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

	Quarter En	Quarter Ended March 31		
(In Millions, Except Per Share Amounts)	2013		2012	
REVENUES:	·			
Timber	\$ 170		155	
Real Estate	78		100	
Manufacturing	86		76	
Other	6		6	
Total Revenues	340		337	
COSTS AND EXPENSES:				
Cost of Goods Sold:				
Timber	124		121	
Real Estate	30		68	
Manufacturing	75		70	
Other	1		_	
Total Cost of Goods Sold	230		259	
Selling, General and Administrative	32		28	
Total Costs and Expenses			287	
Other Operating Income (Expense), net		·		
Operating Income	78		50	
Equity Earnings from Timberland Venture	14		13	
Interest Expense, net:				
Interest Expense (Debt Obligations to Unrelated Parties)	21		21	
Interest Expense (Note Payable to Timberland Venture)	14		14	
Total Interest Expense, net	35		35	
Income before Income Taxes	57		28	
Provision (Benefit) for Income Taxes	1		(1	
Net Income	\$ 56	\$	29	
PER SHARE AMOUNTS:				
TER SHARE AMOUNTS.				
Net Income per Share – Basic	\$ 0.35	\$	0.18	
Net Income per Share – Diluted	\$ 0.35	\$	0.18	
Weighted-Average Number of Shares Outstanding				
– Basic	162.3		161.4	
– Diluted	162.8		161.7	

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

(In Millions, Except Per Share Amounts)	M	arch 31, 2013		ember 31, 2012
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$	296	\$	356
Accounts Receivable		40		22
Like-Kind Exchange Funds Held in Escrow		53		_
Inventories		55		49
Deferred Tax Asset		7		7
Assets Held for Sale		39		61
Other Current Assets		15		13
		505		508
Timber and Timberlands, net		3,374		3,363
Mineral Rights, net		3,374		3,303
Property, Plant and Equipment, net		122		127
Equity Investment in Timberland Venture		191		204
Deferred Tax Asset		191		19
		41		39
Investment in Grantor Trusts (at Fair Value) Other Assets		34		39
Total Assets	\$		\$	4,384
Total Assets	<u> </u>	4,372	<u>\$</u>	4,364
Liabilities				
Current Liabilities:				
Current Portion of Long-Term Debt	\$	74	\$	248
Line of Credit		278		104
Accounts Payable		24		26
Interest Payable		21		26
Wages Payable		9		29
Taxes Payable		10		9
Deferred Revenue		16		23
Other Current Liabilities		12		7
		444		472
Lana Tamu Daht		1 015		1 015
Long-Term Debt		1,815		1,815
Note Payable to Timberland Venture		783		783
Other Liabilities Total Liabilities		90		91
Total Liabilities		3,132		3,161
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) – 162.7 at March 31, 2013 and 162.0 at December 31, 2012		2		2
Additional Paid-In Capital		2,316		2,288
Retained Earnings (Accumulated Deficit)		(109)		(97
Treasury Stock, at Cost, Common Shares – 27.0 at March 31, 2013 and 26.9 at				
December 31, 2012		(940)		(938
Accumulated Other Comprehensive Income (Loss)		(29)		(32
Total Stockholders' Equity		1,240		1,223
Total Liabilities and Stockholders' Equity	\$	4,372	\$	4,384

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

CASH FLOWS FROM OPERATING ACTIVITIES   Net Income   Net		Quarter E	nded M	March 31,
Net Income         \$ 56 \$ 29           Adjustments to Reconcile Net Income to Net Cash Provided By Operating Activities:         26         27           Depreciation, Depletion and Amortization         26         27           Basis of Real Estate Sold         25         63           Equity Earnings from Timberland Venture         (14)         (13)           Distributions from Timberland Venture         27         28           Deferred Income Taxes         1         (1)           Deferred Revenue from Long-Term Gas Leases (Net of Amortization)         (3)         (2)           Timber Deed Acquired         (18)         (98)           Working Capital Changes Impacting Cash Flow:         (53)         —           Like-Kind Exchange Funds         (53)         —           Other Working Capital Changes         (52)         (30)           Other Working Capital Changes         (52)         (30)           Other         6         3           Net Cash Provided By Operating Activities         1         6           Cash Hows From Investing Activities         (14)         (18)           Timberlands Acquired         (2)         (2)         (2)           Other         —         (11)         (18)           Timberlands Acq	(In Millions)	2013		2012
