2%

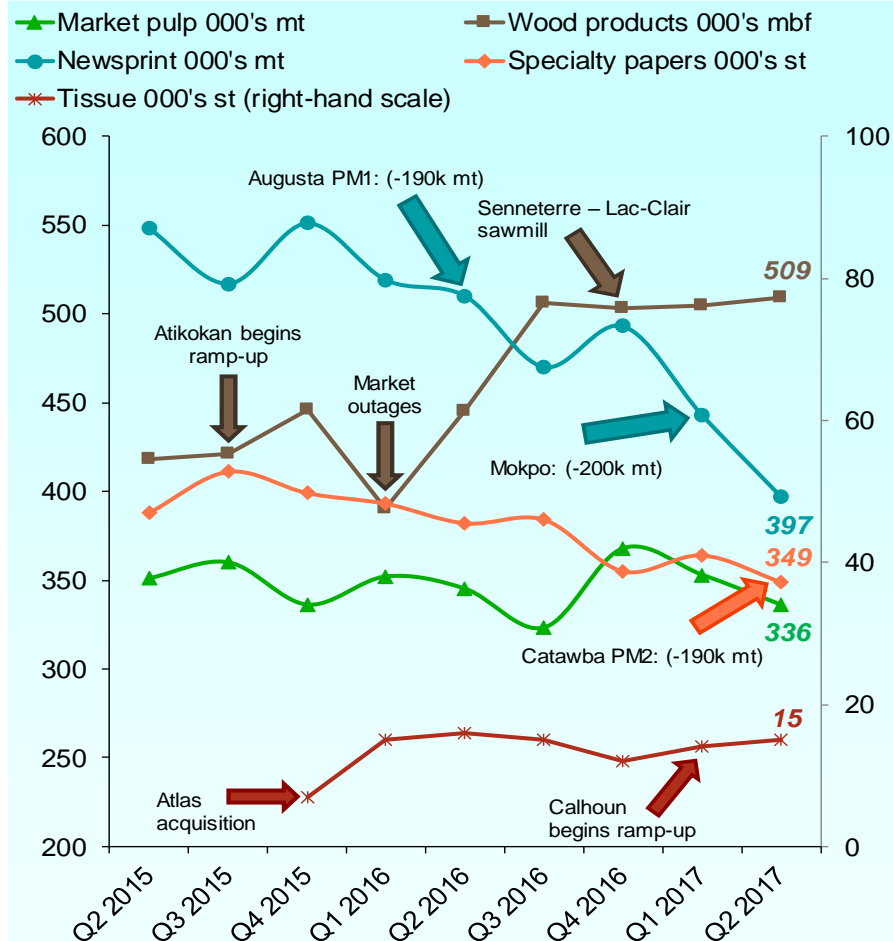
Special items affecting net income (pre-tax)

Q2 2017

- \$65mm of closure costs and impairment
- \$9mm in inventory write-downs related to closures
- \$7mm of start-up costs

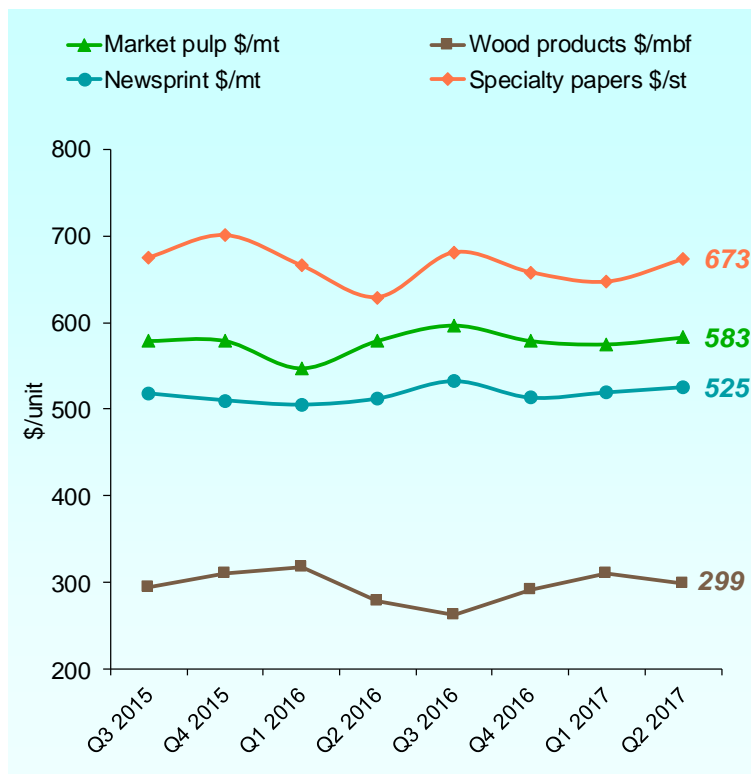
1. Excluding special items. Refer to Appendices A and B for a definition and reconciliation of non-GAAP financial measures.
2. Adjusted EBITDA is a non-GAAP financial measure. Refer to Appendices A and B for a definition and reconciliation of non-GAAP financial measures.
3. Other postretirement benefit.

