

PLUM CREEK TIMBER COMPANY, INC.
CONSOLIDATED STATEMENTS OF INCOME
(UNAUDITED)

| | <u>Twelve Months Ended</u> | |
|--|---|-----------------------------|
| | December 31, <u>2009</u> | December 31, <u>2008</u> |
| | (In Millions, Except Per Share Amounts) | |
| Revenues: | | |
| Timber | \$ 545 | \$ 752 |
| Real Estate | 486 | 432 |
| Manufacturing | 245 | 405 |
| Other | 18 | 25 |
| Total Revenues | <u>1,294</u> | <u>1,614</u> |
| Costs and Expenses: | | |
| Cost of Goods Sold: | | |
| Timber | 431 | 542 |
| Real Estate | 200 | 178 |
| Manufacturing | 257 | 435 |
| Other | 1 | 2 |
| Total Cost of Goods Sold | <u>889</u> | <u>1,157</u> |
| Selling, General and Administrative | 106 | 128 |
| Total Costs and Expenses | <u>995</u> | <u>1,285</u> |
| Other Operating Income (Expense), net | <u>-</u> | <u>(1)</u> |
| Operating Income | 299 | 328 |
| Equity Earnings from Timberland Venture | 55 | 15 |
| Interest Expense, net: | | |
| Interest Expense (Debt Obligations to Unrelated Parties) | 89 | 134 |
| Interest Expense (Note Payable to Timberland Venture) | 58 | 14 |
| Total Interest Expense, net | <u>147</u> | <u>148</u> |
| Gain (Loss) on Extinguishment of Debt | (2) | 11 |
| Income before Income Taxes | 205 | 206 |
| Benefit for Income Taxes | <u>(31)</u> | <u>(27)</u> |
| Net Income | <u>\$ 236</u> | <u>\$ 233</u> |
| Per Share Amounts: | | |
| Net Income per Share - Basic | \$ 1.45 | \$ 1.37 |
| Net Income per Share - Diluted | \$ 1.44 | \$ 1.37 |
| Weighted Average Number of Shares Outstanding | | |
| - Basic | 163.3 | 170.3 |
| - Diluted | 163.4 | 170.7 |

PLUM CREEK TIMBER COMPANY, INC.
CONSOLIDATED STATEMENTS OF INCOME
(UNAUDITED)

Quarter Ended
December 31, December 31,
2009 2008

(In Millions, Except Per Share Amounts)

Revenues:

| | | |
|----------------|--------|--------|
| Timber | \$ 131 | \$ 165 |
| Real Estate | 67 | 215 |
| Manufacturing | 56 | 75 |
| Other | 4 | 6 |
| Total Revenues | 258 | 461 |

Costs and Expenses:

| | | |
|-------------------------------------|-----|-----|
| Cost of Goods Sold: | | |
| Timber | 105 | 122 |
| Real Estate | 21 | 109 |
| Manufacturing | 52 | 90 |
| Other | - | - |
| Total Cost of Goods Sold | 178 | 321 |
| Selling, General and Administrative | 31 | 34 |
| Total Costs and Expenses | 209 | 355 |

| | | |
|---------------------------------------|---|-----|
| Other Operating Income (Expense), net | - | (3) |
|---------------------------------------|---|-----|

| | | |
|------------------|----|-----|
| Operating Income | 49 | 103 |
|------------------|----|-----|

| | | |
|---|----|----|
| Equity Earnings from Timberland Venture | 12 | 15 |
|---|----|----|

Interest Expense, net:

| | | |
|--|----|----|
| Interest Expense (Debt Obligations to Unrelated Parties) | 20 | 29 |
| Interest Expense (Note Payable to Timberland Venture) | 15 | 14 |
| Total Interest Expense, net | 35 | 43 |

| | | |
|---------------------------------------|-----|----|
| Gain (Loss) on Extinguishment of Debt | (3) | 11 |
|---------------------------------------|-----|----|

| | | |
|----------------------------|----|----|
| Income before Income Taxes | 23 | 86 |
|----------------------------|----|----|

| | | |
|--------------------------|-----|-----|
| Benefit for Income Taxes | (5) | (9) |
|--------------------------|-----|-----|

| | | |
|------------|-------|-------|
| Net Income | \$ 28 | \$ 95 |
|------------|-------|-------|