Adjustments to Reconcile Net Income to Net Cash Provided By Operating Activities:   Depreciation, Depletion and Amortization   26   27   28   63   Equity Earnings from Timberland Venture   (14)   (13)   Distributions from Timberland Venture   27   28   28   Deferred Income Taxes   1   (1)   (11)   Deferred Revenue from Long-Term Gas Leases (Net of Amortization)   (3)   (2)   Timber Deed Acquired   (18)   (98)   Working Capital Changes Impacting Cash Flow:   Like-Kind Exchange Funds   (53)   — Other Working Capital Changes   (52)   (30)   (3	CASH FLOWS FROM OPERATING ACTIVITIES			
Depreciation, Depletion and Amortization   26   27   28   23   25   63   64   27   28   25   63   64   27   28   28	Net Income	\$ 5	6 \$	29
Basis of Real Estate Sold         25         63           Equity Earnings from Timberland Venture         (14)         (13)           Distributions from Timberland Venture         27         28           Deferred Income Taxes         1         (1)           Deferred Revenue from Long-Term Gas Leases (Net of Amortization)         (3)         (2)           Timber Deed Acquired         (18)         (98)           Working Capital Changes Impacting Cash Flow:         (53)         —           Like-Kind Exchange Funds         (52)         (30)           Other Working Capital Changes         (52)         (30)           Other         6         3           Net Cash Provided By Operating Activities         1         6           Capital Expenditures (Excluding Timberland Acquisitions)         (14)         (18)           Timberlands Acquired         (2)         (2)           Other         —         (1)           Net Cash Used In Investing Activities         (16)         (21)           CASH FLOWS FROM FINANCING ACTIVITIES         (16)         (21)           Dividends         (68)         (68)           Borrowings on Line of Credit         (2)         (2)           Dividends         (68)         (68)	Adjustments to Reconcile Net Income to Net Cash Provided By Operating Activities:			
Equity Earnings from Timberland Venture         (14)         (13)           Distributions from Timberland Venture         27         28           Deferred Income Taxes         1         (1)           Deferred Revenue from Long-Term Gas Leases (Net of Amortization)         (3)         (2)           Timber Deed Acquired         (18)         (98)           Working Capital Changes Impacting Cash Flow:	Depreciation, Depletion and Amortization	2	6	27
Distributions from Timberland Venture   27   28     Deferred Income Taxes   1   (1)     Deferred Revenue from Long-Term Gas Leases (Net of Amortization)   (3)   (2)     Timber Deed Acquired   (18)   (98)     Working Capital Changes Impacting Cash Flow:         Like-Kind Exchange Funds   (53)   —     Other Working Capital Changes   (52)   (30)     Other Working Capital Changes   (52)   (30)     Other   (6   3)     Net Cash Provided By Operating Activities   1   6      CASH FLOWS FROM INVESTING ACTIVITIES   (20)   (20)     Other   (14)   (18)     Timberlands Acquired   (20)   (20)     Other   (16)   (21)     Net Cash Used In Investing Activities   (16)   (21)      CASH FLOWS FROM FINANCING ACTIVITIES   (16)   (21)     CASH FLOWS FROM FINANCING ACTIVITIES   (16)   (21)      CASH FLOWS FROM FINANCING ACTIVITIES   (17)   (656)     Debt Issuance Costs   (117)   (656)     Debt Issuance Costs   (117)   (656)     Debt Issuance Costs   (174)   (174)   (174)     Proceeds from Stock Option Exercises   (25   (3)   (3)     Acquisition of Treasury Stock   (2)   (1)     Net Cash Provided By (Used In) Financing Activities   (45)   (34)     Increase (Decrease) In Cash and Cash Equivalents   (60)   19     Cash and Cash Equivalents:   (60)   19	Basis of Real Estate Sold	2	5	63