Shipments

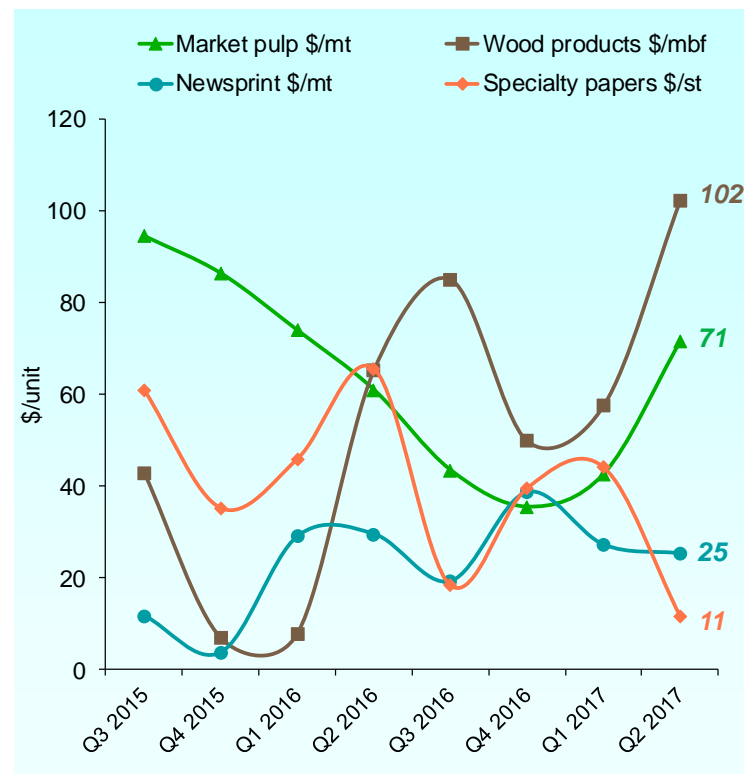


PERFORMANCE METRICS

« All-in » delivered cost¹



EBITDA per unit^{1,2}



1. Performance metrics related to our tissue segment are available on page 7.

2. EBITDA is a non-GAAP financial measure. Refer to Appendices A and B for a definition and reconciliation of non-GAAP financial measures.

**EBITDA²
contribution from
cogen
(in \$US millions)**

Q3'15	Q4'15	Q1'16	Q2'16	Q3'16	Q4'16	Q1'17	Q2'17
10	8	13	13	9	10	13	9

LIQUIDITY AND CASH FLOW

- Q2 capex of \$47mm ↓ \$22mm from Q1:
 - \$33mm for tissue project
- Q2 net cash generated by operations of \$99mm
- Repayments of \$41mm under revolving credit facilities in Q2
- Liquidity of \$414mm
- Cumulative duty deposits of \$43 million

(US\$mm)	Q2 2017	vs Q1 2017	vs Q2 2016
Cash	44	5	4
Working capital	580	50	7
Total debt	840	41	229
Interest	12	1	3

Available liquidity (US\$mm)	2017		2016				2015	
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
Total debt	840	881	762	727	611	611	591	590
Cash on hand	44	39	35	55	40	37	58	235
Available under revolving credit facilities	370	341	433	465	412	406	444	448

PENSION

- Net pension & OPEB liability ↓ \$14 million in Q2
 - Mostly as a result of defined benefit pension and OPEB payments totaling \$31 million, offset by a foreign exchange loss of \$23 million

<i>(in \$US millions)</i>	Q2'2017	2016	2015
Net pension liabilities	1,076	1,123	1,019
OPEB liabilities	174	172	174
Net pension and OPEB liabilities	1,250	1,295	1,193
U.S. GAAP discount rate at 12/31 ¹	N/A	3.8%	4.2%