Per Share Amounts:

| | | |
|--------------------------------|---------|---------|
| Net Income per Share - Basic | \$ 0.17 | \$ 0.57 |
| Net Income per Share - Diluted | \$ 0.17 | \$ 0.57 |

| | | |
|---|-------|-------|
| Weighted Average Number of Shares Outstanding | | |
| - Basic | 162.8 | 167.2 |
| - Diluted | 163.0 | 167.4 |

PLUM CREEK TIMBER COMPANY, INC.
CONSOLIDATED BALANCE SHEETS
(UNAUDITED)

| | December 31, <u>2009</u> | December 31, <u>2008</u> |
|---|-----------------------------|-----------------------------|
| (In Millions, Except Per Share Amounts) | | |
| ASSETS | | |
| Current Assets: | | |
| Cash and Cash Equivalents | \$ 299 | \$ 369 |
| Accounts Receivable | 24 | 22 |
| Like-Kind Exchange Funds Held in Escrow | - | 48 |
| Taxes Receivable | 15 | 23 |
| Inventories | 46 | 74 |
| Deferred Tax Asset | 6 | 11 |
| Real Estate Development Properties | 1 | 4 |
| Assets Held for Sale | 115 | 137 |
| Other Current Assets | 13 | 11 |
| | 519 | 699 |
| Timber and Timberlands, net | 3,487 | 3,638 |
| Property, Plant and Equipment, net | 156 | 177 |
| Equity Investment in Timberland Venture | 201 | 199 |
| Deferred Tax Asset | 14 | - |
| Investment in Grantor Trusts (at Fair Value) | 33 | 25 |
| Other Assets | 38 | 42 |
| Total Assets | \$ 4,448 | \$ 4,780 |
| LIABILITIES | | |
| Current Liabilities: | | |
| Current Portion of Long-Term Debt | \$ 55 | \$ 158 |
| Accounts Payable | 32 | 35 |
| Interest Payable | 25 | 30 |
| Wages Payable | 20 | 28 |
| Taxes Payable | 14 | 18 |
| Deferred Revenue | 16 | 17 |
| Other Current Liabilities | 21 | 21 |
| | 183 | 307 |
| Long-Term Debt | 1,625 | 1,793 |
| Line of Credit | 320 | 231 |
| Note Payable to Timberland Venture | 783 | 783 |
| Deferred Tax Liability | - | 4 |
| Other Liabilities | 71 | 90 |
| Total Liabilities | 2,982 | 3,208 |
| Commitments and Contingencies | | |
| STOCKHOLDERS' EQUITY | | |
| Preferred Stock, \$0.01 par value, authorized shares - 75.0, outstanding - none | - | - |
| Common Stock, \$0.01 par value, authorized shares - 300.6, outstanding (net of Treasury Stock) - 162.8 at December 31, 2009, and 166.0 at December 31, 2008 | 2 | 2 |
| Additional Paid-In Capital | 2,233 | 2,225 |
| Retained Earnings | 110 | 149 |
| Treasury Stock, at cost, Common Shares - 24.8 at December 31, 2009, and 21.5 at December 31, 2008 | (860) | (773) |
| Accumulated Other Comprehensive Income (Loss) | (19) | (31) |
| Total Stockholders' Equity | 1,466 | 1,572 |
| Total Liabilities and Stockholders' Equity | \$ 4,448 | \$ 4,780 |

PLUM CREEK TIMBER COMPANY, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(UNAUDITED)

Twelve Months Ended
December 31, December 31,
2009 2008

(In Millions)

Cash Flows From Operating Activities:

| | | | | |
|--|----|------|----|------|
| Net Income | \$ | 236 | \$ | 233 |
| Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities: | | | | |
| Depreciation, Depletion and Amortization (includes \$10 Lumber Impairment Loss in 2009 and 2008) | | 109 | | 135 |
| Basis of Real Estate Sold | | 155 | | 149 |
| Equity Earnings from Timberland Venture | | (55) | | (15) |
| Distributions from Timberland Venture | | 53 | | - |
| Expenditures for Real Estate Development | | (1) | | (7) |
| Deferred Income Taxes | | (14) | | (10) |
| Gain on Sales of Properties and Other Assets | | - | | (3) |
| (Gain) Loss on Extinguishment of Debt | | 2 | | (11) |
| Deferred Revenue from Long-Term Gas Leases (Net of Amortization) | | (6) | | 18 |
| Pension Plan Contributions | | (10) | | (30) |
| Working Capital Changes Impacting Cash Flow: | | | | |
| Like-Kind Exchange Funds | | 48 | | (48) |
| Income Tax Receivable | | 8 | | (19) |
| Other Working Capital Changes | | 5 | | 11 |
| Other | | 10 | | 17 |
| Net Cash Provided By Operating Activities | | 540 | | 420 |