Deferred Income Taxes	Equity Earnings from Timberland Venture	(1	4)	(13)
Deferred Revenue from Long-Term Gas Leases (Net of Amortization)   (3)   (2)     Timber Deed Acquired   (18)   (98)     Working Capital Changes Impacting Cash Flow:           Like-Kind Exchange Funds   (53)         Other Working Capital Changes   (52)   (30)     Other   (6   3   3   )     Net Cash Provided By Operating Activities   1   6      CASH FLOWS FROM INVESTING ACTIVITIES   (21)   (22)     Capital Expenditures (Excluding Timberland Acquisitions)   (14)   (18)     Timberlands Acquired   (2   (2)   (2)     Other             (16)   (21)     Net Cash Used In Investing Activities   (16)   (21)      CASH FLOWS FROM FINANCING ACTIVITIES   (68)   (68)     Borrowings on Line of Credit   (29)   (29)     Repayments on Line of Credit   (29)   (29)     Principal Payments and Retirement of Long-Term Debt   (174)   (27)     Proceeds from Stock Option Exercises   (25)   (3)     Acquisition of Treasury Stock   (22)   (1)     Net Cash Provided By (Used In) Financing Activities   (345)   (34)     Increase (Decrease) In Cash and Cash Equivalents   (60)   19     Cash and Cash Equivalents:   (60)   19     Cash and Cash Equivalents:   (60)   25		2	7	
Deferred Revenue from Long-Term Gas Leases (Net of Amortization)   (3)   (2)   Timber Deed Acquired   (18)   (98)   (18)   (98)   Working Capital Changes Impacting Cash Flow:	Deferred Income Taxes		1	(1)
Working Capital Changes Impacting Cash Flow:   Like-Kind Exchange Funds   (53)   — Other Working Capital Changes   (52)   (30) Other   (30) Other   (30)   (30) Other   (30)   (30)   (30) Other   (30)   (	Deferred Revenue from Long-Term Gas Leases (Net of Amortization)	(	3)	(2)
Working Capital Changes Impacting Cash Flow:   Like-Kind Exchange Funds   (53)       Other Working Capital Changes   (52)   (30)     Other Working Capital Changes   (52)   (30)     Other   (6   3   3   1   6   6   3     Net Cash Provided By Operating Activities   1   6      CASH FLOWS FROM INVESTING ACTIVITIES     Capital Expenditures (Excluding Timberland Acquisitions)   (14)   (18)     Timberlands Acquired   (2)   (2)     Other     (1)     Net Cash Used In Investing Activities   (16)   (21)      CASH FLOWS FROM FINANCING ACTIVITIES     Dividends   (68)   (68)     Borrowings on Line of Credit   (291   759     Repayments on Line of Credit   (117)   (656)     Debt Issuance Costs     (3)     Principal Payments and Retirement of Long-Term Debt   (174)       Proceeds from Stock Option Exercises   25   3     Acquisition of Treasury Stock   (2)   (1)     Net Cash Provided By (Used In) Financing Activities   (45)   34    Increase (Decrease) In Cash and Cash Equivalents   (60)   19     Cash and Cash Equivalents:     Beginning of Period   356   254		(1	8)	(98)
Other Working Capital Changes         (52)         (30)           Other         6         3           Net Cash Provided By Operating Activities         1         6           CASH FLOWS FROM INVESTING ACTIVITIES         Total Expenditures (Excluding Timberland Acquisitions)         (14)         (18)           Timberlands Acquired         (2)         (2)         (2)           Other         —         (1)         (16)         (21)           Net Cash Used In Investing Activities         (16)         (21)           CASH FLOWS FROM FINANCING ACTIVITIES         Total Capital Expenditures (117)         (656)           Borrowings on Line of Credit         (9)         (17)         (656)           Borrowings on Line of Credit         (117)         (656)         (68)         (68)         (68)           Bepayments on Line of Credit         (117)         (656)         (656)         (69)         19           Principal Payments and Retirement of Long-Term Debt         (174)         —         (3)           Principal Payments and Retirement of Long-Term Debt         (174)         —           Proceeds from Stock Option Exercises         25         3           Acquisition of Treasury Stock         (2)         (1)           Net Cash Provided By (Used In) Fi	Working Capital Changes Impacting Cash Flow:			