<i>(in \$US millions)</i>	2017E	Q2'2017	2016	2015
Pension contributions ²	132	34	162	143
OPEB payments	14	3	13	13
Operating pension and OPEB costs ³	40	11	42	44
Non-op. pension and OPEB (credits)/costs ^{3,4}	(10)	(1)	8	50
Total pension and OPEB costs	30	10	50	94

1. Pension plans.

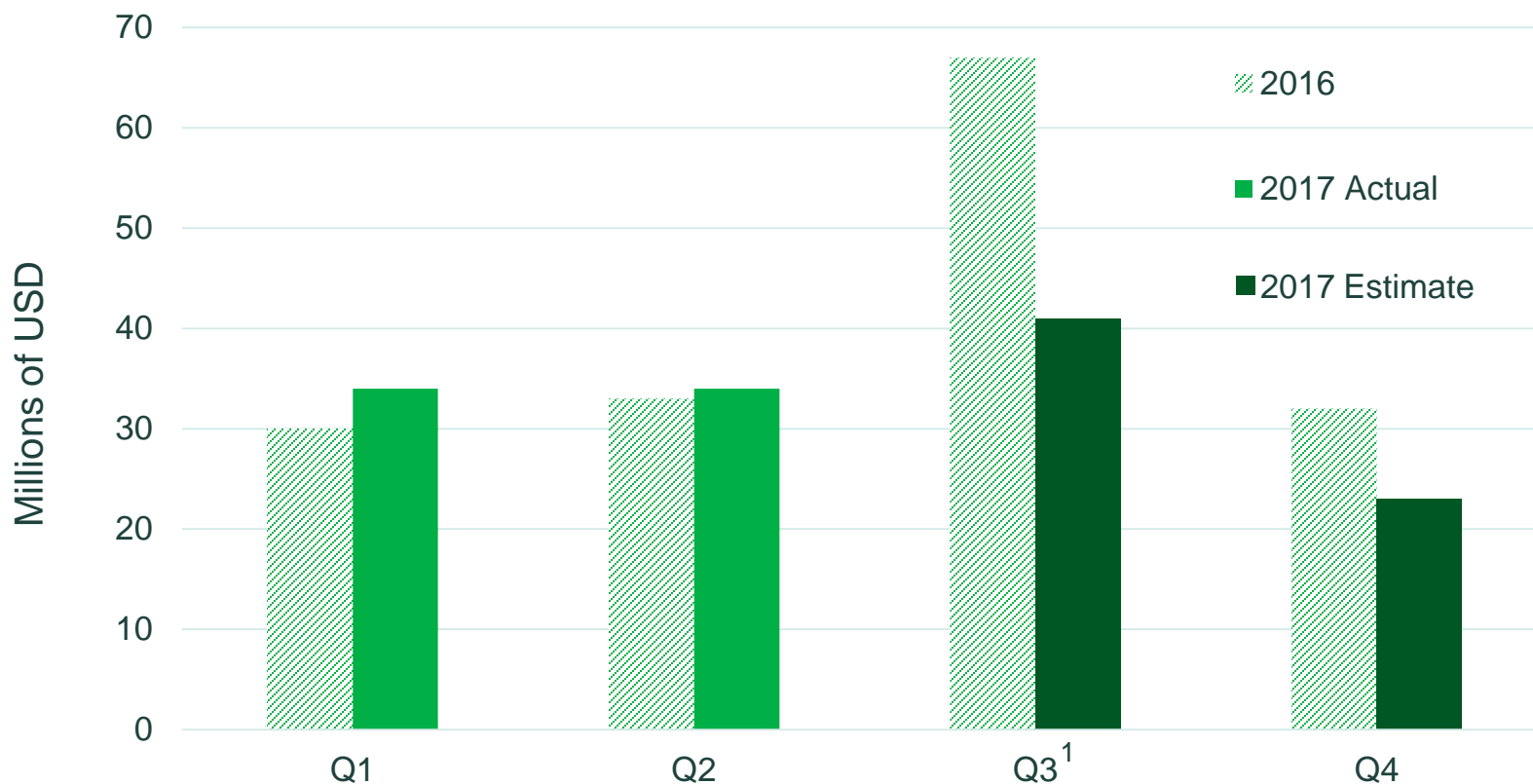
2. Includes defined benefit and defined contribution plans.

3. Starting in 2017, the amortization of prior service credits is retrospectively presented under "non-operating pension and OPEB costs." Amortization of prior service credits of \$15 million, \$16 million and \$16 million for the years ended December 31, 2017, 2016 and 2015 respectively, are currently presented as a reduction of costs under "non-operating pension and OPEB costs."

