

Financial and Operating Statistics⁽²⁾ (Page 1 of 4)Under Creditor Protection Proceedings as of April 16 and 17, 2009⁽¹⁾

Dollars in millions, except per-share amounts	2009					2010				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
Income Statement Data										
Total sales	\$ 1,113	\$ 1,036	\$ 1,091	\$ 1,126	\$ 4,366	\$ 1,100	\$ 1,182	\$ 1,192		\$ 3,474
Operating (loss) income	(14)	(285)	(33)	(43)	(375)	(110)	(73)	12		(171)
Interest income	-	-	-	-	-	-	-	-		-
Interest expense, net of capitalized interest	(192)	(143)	(126)	(136)	(597)	(189)	(129)	(99)		(417)
Other income (expense), net	(1)	(30)	(25)	(15)	(71)	(3)	41	(6)		32
Net loss including noncontrolling interests	(210)	(513)	(519)	(318)	(1,560)	(506)	(300)	(829)		(1,635)
Noncontrolling interests	(8)	3	8	4	7	6	3	-		9
Loss attributable to AbitibiBowater	(218)	(510)	(511)	(314)	(1,553)	(500)	(297)	(829)		(1,626)
Diluted net loss per common share	(3.78)	(8.84)	(8.85)	(5.43)	(26.91)	(8.68)	\$ (5.15)	\$ (14.35)		(28.18)
Dividends declared per common share	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	-	\$ -		\$ -
Average diluted shares outstanding (in thousands)	57,657	57,703	57,704	57,704	57,689	57,704	57,704	57,704		57,704
Ending shares outstanding (in thousands)	57,703	57,704	57,704	57,704	57,704	57,704	57,704	57,704		57,704
Sales by Segment										
Newsprint	\$ 494	\$ 441	\$ 396	\$ 471	\$ 1,802	\$ 433	\$ 456	\$ 429		\$ 1,318
Coated papers	114	94	105	103	416	106	114	128		348
Specialty papers	345	328	340	318	1,331	299	329	347		975
Market pulp	102	117	147	152	518	163	172	184		519
Wood products	53	56	95	86	290	99	111	104		314
Timber / other	5	-	8	(4)	9	-	-	-		-
Total sales	\$ 1,113	\$ 1,036	\$ 1,091	\$ 1,126	\$ 4,366	\$ 1,100	\$ 1,182	\$ 1,192		\$ 3,474
Income (Loss) by Segment										
Newsprint	\$ (3)	\$ (81)	\$ (140)	\$ (129)	\$ (353)	\$ (102)	\$ (49)	\$ (8)		\$ (159)
Coated papers	23	27	24	15	89	(4)	5	13		14
Specialty papers	26	21	10	28	85	(8)	(25)	(6)		(39)
Market pulp	(11)	38	41	44	112	13	24	55		92
Wood products	(27)	(20)	(13)	4	(56)	2	3	(1)		4
Net gain on disposition of assets	52	1	38	-	91	9	4	1		14
Corporate / other / severance / impairment ⁽³⁾	(74)	(271)	7	(5)	(343)	(20)	(35)	(42)		(97)
Total loss by segment	\$ (14)	\$ (285)	\$ (33)	\$ (43)	\$ (375)	\$ (110)	\$ (73)	\$ 12		\$ (171)

Financial and Operating Statistics⁽²⁾ (page 2 of 4)Under Creditor Protection Proceedings as of April 16 and 17, 2009⁽¹⁾