Other         6         3           Net Cash Provided By Operating Activities         1         6           CASH FLOWS FROM INVESTING ACTIVITIES         Capital Expenditures (Excluding Timberland Acquisitions)         (14)         (18)           Timberlands Acquired         (2)         (2)         (2)           Other         —         (1)           Net Cash Used In Investing Activities         (16)         (21)           CASH FLOWS FROM FINANCING ACTIVITIES         Strictle of Credit         (68)         (68)           Borrowings on Line of Credit         (291         759           Repayments on Line of Credit         (117)         (656)           Debt Issuance Costs         —         (3)           Principal Payments and Retirement of Long-Term Debt         (174)         —           Proceeds from Stock Option Exercises         25         3           Acquisition of Treasury Stock         (2)         (1)           Net Cash Provided By (Used In) Financing Activities         (45)         34           Increase (Decrease) In Cash and Cash Equivalents         (60)         19           Cash and Cash Equivalents:         Beginning of Period         356         254		(5	3)	_
Net Cash Provided By Operating Activities         1         6           CASH FLOWS FROM INVESTING ACTIVITIES         (14)         (18)           Capital Expenditures (Excluding Timberland Acquisitions)         (14)         (18)           Timberlands Acquired         (2)         (2)           Other         —         (1)           Net Cash Used In Investing Activities         (16)         (21)           CASH FLOWS FROM FINANCING ACTIVITIES         Strict Cash Used In Investing Activities         (68)         (68)           Borrowings on Line of Credit         (17)         (656)           Repayments on Line of Credit         (117)         (656)           Debt Issuance Costs         —         (3)           Principal Payments and Retirement of Long-Term Debt         (174)         —           Proceeds from Stock Option Exercises         25         3           Acquisition of Treasury Stock         (2)         (1)           Net Cash Provided By (Used In) Financing Activities         (45)         34           Increase (Decrease) In Cash and Cash Equivalents         (60)         19           Cash and Cash Equivalents:         Beginning of Period         356         254	Other Working Capital Changes	(5	2)	(30)
CASH FLOWS FROM INVESTING ACTIVITIES         (14)         (18)           Capital Expenditures (Excluding Timberland Acquisitions)         (14)         (18)           Timberlands Acquired         (2)         (2)           Other         —         (10)           Net Cash Used In Investing Activities         (16)         (21)           CASH FLOWS FROM FINANCING ACTIVITIES         Separation of Credit         (68)         (68)           Borrowings on Line of Credit         (117)         (656)           Beginning of Period         (174)         —           Principal Payments and Retirement of Long-Term Debt         (174)         —           Proceeds from Stock Option Exercises         25         3           Acquisition of Treasury Stock         (2)         (1)           Net Cash Provided By (Used In) Financing Activities         (45)         34           Increase (Decrease) In Cash and Cash Equivalents         (60)         19           Cash and Cash Equivalents:         Beginning of Period         356         254	Other	Ì	6	3