4. Excluded from Adjusted EBITDA.

PENSION

Quarterly Pension Contributions



1. Contributions will be reduced retroactively in the third quarter of 2017 by \$10 million following the finalization of the 2017 annual contributions to the Quebec pension plans in July. Q3 2017 also includes US pension plan contributions of \$16 million compared to \$7 million in Q1 and \$9 million in Q2, and capacity reduction contributions of \$10 million.

2017 PRIORITIES

1. Operating performance improvement

- Stronger second quarter productivity metrics in our market pulp and wood products segments

2. Countervailing lumber duties

- Lower combined rate than our largest competitors
- Softwood lumber exports from Central Canada to the United States should be free of any trade barriers

3. Improved financial flexibility

- Leverage reduced with with \$41 million of debt repayments in the second quarter



OUTLOOK

Pulp:

Cautiously optimistic that market conditions will remain relatively favorable through the third quarter. All outages are complete except at St-Félicien in Q3

Tissue:

Sales remain the top priority. Progress to accelerate with leadership change

Wood Products:

Underlying fundamentals continue to strengthen. The segment will continue to perform well in the short-term

Paper:

Ongoing demand declines are expected to continue

APPENDIX A

RESOLUTE FOREST PRODUCTS INC.
RECONCILIATION OF OPERATING INCOME AND NET INCOME ADJUSTED FOR SPECIAL ITEMS

A reconciliation of our operating income, net income and net income per share reported before special items is presented in the tables below. See Note 1 to the Reconciliations of Non-GAAP Measures regarding our use of non-GAAP measures contained in our August 3, 2017, press release available on our website.

Three months ended June 30, 2017 (unaudited, in millions, except per share amounts)	Operating income (loss)	Net income (loss)	EPS
GAAP, as reported	\$ (47)	\$ (74)	\$ (0.82)
Adjustments for special items:			
Foreign currency translation gain	-	(3)	(0.03)
Closure costs, impairment and other related charges	65	65	0.72
Inventory write-downs related to closures	9	9	0.10
Start-up costs	7	7	0.08
Non-operating pension and OPEB credits	(1)	(1)	(0.01)
Other income, net	-	(2)	(0.02)
Income tax effect of special items	-	(4)	(0.05)
Adjusted for special items	\$ 33	\$ (3)	\$ (0.03)
Three months ended June 30, 2016 (unaudited, in millions, except per share amounts)	Operating income (loss)	Net income (loss)	EPS
GAAP, as reported	\$ (18)	\$ (42)	\$ (0.47)
Adjustments for special items:			
Foreign currency translation loss	-	3	0.03
Closure costs, impairment and other related charges	37	37	0.41
Inventory write-downs related to closures	5	5	0.06
Start-up costs	1	1	0.01
Non-operating pension and OPEB costs	2	2	0.02
Other income, net	-	(3)	(0.03)
Income tax effect of special items	-	(1)	(0.01)
Adjusted for special items	\$ 27	\$ 2	\$ 0.02

Six months ended June 30, 2017 (unaudited, in millions, except per share amounts)	Operating income (loss)	Net income (loss)	EPS
GAAP, as reported	\$ (53)	\$ (121)	\$ (1.34)
Adjustments for special items:			
Foreign currency translation gain	-	(3)	(0.03)
Closure costs, impairment and other related charges	72	72	0.80
Inventory write-downs related to closures	13	13	0.14
Start-up costs	15	15	0.16
Non-operating pension and OPEB credits	(4)	(4)	(0.05)
Other income, net	-	(2)	(0.02)
Income tax effect of special items	-	(3)	(0.03)
Adjusted for special items	\$ 43	\$ (33)	\$ (0.37)

Six months ended June 30, 2016 (unaudited, in millions, except per share amounts)	Operating income (loss)	Net income (loss)	EPS
GAAP, as reported	\$ (18)	\$ (50)	\$ (0.56)
Adjustments for special items:			
Foreign currency translation gain	-	(3)	(0.03)
Closure costs, impairment and other related charges	37	37	0.42
Inventory write-downs related to closures	5	5	0.06
Start-up costs	4	4	0.04
Net gain on disposition of assets	(2)	(2)	(0.02)
Non-operating pension and OPEB costs	4	4	0.04
Other income, net	-	(10)	(0.11)
Income tax effect of special items	-	(5)	(0.06)
Adjusted for special items	\$ 30	\$ (20)	\$ (0.22)

RESOLUTE FOREST PRODUCTS INC.
RECONCILIATION OF EBITDA AND ADJUSTED EBITDA

A reconciliation of our net income including noncontrolling interests to EBITDA and Adjusted EBITDA is presented in the tables below. See Note 1 to the Reconciliations of Non-GAAP Measures regarding our use of the non-GAAP measures EBITDA and Adjusted EBITDA contained in our August 3, 2017, press release available on our website.