Dollars in millions, except per ton items	2009					2010				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
Depreciation and Amortization by Segment										
Newsprint	\$ 87	\$ 67	\$ 69	\$ 68	\$ 291	\$ 66	\$ 56	\$ 50		\$ 172
Coated papers	8	6	6	8	28	7	7	8		22
Specialty papers	45	38	38	30	151	29	34	33		96
Market pulp	12	14	13	13	52	13	12	12		37
Wood products	11	13	13	12	49	13	11	9		33
Corporate / other	3	10	8	10	31	4	5	7		16
Total depreciation	\$ 166	\$ 148	\$ 147	\$ 141	\$ 602	\$ 132	\$ 125	\$ 119		\$ 376
EBITDA by Segment ⁽⁴⁾										
Newsprint	\$ 84	\$ (14)	\$ (71)	\$ (61)	\$ (62)	\$ (36)	\$ 7	\$ 42		\$ 13
Coated papers	31	33	30	23	117	3	12	21		36
Specialty papers	71	59	48	57	236	21	9	27		57
Market pulp	1	52	54	57	164	26	36	67		129
Wood products	(16)	(7)	-	16	(7)	15	14	8		37
Corporate / other / severance / impairment	(71)	(261)	15	5	(312)	(16)	(30)	(35)		(81)
Total EBITDA	\$ 100	\$ (138)	\$ 76	\$ 98	\$ 136	\$ 13	\$ 48	\$ 130		\$ 191
Average Transaction Price per Unit										
Newsprint (mt)	\$ 682	\$ 581	\$ 507	\$ 527	\$ 571	\$ 545	\$ 597	\$ 619		\$ 585
Coated papers (st)	784	729	714	692	730	668	685	733		696
Specialty papers (st)	829	746	684	681	731	684	675	687		682
Market pulp (mt)	535	498	540	612	548	676	767	776		738
Wood products (mbf)	212	205	320	269	254	300	329	289		306
Operating Cost per Unit										
Newsprint (mt)	\$ 685	\$ 688	\$ 686	\$ 672	\$ 682	\$ 674	\$ 661	\$ 631		\$ 656
Coated papers (st)	628	524	546	593	574	690	655	661		668
Specialty papers (st)	766	697	664	623	685	703	727	698		709
Market pulp (mt)	592	335	391	436	430	621	659	546		608
Wood products (mbf)	319	278	364	256	303	295	319	291		301
Shipments to 3rd Parties (thousands of units)										
Newsprint (mt)	725	759	780	893	3,157	795	763	694		2,252
Coated papers (st)	145	129	147	150	571	159	166	175		500
Specialty papers (st)	416	440	497	466	1,819	436	488	505		1,429
Market pulp (mt)	191	234	272	249	946	241	225	236		702
Wood products (mbf)	254	270	298	321	1,143	331	334	363		1,028

Financial and Operating Statistics⁽²⁾ (page 3 of 4)Under Creditor Protection Proceedings as of April 16 and 17, 2009⁽¹⁾

	2009					2010				
	First	Second	Third	Fourth	Total	First	Second	Third	Fourth	Total
Dollars in millions, except per ton items										
Product Inventory (thousands of units)										
Newsprint (mt)	193	187	149	117	117	141	90	109		109
Coated papers (st)	38	30	18	22	22	20	20	23		23
Specialty papers (st)	143	126	92	86	86	93	79	90		90
Market pulp (mt)	71	90	65	53	53	45	47	70		70
Financial Position										
Cash and cash equivalents	\$ 181	\$ 479	\$ 569	\$ 774	\$ 774	\$ 750	\$ 708	\$ 540		\$ 540
Working capital (excluding debt)	1,087	1,870	1,999	1,675	1,675	1,733	1,657	1,483		1,483
Fixed assets, net	4,474	4,369	4,101	3,897	3,897	3,670	3,402	3,279		3,279
Total assets	7,673	7,775	7,603	7,112	7,112	7,010	6,649	6,447		6,447
Current installments of long-term debt (including short-term bank debt)	1,341	1,541	1,591	1,191	1,191	1,309	1,306	1,142		1,142
Long-term debt, net of current installments ^(2,5)	4,809	35	35	274	274	283	273	281		281
Liabilities subject to compromise ⁽²⁾	-	6,424	6,550	6,761	6,761	7,093	7,065	7,859		7,859
Total AbitibiBowater shareholders' deficit	(715)	(1,201)	(1,675)	(2,091)	(2,091)	(2,595)	(2,901)	(3,789)		(3,789)
Noncontrolling interests	136	140	139	122	122	117	113	116		116
Total deficit	(579)	(1,061)	(1,536)	(1,969)	(1,969)	(2,478)	(2,788)	(3,673)		(3,673)
Cash Flow Information										
Operating (loss) income	\$ (14)	\$ (285)	\$ (33)	\$ (43)	\$ (375)	\$ (110)	\$ (73)	\$ 12		\$ (171)
Depreciation, amortization and cost of timber harvested	166	148	147	141	602	132	125	119		376
Deferred income taxes	23	(13)	54	(182)	(118)	2	(9)	4		(3)
Cash flows (used in) provided by operations	(13)	76	8	(25)	46	27	(30)	18		15
Cash invested in fixed assets, timber and timberlands	(25)	(28)	(27)	(21)	(101)	(11)	(15)	(16)		(42)
Dispositions of assets and timber and timberlands	68	1	50	554	673	24	38	21		83
Cash flows (used in) provided by investing activities	46	14	59	383	502	(12)	(7)	(19)		(38)
Cash dividends to noncontrolling interests	(7)	-	-	-	(7)	-	-	-		-
Cash flows provided by (used in) financing activities	(44)	208	23	(153)	34	(21)	(5)	(167)		(193)