Capital Expenditures (Excluding Timberland Acquisitions)       (14)       (18)         Timberlands Acquired       (2)       (2)         Other       —       (1)         Net Cash Used In Investing Activities       (16)       (21)         CASH FLOWS FROM FINANCING ACTIVITIES         Dividends       (68)       (68)         Borrowings on Line of Credit       291       759         Repayments on Line of Credit       (117)       (656)         Debt Issuance Costs       —       (3)         Principal Payments and Retirement of Long-Term Debt       (174)       —         Proceeds from Stock Option Exercises       25       3         Acquisition of Treasury Stock       (2)       (1)         Net Cash Provided By (Used In) Financing Activities       (45)       34         Increase (Decrease) In Cash and Cash Equivalents       (60)       19         Cash and Cash Equivalents:       Beginning of Period       356       254	Net Cash Provided By Operating Activities		1	
Capital Expenditures (Excluding Timberland Acquisitions)       (14)       (18)         Timberlands Acquired       (2)       (2)         Other       —       (1)         Net Cash Used In Investing Activities       (16)       (21)         CASH FLOWS FROM FINANCING ACTIVITIES         Dividends       (68)       (68)         Borrowings on Line of Credit       291       759         Repayments on Line of Credit       (117)       (656)         Debt Issuance Costs       —       (3)         Principal Payments and Retirement of Long-Term Debt       (174)       —         Proceeds from Stock Option Exercises       25       3         Acquisition of Treasury Stock       (2)       (1)         Net Cash Provided By (Used In) Financing Activities       (45)       34         Increase (Decrease) In Cash and Cash Equivalents       (60)       19         Cash and Cash Equivalents:       Beginning of Period       356       254	, , ,			
Timberlands Acquired         (2)         (2)           Other         —         (1)           Net Cash Used In Investing Activities         (16)         (21)           CASH FLOWS FROM FINANCING ACTIVITIES         Total Cash Elements on Line of Credit         (68)         (68)           Borrowings on Line of Credit         (117)         (656)           Repayments on Line of Credit         (117)         (656)           Debt Issuance Costs         —         (3)           Principal Payments and Retirement of Long-Term Debt         (174)         —           Proceeds from Stock Option Exercises         25         3           Acquisition of Treasury Stock         (2)         (1)           Net Cash Provided By (Used In) Financing Activities         (45)         34           Increase (Decrease) In Cash and Cash Equivalents         (60)         19           Cash and Cash Equivalents:         Beginning of Period         356         254	CASH FLOWS FROM INVESTING ACTIVITIES			
Timberlands Acquired         (2)         (2)           Other         —         (1)           Net Cash Used In Investing Activities         (16)         (21)           CASH FLOWS FROM FINANCING ACTIVITIES           Dividends         (68)         (68)           Borrowings on Line of Credit         291         759           Repayments on Line of Credit         (117)         (656)           Debt Issuance Costs         —         (3)           Principal Payments and Retirement of Long-Term Debt         (174)         —           Proceeds from Stock Option Exercises         25         3           Acquisition of Treasury Stock         (2)         (1)           Net Cash Provided By (Used In) Financing Activities         (45)         34           Increase (Decrease) In Cash and Cash Equivalents         (60)         19           Cash and Cash Equivalents:         Beginning of Period         356         254	Capital Expenditures (Excluding Timberland Acquisitions)	(1	4)	(18)