Three months ended June 30, 2017								
(unaudited, in millions)								
	Market pulp	Tissue	Wood products	Newsprint	Specialty papers	Corporate and other	Total	
Net income (loss) including noncontrolling interests	\$ 16	\$ (1)	\$ 45	\$ (7)	\$ (7)	\$ (119)	\$	(73)
Interest expense						12		12
Income tax provision						19		19
Depreciation and amortization	8	1	7	17	11	6		50
EBITDA	\$ 24	\$ -	\$ 52	\$ 10	\$ 4	\$ (82)	\$	8
Foreign currency translation gain						(3)		(3)
Closure costs, impairment and other related charges						65		65
Inventory write-downs related to closures						9		9
Start-up costs						7		7
Non-operating pension and OPEB credits						(1)		(1)
Other income, net						(2)		(2)
Adjusted EBITDA	\$ 24	\$ -	\$ 52	\$ 10	\$ 4	\$ (7)	\$	83
Three months ended June 30, 2016								
(unaudited, in millions)								
	Market pulp	Tissue	Wood products	Newsprint	Specialty papers	Corporate and other	Total	
Net income (loss) including noncontrolling interests	\$ 10	\$ (4)	\$ 20	\$ (4)	\$ 15	\$ (77)	\$	(40)
Interest expense						9		9
Income tax provision						13		13
Depreciation and amortization	11	2	9	19	10	3		54
EBITDA	\$ 21	\$ (2)	\$ 29	\$ 15	\$ 25	\$ (52)	\$	36
Foreign currency translation loss						3		3
Closure costs, impairment and other related charges						37		37
Inventory write-downs related to closures						5		5
Start-up costs						1		1
Non-operating pension and OPEB costs						2		2
Other income, net						(3)		(3)
Adjusted EBITDA	\$ 21	\$ (2)	\$ 29	\$ 15	\$ 25	\$ (7)	\$	81

Six months ended June 30, 2017
(unaudited, in millions)

	Market pulp	Tissue	Wood products	Newsprint	Specialty papers	Corporate and other	Total
Net income (loss) including noncontrolling interests	\$ 23	\$ (1)	\$ 65	\$ (11)	\$ (3)	\$ (192)	\$ (119)
Interest expense						23	23
Income tax provision						48	48
Depreciation and amortization	16	2	16	33	23	11	101
EBITDA	\$ 39	\$ 1	\$ 81	\$ 22	\$ 20	\$ (110)	\$ 53
Foreign currency translation gain						(3)	(3)
Closure costs, impairment and other related charges						72	72
Inventory write-downs related to closures						13	13
Start-up costs						15	15
Non-operating pension and OPEB credits						(4)	(4)
Other income, net						(2)	(2)
Adjusted EBITDA	\$ 39	\$ 1	\$ 81	\$ 22	\$ 20	\$ (19)	\$ 144

Six months ended June 30, 2016
(unaudited, in millions)

	Market pulp	Tissue	Wood products	Newsprint	Specialty papers	Corporate and other	Total
Net income (loss) including noncontrolling interests	\$ 29	\$ (6)	\$ 16	\$ (9)	\$ 20	\$ (97)	\$ (47)
Interest expense						19	19
Income tax provision						23	23
Depreciation and amortization	18	4	16	39	23	6	106
EBITDA	\$ 47	\$ (2)	\$ 32	\$ 30	\$ 43	\$ (49)	\$ 101
Foreign currency translation gain						(3)	(3)
Closure costs, impairment and other related charges						37	37
Inventory write-downs related to closures						5	5
Start-up costs						4	4
Net gain on disposition of assets						(2)	(2)
Non-operating pension and OPEB costs						4	4
Other income, net						(10)	(10)
Adjusted EBITDA	\$ 47	\$ (2)	\$ 32	\$ 30	\$ 43	\$ (14)	\$ 136

APPENDIX B

Resolute Forest Products Inc.