Cash Flows From Investing Activities:

| | | | | |
|--|--|------|--|-------|
| Capital Expenditures (Excluding Timberland Acquisitions) | | (61) | | (70) |
| Timberlands Acquired | | (1) | | (119) |
| Investment in Timberland Venture | | - | | (9) |
| Purchases of Marketable Securities | | (3) | | (7) |
| Other | | 1 | | - |
| Net Cash Used In Investing Activities | | (64) | | (205) |

Cash Flows From Financing Activities:

| | | | | |
|---|--|-------|--|---------|
| Dividends | | (275) | | (286) |
| Borrowings on Line of Credit | | 1,073 | | 1,506 |
| Repayments on Line of Credit | | (984) | | (1,831) |
| Proceeds from Issuance of Long-Term Debt | | - | | 250 |
| Principal Payments and Retirement of Long-Term Debt | | (273) | | (258) |
| Note Payable to Timberland Venture | | - | | 783 |
| Proceeds from Stock Option Exercises | | - | | 14 |
| Acquisition of Treasury Stock | | (87) | | (264) |
| Net Cash Used In Financing Activities | | (546) | | (86) |

| | | | | |
|--|--|--------|--|--------|
| Increase (Decrease) In Cash and Cash Equivalents | | (70) | | 129 |
| Cash and Cash Equivalents: | | | | |
| Beginning of Period | | 369 | | 240 |
| End of Period | | \$ 299 | | \$ 369 |

Non-Cash Investing Activity

| | | | | |
|--|----|---|----|-----|
| Contribution of Timber and Timberlands to Timberland Venture | \$ | - | \$ | 174 |
|--|----|---|----|-----|

PLUM CREEK TIMBER COMPANY, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
(UNAUDITED)

| | <u>Quarter Ended</u> | |
|---|-----------------------------|-----------------------------|
| | December 31, <u>2009</u> | December 31, <u>2008</u> |
| | (In Millions) | |
| Cash Flows From Operating Activities: | | |
| Net Income | \$ 28 | \$ 95 |
| Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities: | | |
| Depreciation, Depletion and Amortization | 24 | 26 |
| Basis of Real Estate Sold | 16 | 100 |
| Equity Earnings from Timberland Venture | (12) | (15) |
| Expenditures for Real Estate Development | - | (1) |
| Deferred Income Taxes | 7 | 1 |
| (Gain) Loss on Extinguishment of Debt | 3 | (11) |
| Deferred Revenue from Long-Term Gas Leases (Net of Amortization) | (1) | 1 |
| Pension Plan Contributions | (2) | (23) |
| Working Capital Changes Impacting Cash Flow: | | |
| Like-Kind Exchange Funds | - | 21 |
| Income Tax Receivable | (9) | (19) |
| Other Working Capital Changes | (7) | 12 |
| Other | 1 | 8 |
| Net Cash Provided By Operating Activities | <u>48</u> | <u>195</u> |
| Cash Flows From Investing Activities: | | |
| Capital Expenditures (Excluding Timberland Acquisitions) | (16) | (23) |
| Timberlands Acquired | - | (54) |
| Investment in Timberland Venture | - | (9) |
| Purchases of Marketable Securities | (3) | (6) |
| Other | 1 | - |
| Net Cash Used In Investing Activities | <u>(18)</u> | <u>(92)</u> |
| Cash Flows From Financing Activities: | | |
| Dividends | (68) | (70) |
| Borrowings on Line of Credit | 378 | 231 |
| Repayments on Line of Credit | (322) | (432) |
| Principal Payments and Retirement of Long-Term Debt | (70) | (208) |
| Note Payable to Timberland Venture | - | 783 |
| Acquisition of Treasury Stock | - | (213) |
| Net Cash Provided by (Used In) Financing Activities | <u>(82)</u> | <u>91</u> |
| Increase (Decrease) In Cash and Cash Equivalents | (52) | 194 |
| Cash and Cash Equivalents: | | |
| Beginning of Period | <u>351</u> | <u>175</u> |
| End of Period | <u>\$ 299</u> | <u>\$ 369</u> |
| Non-Cash Investing Activity | | |
| Contribution of Timber and Timberlands to Timberland Venture | \$ - | \$ 174 |