Other         —         (1)           Net Cash Used In Investing Activities         (16)         (21)           CASH FLOWS FROM FINANCING ACTIVITIES           Dividends         (68)         (68)           Borrowings on Line of Credit         291         759           Repayments on Line of Credit         (117)         (656)           Debt Issuance Costs         —         (3)           Principal Payments and Retirement of Long-Term Debt         (174)         —           Proceeds from Stock Option Exercises         25         3           Acquisition of Treasury Stock         (2)         (1)           Net Cash Provided By (Used In) Financing Activities         (45)         34           Increase (Decrease) In Cash and Cash Equivalents         (60)         19           Cash and Cash Equivalents:         Beginning of Period         356         254		(	2)	
CASH FLOWS FROM FINANCING ACTIVITIES           Dividends         (68)         (68)           Borrowings on Line of Credit         291         759           Repayments on Line of Credit         (117)         (656)           Debt Issuance Costs         -         (3)           Principal Payments and Retirement of Long-Term Debt         (174)         -           Proceeds from Stock Option Exercises         25         3           Acquisition of Treasury Stock         (2)         (1)           Net Cash Provided By (Used In) Financing Activities         (45)         34           Increase (Decrease) In Cash and Cash Equivalents         (60)         19           Cash and Cash Equivalents:         8         254		_	_	
CASH FLOWS FROM FINANCING ACTIVITIES           Dividends         (68)         (68)           Borrowings on Line of Credit         291         759           Repayments on Line of Credit         (117)         (656)           Debt Issuance Costs         -         (3)           Principal Payments and Retirement of Long-Term Debt         (174)         -           Proceeds from Stock Option Exercises         25         3           Acquisition of Treasury Stock         (2)         (1)           Net Cash Provided By (Used In) Financing Activities         (45)         34           Increase (Decrease) In Cash and Cash Equivalents         (60)         19           Cash and Cash Equivalents:         8         254	Net Cash Used In Investing Activities	(1	6)	(21)
Dividends(68)(68)Borrowings on Line of Credit291759Repayments on Line of Credit(117)(656)Debt Issuance Costs—(3)Principal Payments and Retirement of Long-Term Debt(174)—Proceeds from Stock Option Exercises253Acquisition of Treasury Stock(2)(1)Net Cash Provided By (Used In) Financing Activities(45)34Increase (Decrease) In Cash and Cash Equivalents(60)19Cash and Cash Equivalents:356254				
Borrowings on Line of Credit 291 759 Repayments on Line of Credit (117) (656) Debt Issuance Costs — (3) Principal Payments and Retirement of Long-Term Debt (174) — Proceeds from Stock Option Exercises 25 3 Acquisition of Treasury Stock (2) (1) Net Cash Provided By (Used In) Financing Activities (45) 34  Increase (Decrease) In Cash and Cash Equivalents (60) 19 Cash and Cash Equivalents: Beginning of Period 356 254	CASH FLOWS FROM FINANCING ACTIVITIES			
Repayments on Line of Credit (117) (656) Debt Issuance Costs — (3) Principal Payments and Retirement of Long-Term Debt (174) — Proceeds from Stock Option Exercises 25 3 Acquisition of Treasury Stock (2) (1) Net Cash Provided By (Used In) Financing Activities (45) 34  Increase (Decrease) In Cash and Cash Equivalents (60) 19 Cash and Cash Equivalents: Beginning of Period 356 254	Dividends	(6	8)	(68)
Debt Issuance Costs Principal Payments and Retirement of Long-Term Debt (174) Proceeds from Stock Option Exercises Acquisition of Treasury Stock (2) (1) Net Cash Provided By (Used In) Financing Activities (45) 34  Increase (Decrease) In Cash and Cash Equivalents Cash and Cash Equivalents: Beginning of Period 356 254	Borrowings on Line of Credit	29	1	759