Financial and Operating Statistics (Page 1 of 5)

(in millions, except per share amounts and otherwise indicated)

Income Statement Data

	2016 ⁽¹⁾					2017 ⁽¹⁾				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
Sales	\$ 877	\$ 891	\$ 888	\$ 889	\$ 3,545	\$ 872	\$ 858			\$ 1,730
Operating income (loss)	-	(18)	10	(18)	(26)	(6)	(47)			(53)
Interest expense	(10)	(9)	(10)	(9)	(38)	(11)	(12)			(23)
Other income (expense), net	13	-	1	(7)	7	-	5			5
Net income (loss) including noncontrolling interests	(7)	(40)	15	(44)	(76)	(46)	(73)			(119)
Net income (loss) attributable to noncontrolling interests	1	2	1	1	5	1	1			2
Net income (loss) attributable to Resolute Forest Products Inc.	(8)	(42)	14	(45)	(81)	(47)	(74)			(121)
Diluted net income (loss) per share attributable to Resolute Forest Products Inc. common shareholders	\$ (0.09)	\$ (0.47)	\$ 0.15	\$ (0.50)	\$ (0.90)	\$ (0.52)	\$ (0.82)			\$ (1.34)
Dividends declared per common share	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			\$ -
Average diluted shares outstanding (in thousands)	89,610	89,818	90,392	90,068	89,882	90,195	90,344			90,323
Ending shares outstanding (in thousands)	89,493	89,505	89,507	89,751	89,751	89,751	89,751			89,751

Financial Position

Cash and cash equivalents	\$ 37	\$ 40	\$ 55	\$ 35	\$ 35	\$ 39	\$ 44			\$ 44
Working capital ⁽²⁾	620	573	578	580	580	630	580			580
Fixed assets, net	1,811	1,801	1,839	1,842	1,842	1,866	1,779			1,779
Total assets	4,289	4,245	4,312	4,277	4,277	4,335	4,171			4,171
Current portion of long-term debt	1	1	1	1	1	1	1			1
Long-term debt, net of current portion	610	610	726	761	761	880	839			839
Net debt ⁽³⁾	574	571	672	727	727	842	796			796
Liquidity ⁽⁴⁾	443	452	520	468	468	380	414			414
Total Resolute Forest Products Inc. shareholders' equity	1,932	1,899	1,919	1,693	1,693	1,655	1,590			1,590
Noncontrolling interests	14	16	17	18	18	19	20			20
Total equity	1,946	1,915	1,936	1,711	1,711	1,674	1,610			1,610

Cash Flow Information

Cash flows provided by (used in) operations	\$ 6	\$ 63	\$ (18)	\$ 30	\$ 81	\$ (39)	\$ 99			\$ 60
Cash invested in fixed assets	(47)	(52)	(78)	(72)	(249)	(69)	(47)			(116)
Dispositions of assets	5	-	-	-	5	-	-			-
Decrease (increase) in countervailing duty cash deposits on supercalendered paper	(6)	(6)	(5)	(6)	(23)	(5)	(7)			(12)
Decrease (increase) in countervailing duty cash deposits on softwood lumber	-	-	-	-	-	-	(4)			(4)
Cash flows provided by (used in) investing activities	(48)	(59)	(82)	(84)	(273)	(75)	(54)			(129)
Issuance of long-term debt	-	-	46	-	46	-	-			-
Net borrowings under revolving credit facilities	20	-	70	35	125	118	(41)			77
Cash flows provided by (used in) financing activities	20	(1)	115	35	169	118	(41)			77

Resolute Forest Products Inc.

Financial and Operating Statistics (Page 2 of 5)

(in millions, except per unit items and otherwise indicated)

Sales

	2016 ⁽¹⁾					2017 ⁽¹⁾				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
Market pulp	\$ 211	\$ 210	\$ 198	\$ 217	\$ 836	\$ 209	\$ 213			\$ 422
Tissue	23	24	23	19	89	20	20			40
Wood products	119	145	168	164	596	177	197			374
Newsprint	257	257	242	253	1,009	226	201			427
Specialty papers	267	255	257	236	1,015	240	227			467
Total sales	\$ 877	\$ 891	\$ 888	\$ 889	\$ 3,545	\$ 872	\$ 858			\$ 1,730
Shipments to 3rd Parties (thousands of units)										
Market pulp (mt)	352	345	323	368	1,388	353	336			689
Tissue (st)	15	16	15	12	58	14	15			29
Wood products (mbf)	390	445	506	503	1,844	505	509			1,014
Newsprint (mt)	519	510	470	493	1,992	443	397			840
Specialty papers (st)	393	382	384	355	1,514	364	349			713
Average Transaction Price per Unit										
Market pulp (\$/mt)	\$ 601	\$ 607	\$ 610	\$ 592	\$ 602	\$ 593	\$ 632			\$ 612
Tissue (\$/st)	1,489	1,560	1,549	1,521	1,530	1,391	1,395			1,393
Wood products (\$/mbf)	306	325	331	327	323	350	386			368
Newsprint (\$/mt)	495	504	515	512	506	510	509			509
Specialty papers (\$/st)	679	668	672	665	671	659	651			655