Plum Creek Timber Company, Inc.
Segment Data
(Unaudited)

| | <u>Twelve Months 2009</u> | <u>Twelve Months 2008</u> |
|---------------------------------------|-----------------------------------|-----------------------------------|
| (In Millions) | | |
| Revenues: | | |
| Northern Resources | \$ 212 | \$ 347 |
| Southern Resources | 347 | 461 |
| Real Estate | 486 | 432 |
| Manufacturing | 245 | 405 |
| Other | 18 | 25 |
| Eliminations..... | <u>(14)</u> | <u>(56)</u> |
| Total Revenues | <u>\$ 1,294</u> | <u>\$ 1,614</u> |
| | | |
| Operating Income (Loss) | | |
| Northern Resources | \$ (3) | \$ 41 |
| Southern Resources | 81 | 128 |
| Real Estate | 278 | 245 |
| Manufacturing | (23) | (44) |
| Other | 17 | 23 |
| Other Costs and Eliminations..... | (51) | (64) |
| Other Operating Income (Expense), net | <u>-</u> | <u>(1)</u> |
| Total Operating Income..... | <u>\$ 299</u> | <u>\$ 328</u> |

Plum Creek Timber Company, Inc.
Segment Data
(Unaudited)

| | <u>Fourth Quarter 2009</u> | <u>Fourth Quarter 2008</u> |
|---------------------------------------|------------------------------------|------------------------------------|
| (In Millions) | | |
| Revenues: | | |
| Northern Resources | \$ 57 | \$ 84 |
| Southern Resources | 81 | 95 |
| Real Estate | 67 | 215 |
| Manufacturing | 56 | 75 |
| Other | 4 | 6 |
| Eliminations..... | <u>(7)</u> | <u>(14)</u> |
| Total Revenues | <u>\$ 258</u> | <u>\$ 461</u> |
| | | |
| Operating Income (Loss) | | |
| Northern Resources | \$ (1) | \$ 8 |
| Southern Resources | 17 | 25 |
| Real Estate | 44 | 104 |
| Manufacturing | - | (20) |
| Other | 4 | 6 |
| Other Costs and Eliminations..... | (15) | (17) |
| Other Operating Income (Expense), net | <u>-</u> | <u>(3)</u> |
| Total Operating Income..... | <u>\$ 49</u> | <u>\$ 103</u> |

Plum Creek Timber Company, Inc
Selected Operating Statistics
(Unaudited)

| | | 2009 | | | | | 2008 | | | | | |
|---------------------------|------------------|--------------|---------|---------|---------|---------|---------|---------|---------|---------|---------|--|
| | | 1st Qtr | 2nd Qtr | 3rd Qtr | 4th Qtr | YTD | 1st Qtr | 2nd Qtr | 3rd Qtr | 4th Qtr | YTD | |
| Sales Realization | | Units | | | | | | | | | | |
| Southern Resources | | | | | | | | | | | | |
| Sawlog | \$/Ton Stumpage | \$24 | \$22 | \$22 | \$21 | \$22 | \$29 | \$26 | \$25 | \$26 | \$26 | |
| Pulpwood | \$/Ton Stumpage | \$11 | \$9 | \$9 | \$10 | \$10 | \$10 | \$10 | \$10 | \$12 | \$10 | |
| Northern Resources | | | | | | | | | | | | |
| Sawlog | \$/Ton Delivered | \$57 | \$50 | \$56 | \$56 | \$55 | \$67 | \$68 | \$74 | \$68 | \$69 | |
| Pulpwood | \$/Ton Delivered | \$43 | \$38 | \$38 | \$38 | \$40 | \$39 | \$43 | \$45 | \$44 | \$43 | |
| Lumber (1) | \$/MBF | \$374 | \$340 | \$448 | \$477 | \$397 | \$366 | \$367 | \$384 | \$367 | \$371 | |
| Plywood (1) | \$/MSF | \$362 | \$353 | \$361 | \$352 | \$357 | \$398 | \$404 | \$396 | \$382 | \$397 | |
| Fiberboard (1) | \$/MSF | \$601 | \$593 | \$596 | \$599 | \$597 | \$591 | \$600 | \$610 | \$625 | \$604 | |
| Sales Volume | | | | | | | | | | | | |
| Southern Resources | | | | | | | | | | | | |
| Sawlog | 1,000 Tons | 942 | 1,217 | 1,250 | 993 | 4,402 | 1,459 | 1,666 | 1,425 | 1,020 | 5,570 | |
| Pulpwood | 1,000 Tons | 1,487 | 1,849 | 2,014 | 1,649 | 6,999 | 1,976 | 2,221 | 2,089 | 1,741 | 8,027 | |
| Total Harvest | | 2,429 | 3,066 | 3,264 | 2,642 | 11,401 | 3,435 | 3,887 | 3,514 | 2,761 | 13,597 | |
| Northern Resources | | | | | | | | | | | | |
| Sawlog | 1,000 Tons | 525 | 371 | 632 | 609 | 2,137 | 978 | 739 | 828 | 821 | 3,366 | |
| Pulpwood | 1,000 Tons | 613 | 397 | 691 | 567 | 2,268 | 738 | 504 | 725 | 649 | 2,616 | |
| Total Harvest | | 1,138 | 768 | 1,323 | 1,176 | 4,405 | 1,716 | 1,243 | 1,553 | 1,470 | 5,982 | |
| Lumber | MBF | 35,123 | 60,371 | 40,590 | 28,428 | 164,512 | 69,596 | 83,477 | 74,100 | 62,660 | 289,833 | |
| Plywood | MSF | 35,439 | 40,729 | 41,479 | 37,271 | 154,918 | 68,746 | 68,616 | 62,112 | 37,509 | 236,983 | |
| Fiberboard | MSF | 34,044 | 32,802 | 34,282 | 30,964 | 132,092 | 58,784 | 63,205 | 44,371 | 31,071 | 197,431 | |

