

Form 51-102F3
Material Change Report

Item 1. Name and Address of Company

Interfor Corporation (the "Company")
Four Bentall Centre
3500 – 1055 Dunsmuir St.
Vancouver, BC V7X 1H7

Item 2. Date of Material Change

March 26, 2020

Item 3. News Release

On March 26, 2020, a news release in respect of the material change was disseminated through GlobeNewswire service.

Item 4. Summary of Material Change

Interfor Corporation announced an update regarding its recent business initiatives.

Item 5.1 Full Description of Material Change

Interfor Corporation announced an update regarding its recent business initiatives.

Completion of US\$100 Million of Long-Term Debt Financing

The Company has completed the previously announced US\$100 million of long-term debt financing with Prudential Private Capital. These senior secured notes carry an average interest rate of approximately 3.30% and have a final maturity in 2030. As a result of the transaction, Interfor's available liquidity as of March 26, 2020 is greater than \$400 million, which is comprised of cash balances and availability under its \$350 million bank credit facility.

Expansion of Production Curtailments

On March 18, 2020, Interfor announced that it would temporarily reduce production across its operations in British Columbia, the Pacific Northwest and the US South. These curtailments were planned for a two-week period. In order to focus on the ongoing safety and health of Interfor's employees and as a result of the lumber market disruption, the Company will further reduce sawmill production, which will total approximately 50 million board feet for the week of March 30, 2020. The Company will continue to evaluate and adjust production based on evolving market conditions and employee safety considerations. During this period, the Company will continue to sell and ship lumber from inventory in order to align with its customers.

Item 5.2 Disclosure for Restructuring Transactions

Not applicable.

Item 6. Reliance on subsection 7.1(2) of National Instrument 51-102

Not applicable.

Item 7. Omitted Information

Not applicable.

Item 8. Executive Officer

Xenia Kritsos
General Counsel & Corporate Secretary
604-689-6800

Item 9. Date of Report

April 2, 2020