



Ernst & Young Inc.
800, boul. René-Lévesque Ouest
Bureau 1900
Montréal, Québec H3B 1X9
Tél/Tel: 514 875 6060
Télééc/Fax: 514 879 2600
ey.com/ca

July 7, 2010

To the Creditors of White Birch Paper Company and its affiliates¹ ("Companies")

RE: Proceedings under the Companies' Creditors Arrangement Act²

Notice is hereby given that the Monitor prepared a report, dated July 7, 2010, that pertains to the cash flow results of the above-named Companies and their request for an extension of the Initial Order.

A copy of the Monitor's report can be found at www.ey.com/ca/WhiteBirch.

Yours very truly,

ERNST & YOUNG INC.

in its capacity as Court appointed Monitor in the matter of
the proposed plan of arrangement of
White Birch Paper Company and its affiliates

Per: Martin P. Rosenthal, CA, CIRP
Senior Vice President

¹ The entities subject to the Initial Order are White Birch Paper Holding Company, White Birch Paper Company, Stadacona General Partner Inc., Black Spruce Paper Inc., F.F. Soucy General Partner Inc., 3120772 Nova Scotia Company, Arrimage De Gros Cacouna Inc., Papier Masson Ltée., Stadacona Limited Partnership, F.F. Soucy Limited Partnership, and F.F. Soucy, Inc. & Partners, Limited Partnership.

² R.S.C. 1985, c. C-36, as amended.