(1) Represents prices at mill level.

Plum Creek Timber Company, Inc.
Land Sale Statistics
(Unaudited)

| | 2009 | | | | | 2008 | | | | |
|---|-------------|----------|---------|---------|---------|---------|---------|----------|-------------|---------|
| | 1st Qtr (1) | 2nd Qtr | 3rd Qtr | 4th Qtr | YTD | 1st Qtr | 2nd Qtr | 3rd Qtr | 4th Qtr (2) | YTD |
| Acres Sold | | | | | | | | | | |
| Small Non-strategic | 1,665 | 9,840 | 5,545 | 2,570 | 19,620 | 17,145 | 13,215 | 14,800 | 47,125 | 92,285 |
| Large Non-strategic | - | 59,160 | - | - | 59,160 | - | - | - | - | - |
| Conservation | 113,355 | 3,895 | 43,695 | 4,910 | 165,855 | 1,015 | 595 | 39,880 | 134,250 | 175,740 |
| HBU/Recreation | 2,180 | 10,955 | 10,440 | 26,700 | 50,275 | 10,635 | 11,785 | 15,640 | 7,550 | 45,610 |
| Development Properties | 1,485 | 25 | 515 | 35 | 2,060 | 65 | 700 | 10 | 45 | 820 |
| Conservation Easements | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| | 118,685 | 83,875 | 60,195 | 34,215 | 296,970 | 28,860 | 26,295 | 70,330 | 188,970 | 314,455 |
| Price per Acre | | | | | | | | | | |
| Small Non-strategic | \$1,330 | \$900 | \$970 | \$855 | \$950 | \$1,180 | \$1,285 | \$1,145 | \$745 | \$965 |
| Large Non-strategic | - | \$650 | - | - | \$650 | - | - | - | - | - |
| Conservation | \$2,225 | \$1,705 | \$350 | \$1,280 | \$1,690 | \$395 | \$1,555 | \$1,035 | \$1,170 | \$1,140 |
| HBU/Recreation | \$3,420 | \$2,200 | \$2,115 | \$2,200 | \$2,235 | \$2,875 | \$2,740 | \$3,220 | \$2,965 | \$2,975 |
| Development Properties | \$4,075 | \$13,650 | \$9,190 | \$7,485 | \$5,520 | \$5,825 | \$9,630 | \$13,130 | \$4,095 | \$8,770 |
| Conservation Easements | - | - | - | - | - | - | - | - | - | - |
| Revenue, (\$ millions) | | | | | | | | | | |
| Small Non-strategic | \$2 | \$9 | \$5 | \$2 | \$19 | \$20 | \$17 | \$17 | \$35 | \$89 |
| Large Non-strategic | - | \$38 | - | - | \$38 | - | - | - | - | - |
| Conservation | \$252 | \$7 | \$15 | \$6 | \$280 | - | \$1 | \$41 | \$157 | \$200 |
| HBU/Recreation | \$7 | \$24 | \$22 | \$59 | \$112 | \$31 | \$32 | \$50 | \$22 | \$136 |
| Development Properties | \$6 | - | \$5 | - | \$12 | - | \$7 | - | - | \$7 |
| Conservation Easements | - | - | - | - | - | - | - | - | - | - |
| | \$268 | \$78 | \$48 | \$67 | \$461 | \$52 | \$57 | \$108 | \$215 | \$432 |
| Revenue from Non-Cash Exchange (4) | - | - | \$25 | - | \$25 | - | - | - | - | - |
| Basis of Real Estate Sold (3) | \$89 | \$29 | \$21 | \$16 | \$155 | \$10 | \$13 | \$26 | \$100 | \$149 |