Resolute Forest Products Inc.

Financial and Operating Statistics (Page 3 of 5)

(in millions, except per unit items and otherwise indicated)

Operating Income (Loss)

	First	Second	Third	Fourth	Total
Market pulp	\$ 19	\$ 10	\$ 4	\$ 4	\$ 37
Tissue	(2)	(4)	(5)	1	(10)
Wood products	(4)	20	36	17	69
Newsprint	(5)	(4)	(8)	1	(16)
Specialty papers	5	15	(4)	3	19
Corporate and other	(13)	(55)	(13)	(44)	(125)
Total operating income (loss)	\$ -	\$ (18)	\$ 10	\$ (18)	\$ (26)

Selling, General and Administrative Expenses

Market pulp	\$ 7	\$ 7	\$ 8	\$ 6	\$ 28
Tissue	2	3	2	2	9
Wood products	5	7	6	4	22
Newsprint	10	9	10	8	37
Specialty papers	6	7	7	5	25
Corporate and other	8	7	4	9	28
Total selling, general and administrative expenses	\$ 38	\$ 40	\$ 37	\$ 34	\$ 149

Operating Cost per Unit

Market pulp (\$/mt)	\$ 547	\$ 579	\$ 597	\$ 579	\$ 575
Tissue (\$/st)	1,643	1,792	1,878	1,367	1,682
Wood products (\$/mbf)	317	278	263	292	286
Newsprint (\$/mt)	505	512	532	513	515
Specialty papers (\$/st)	666	629	681	658	658

Product Inventory (thousands of units)

Market pulp (mt)	94	83	100	91	91
Tissue (st)	5	3	4	5	5
Wood products (mbf)	126	129	121	124	124
Newsprint (mt)	104	96	105	105	105
Specialty papers (st)	78	88	75	92	92

2017 ⁽¹⁾

First	Second	Third	Fourth	Total
\$ 7	\$ 16			\$ 23
-	(1)			(1)
20	45			65
(4)	(7)			(11)
4	(7)			(3)
(33)	(93)			(126)
\$ (6)	\$ (47)			\$ (53)
\$ 8	\$ 8			\$ 16
2	1			3
6	7			13
10	8			18
7	6			13
10	7			17
\$ 43	\$ 37			\$ 80
\$ 575	\$ 583			\$ 579
1,435	1,429			1,432
310	299			304
519	525			522
647	673			660
92	94			94
8	8			8
147	125			125
107	114			114
100	93			93

Resolute Forest Products Inc.
Financial and Operating Statistics (Page 4 of 5)