Financial and Operating Statistics⁽²⁾ (page 4 of 4)*Under Creditor Protection Proceedings as of April 16 and 17, 2009⁽¹⁾***Notes**

¹ On April 16, 2009, AbitibiBowater and certain of its U.S. and Canadian subsidiaries filed voluntary petitions (collectively, the "Chapter 11 Cases") in the United States Bankruptcy Court for the District of Delaware (the "U.S. Court") for relief under the provisions of Chapter 11 of the United States Bankruptcy Code, as amended ("Chapter 11"). In addition, on April 17, 2009, AbitibiBowater and certain of its Canadian subsidiaries sought creditor protection (the "CCAA Proceedings") under the Companies' Creditors Arrangement Act with the Superior Court of Quebec in Canada. On April 17, 2009, Abitibi-Consolidated Inc. and its wholly-owned subsidiary, Abitibi-Consolidated Company of Canada, each filed a voluntary petition for provisional and final relief (the "Chapter 15 Cases") in the U.S. Court under the provisions of Chapter 15 of the United States Bankruptcy Code, as amended, to obtain recognition and enforcement in the United States of certain relief granted in the CCAA Proceedings. The Chapter 11 Cases, the Chapter 15 Cases and the CCAA Proceedings are collectively referred to as the "Creditor Protection Proceedings." Our subsidiaries which own our Bridgewater, United Kingdom and Mokpo, South Korea operations and almost all of our less than wholly-owned subsidiaries were not included in the Creditor Protection Proceedings and will continue to operate outside of such proceedings.

² Our financial and operating statistics have been prepared on a going concern basis, which contemplates the realization of assets and the satisfaction of liabilities in the normal course of business. We have applied the AICPA's Statement of Position 90-7, "Financial Reporting by Entities in Reorganization Under the Bankruptcy Code," in preparing our financial statements, which requires us to distinguish transactions and events that are directly associated with the reorganization from the ongoing operations of our business. Accordingly, certain expenses associated with the restructuring have been recorded in "Reorganization items, net" in our Financial and Operating Statistics, and pre-petition obligations that might be impaired by the reorganization process have been recorded in "Liabilities subject to compromise" in our Financial and Operating Statistics.

³ Included in Corporate/Other/Severance/Impairment Operating Loss - severance and termination charges of \$(3) million, \$(1) million, \$1 million, and \$3 million in the third quarter of 2010, second quarter of 2010, fourth quarter of 2009, and third quarter of 2009; closure costs, impairment of assets other than goodwill and other related charges, excluding severance and termination charges noted above, of \$4 million, \$5 million, \$(24) million, \$(44) million, \$240 million and \$30 million in the second quarter of 2010, first quarter of 2010, fourth quarter of 2009, third quarter of 2009, second quarter of 2009 and first quarter of 2009, respectively; and inventory write-downs of \$5 million and \$12 million in the third quarter of 2009 and second quarter of 2009, respectively.

⁴ The Company defines EBITDA as operating income (loss) plus depreciation, amortization, cost of timber harvested and asset and goodwill impairment minus net gain on disposition of asset. Therefore, EBITDA by segment includes operating income (loss) by segment plus depreciation, amortization and cost of timber harvested by product as presented in the previous sections. In addition, asset and goodwill impairment charges (Note 3) and net gain on disposition of assets are adjusted through corporate / other / severance / impairment.

⁵ Included in long term debt prior to the second quarter of 2009 are the revaluation (step-up or step-down to fair value) of debt balances.