(1) During the 1st quarter of 2009 we sold 112,000 acres in Montana to a conservation buyer for \$250 million. The sale is presented as a Conservation sale. The transaction included 56,000 acres of Conservation property, 10,000 acres of Small Non-strategic property, 45,000 acres of HBU/Recreation property, and 1,000 acres of Development property.

(2) During the 4th quarter of 2008 we sold 130,000 acres in Montana to a conservation buyer for \$150 million. The sale is presented as a Conservation sale. The transaction included 59,000 acres of Conservation property, 51,000 acres of Small Non-strategic property, 16,000 acres of HBU/Recreation property, and 4,000 acres of Development property.

(3) Includes \$16 million in the second quarter of 2009 for a 59,000 acre Large Non-strategic sale in Wisconsin, \$85 million in the first quarter of 2009 for a 112,000 acre conservation sale in Montana and \$75 million in the fourth quarter of 2008 for a 130,000 acre conservation sale in Montana.

(4) During the 3rd quarter of 2009 we completed a non-cash exchange with the State of Washington. We relinquished 20,600 acres, in King County, in exchange for 37 parcels containing more than 6,000 acres in nine counties.

PLUM CREEK TIMBER COMPANY, INC.
DEBT MATURITIES SCHEDULE
December 31, 2009
(UNAUDITED)

| | Borrowings ⁽¹⁾ | |
|--|----------------------------------|--|
| | Principal | Weighted Avg. Interest Rate |
| <u>Quarterly Maturities through 2010:</u> | | |
| 1st Qtr 2010 | 53 | 5.480% |
| 4th Qtr 2010 | 3 | 8.050% |
| <u>Annual Maturities through 2014:</u> | | |
| 2011 | 308 | 7.732% (2) |
| 2012 | 603 | - (3) |
| 2013 | 250 | 6.663% (4) |
| 2014 | 3 | 8.050% |

(1) Does not include repayments on the company's \$750 million revolving line of credit due in 2011.

(2) Principal amount composed of senior notes with principal amounts of \$40 million, \$3 million, \$216 million and \$49 million and interest rates of 7.970%, 8.050%, 7.660% and 7.830%, respectively.

(3) Includes \$600 million of maturities for the company's two term credit agreements and senior notes with principal of \$3 million and an interest rate of 8.050%. The interest rate on the \$350 million term credit agreement is currently based on LIBOR plus 0.45%. The interest rate on the \$250 million term credit agreement is currently based on LIBOR plus 1.00%.

(4) Principal amount composed of senior notes with principal amounts of \$3 million, \$73 million and \$174 million and interest rates of 8.050%, 7.760% and 6.180%, respectively.

Plum Creek Timber Company, Inc.
Acreage Ownership by State
(Unaudited)

| | December 31, 2009 |
|----------------|------------------------------------|
| Alabama | 98,000 |
| Arkansas | 766,000 |
| Florida | 590,000 |
| Georgia | 767,000 |
| Louisiana | 461,000 |
| Maine | 884,000 |
| Michigan | 591,000 |
| Mississippi | 665,000 |
| Montana | 972,000 |
| New Hampshire | 33,000 |
| North Carolina | 9,000 |
| Oklahoma | 6,000 |
| Oregon | 429,000 |
| South Carolina | 187,000 |
| Texas | 44,000 |
| Vermont | 86,000 |
| Washington | 102,000 |
| West Virginia | 112,000 |
| Wisconsin | 250,000 |
| Total | <u>7,052,000</u> |