(in millions)	2016 ⁽¹⁾					2017 ⁽¹⁾				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
Net Income (Loss) Including Noncontrolling Interests										
Market pulp	\$ 19	\$ 10	\$ 4	\$ 4	\$ 37	\$ 7	\$ 16			\$ 23
Tissue	(2)	(4)	(5)	1	(10)	-	(1)			(1)
Wood products	(4)	20	36	17	69	20	45			65
Newsprint	(5)	(4)	(8)	1	(16)	(4)	(7)			(11)
Specialty papers	5	15	(4)	3	19	4	(7)			(3)
Corporate and other	(20)	(77)	(8)	(70)	(175)	(73)	(119)			(192)
Total net income (loss) including noncontrolling interests	\$ (7)	\$ (40)	\$ 15	\$ (44)	\$ (76)	\$ (46)	\$ (73)			\$ (119)
Interest Expense	\$ 10	\$ 9	\$ 10	\$ 9	\$ 38	\$ 11	\$ 12			\$ 23
Income Tax Provision (Benefit)	\$ 10	\$ 13	\$ (14)	\$ 10	\$ 19	\$ 29	\$ 19			\$ 48
Depreciation and Amortization										
Market pulp	\$ 7	\$ 11	\$ 10	\$ 9	\$ 37	\$ 8	\$ 8			\$ 16
Tissue	2	2	2	(1)	5	1	1			2
Wood products	7	9	7	8	31	9	7			16
Newsprint	20	19	17	18	74	16	17			33
Specialty papers	13	10	11	11	45	12	11			23
Corporate and other	3	3	4	4	14	5	6			11
Total depreciation and amortization	\$ 52	\$ 54	\$ 51	\$ 49	\$ 206	\$ 51	\$ 50			\$ 101
EBITDA ⁽⁵⁾										
Market pulp	\$ 26	\$ 21	\$ 14	\$ 13	\$ 74	\$ 15	\$ 24			\$ 39
Tissue	-	(2)	(3)	-	(5)	1	-			1
Wood products	3	29	43	25	100	29	52			81
Newsprint	15	15	9	19	58	12	10			22
Specialty papers	18	25	7	14	64	16	4			20
Corporate and other	3	(52)	(8)	(47)	(104)	(28)	(82)			(110)
Total EBITDA	\$ 65	\$ 36	\$ 62	\$ 24	\$ 187	\$ 45	\$ 8			\$ 53
Special Items ⁽⁵⁾										
Foreign currency translation (gain) loss	\$ (6)	\$ 3	\$ -	\$ 10	\$ 7	\$ -	\$ (3)			\$ (3)
Closure costs, impairment and other related charges	-	37	-	25	62	7	65			72
Inventory write-downs related to closures	-	5	-	2	7	4	9			13
Net (gain) loss on disposition of assets	(2)	-	-	-	(2)	-	-			-
Non-operating pension and OPEB costs (credits)	2	2	2	2	8	(3)	(1)			(4)
Start-up costs	3	1	1	3	8	8	7			15
Other (income) expense, net	(7)	(3)	(1)	(3)	(14)	-	(2)			(2)
Total special items	\$ (10)	\$ 45	\$ 2	\$ 39	\$ 76	\$ 16	\$ 75			\$ 91
Adjusted EBITDA ⁽⁵⁾										
Market pulp	\$ 26	\$ 21	\$ 14	\$ 13	\$ 74	\$ 15	\$ 24			\$ 39
Tissue	-	(2)	(3)	-	(5)	1	-			1
Wood products	3	29	43	25	100	29	52			81
Newsprint	15	15	9	19	58	12	10			22
Specialty papers	18	25	7	14	64	16	4			20
Corporate and other	(7)	(7)	(6)	(8)	(28)	(12)	(7)			(19)
Total adjusted EBITDA	\$ 55	\$ 81	\$ 64	\$ 63	\$ 263	\$ 61	\$ 83			\$ 144

Financial and Operating Statistics (Page 5 of 5)

Notes

¹ In the first quarter of 2017, we changed our presentation of segment operating income to reallocate the amortization of prior service credits component of pension and other postretirement benefit (or "OPEB") costs from the reportable segments to corporate and other. Current service costs will continue to be allocated to the reportable segments. We now also treat the amortization of prior service credits component of pension and OPEB costs as a special item to be adjusted for purposes of establishing our non-GAAP performance measures, listed below, together with our non-operating pension and OPEB costs and credits. This approach is consistent with the indicators management uses internally to evaluate performance. Prior period amounts have been reclassified to conform to the 2017 presentation.

² We define working capital as current assets less current liabilities excluding cash and cash equivalents and debt.

³ We define net debt as total debt less cash and cash equivalents.

⁴ We define liquidity as cash and cash equivalents and availability under our revolving credit facilities.

⁵ EBITDA by reportable segment is calculated as net income (loss) including noncontrolling interests from the consolidated statements of operations, allocated to each of our reportable segments (market pulp, tissue, wood products, newsprint and specialty papers) in accordance with FASB ASC 290, "Segment Reporting," adjusted for depreciation and amortization. EBITDA for corporate and other is calculated as net income (loss) including noncontrolling interests 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 foreign currency translation gains and losses, closure costs, impairment and other related charges, inventory write-downs related to closures, start-up costs, gains and losses on disposition of assets, non-operating pension and OPEB costs and credits and other charges or credits. Special items are allocated to corporate and other.

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 more easily compare our ongoing 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 SEC.

RESOLUTE FOREST PRODUCTS Q2 2017 RESULTS

RICHARD GARNEAU, PRESIDENT & CEO
JO-ANN LONGWORTH, SVP & CFO

August 3, 2017