Reconciliation of Non-GAAP Information to U.S. GAAP

Calculation of Free Cash Flow
In millions

		2000	2001	2002	2003	2004	2005	2006	2007	Average 2004-2007	2008	2009
Cash Provided by Operations *		$ 2,430	$ 1,714	$ 2,094	$ 1,822	$ 2,388	$ 1,510	$ 1,223	$ 1,887	$ 1,752	$ 2,669	$ 4,655
Less:	Cash Invested in Capital Projects											
	Continuing Operations	(1,352)	(975)	(1,005)	(1,166)	(1,262)	(1,155)	(1,009)	(1,288)	(1,179)	(1,002)	(534)
	Businesses Sold and Held for Sale	-	(74)	(4)	-	(66)	(17)	(64)	(4)	(38)	-	-
	Other Investment Activities	-	-	-	-	-	73	(48)	-	6	(102)	(42)
	Cash Received from Alternative Fuel Mixture Credits	-	-	-	-	-	-	-	-		-	(1,702)
Add Back:	Voluntary Pension Plan Contribution	-	-	-	-	-	-	1,000	-	250	-	-
Free Cash Flow		$ 1,078	$ 665	$ 1,085	$ 656	$ 1,060	$ 411	$ 1,102	$ 595	$ 792	$ 1,565	$ 2,377

* As reported in the Company's 10-K for each year at the time of filing

Reconciliation of Non-GAAP Information to U.S. GAAP

Calculation of EBIT from Operating Businesses
In millions

$ Millions	2003	2004	2005	2006	2007	2008	2009	2010 Q2 YTD
Earnings from continuing operations before interest, income taxes, equity earnings, minority interest and cumulative effect of accounting changes	$ 1,112	$ 1,603	$ 1,179	$ 3,709	$ 1,951	$ (661)	$ 1,868	249
Discontinued operations earnings (loss) from operations		166	(32)	98	(19)			
Special Items:								
Restructuring and other charges	298	211	358	300	95	409	1,353	359
Insurance recoveries		(123)	(258)	(19)				
CBPR business integration costs						45	87	
Alternative fuel mixture credit							(2,063)	
Net losses on sales and impairments of business held for sale	32	144	111	1,496	(327)	106	59	
Forestland Sales		(114)		(4,788)	(9)	(6)		
Reserve adjustments	(40)	(35)	(4)	(6)				
Impairment of Goodwill				759		1,777		
EBIT before Special Items	1,402	1,852	1,354	1,549	1,691	1,670	1,304	608
Forest Products Segment EBIT (excl Wood Products)	643	542	721	678	471	409	25	48
Forest Products EBIT as a % of Total EBIT	46%	29%	53%	44%	28%	24%	2%	8%

Reconciliation of Non-GAAP Information to U.S. GAAP

North American Industrial Packaging Earnings Before Depreciation and Special Itmes
In millions

	NA Industrial Packaging			
$ Millions	2007 Full Year	2008 Full Year	2009 Full Year	1H 2010 Run Rate
Earnings from Continuing Operations Before Interest, Income Taxes, Minority Interest, Equity Earnings and Cumulative Effect of Accounting Changes	305	315	794	192
Depreciation, amortization and cost of timber harvested	200	412	640	288
Adjustment to normalize maintenance expenses				41
Special Items:				
Restructuring and other charges		92	740	3
Alternative Fuel Mixture credits			(849)	
EBITDA before Special Items	505	819	1,325	524
Annualize				1,048