Principal Payments and Retirement of Long-Term Debt Proceeds from Stock Option Exercises Acquisition of Treasury Stock (2) (1) Net Cash Provided By (Used In) Financing Activities  Increase (Decrease) In Cash and Cash Equivalents Cash and Cash Equivalents: Beginning of Period  174  185  195  196  254	Repayments on Line of Credit	(11	7)	(656)
Principal Payments and Retirement of Long-Term Debt Proceeds from Stock Option Exercises Acquisition of Treasury Stock (2) (1) Net Cash Provided By (Used In) Financing Activities  Increase (Decrease) In Cash and Cash Equivalents Cash and Cash Equivalents: Beginning of Period  174  185  195  196  254	Debt Issuance Costs	_	_	(3)
Proceeds from Stock Option Exercises Acquisition of Treasury Stock (2) (1) Net Cash Provided By (Used In) Financing Activities (45) 34  Increase (Decrease) In Cash and Cash Equivalents Cash and Cash Equivalents: Beginning of Period 356 254	Principal Payments and Retirement of Long-Term Debt	(17	4)	_
Acquisition of Treasury Stock  Net Cash Provided By (Used In) Financing Activities  Increase (Decrease) In Cash and Cash Equivalents  Cash and Cash Equivalents:  Beginning of Period  (2) (1)  (45) 34		2	5	3
Net Cash Provided By (Used In) Financing Activities (45) 34  Increase (Decrease) In Cash and Cash Equivalents (60) 19 Cash and Cash Equivalents: Beginning of Period 356 254		(	2)	(1)
Increase (Decrease) In Cash and Cash Equivalents Cash and Cash Equivalents: Beginning of Period  (60) 19 254				
Cash and Cash Equivalents: Beginning of Period  356 254				
Cash and Cash Equivalents: Beginning of Period  356 254	Increase (Decrease) In Cash and Cash Equivalents	(6	0)	19
Beginning of Period 356 254				
	•	35	6	254
End of Period <b>\$ 296 \$</b> 273				
	End of Period	\$ 29	<u>6</u> \$	273

#### PLUM CREEK TIMBER COMPANY, INC. SEGMENT DATA (UNAUDITED)

	Qua	Quarter Ended March 31,								
(In Millions)	201	3	2012							
Revenues:										
Northern Resources	\$	<b>74</b> \$	64							
Southern Resources		104	97							
Real Estate		<b>78</b>	100							
Manufacturing		86	76							
Other		6	6							
Eliminations		(8)	(6)							
Total Revenues	<u>\$</u>	340 \$	337							
Operating Income (Loss):										
Northern Resources	\$	11 \$	6							
Southern Resources		24	21							
Real Estate		45	30							
Manufacturing		10	4							
Other		5	5							
Other Costs and Eliminations, net		(17)	(16)							
Total Operating Income	\$	78 \$	50							
Adjusted EBITDA by Segment: (A)										
Northern Resources	\$	18 \$	13							
Southern Resources		38	36							
Real Estate		70	93							
Manufacturing		14	8							
Other		5	5							
Other Costs and Eliminations, net		(17)	(16)							
Total	\$	128 \$	139							

<sup>(</sup>A) Refer to the separate schedule, "Segment Data - Adjusted EBITDA" for reconciliations of Adjusted EBITDA to operating income and net cash provided by operating activities.

# PLUM CREEK TIMBER COMPANY, INC. SELECTED OPERATING STATISTICS (UNAUDITED)

							2013				
		1:	st Qtr	2	nd Qtr	3	rd Qtr	4	4th Qtr		YTD
Sales Realization	Units										
Southern Resources											
Sawlog	\$/Ton Stumpage	\$	21	\$	_	\$	_			\$	21
Pulpwood	\$/Ton Stumpage	\$	11	\$	_	\$	_			\$	11
Northern Resources											
Sawlog	\$/Ton Delivered	\$	77	\$	_	\$	_			\$	77
Pulpwood	\$/Ton Delivered	\$	43	\$	_	\$	_			\$	43
Lumber (1)	\$/MBF	\$	568	\$		\$	_			\$	568
Plywood (1)	\$/MSF	\$	462	\$	_	\$	_			\$	462
Fiberboard (1)	\$/MSF	\$	639	\$	_	\$	_			\$	639
Sales Volume											
Southern Resources	1 000 T		1 220								1 220
Sawlog Pulpwood	1,000 Tons 1,000 Tons		1,339		_		_				1,339
Total Harvest	1,000 1008		1,771 3,110								1,771 3,110
Northern Resources			3,110		_		_		_		3,110
Sawlog	1,000 Tons		704								704
Pulpwood	1,000 Tons		414		_		_				414
Total Harvest	1,000 10118		1,118								1,118
Total Harvest			1,110		<del></del>		_		<del></del>		-
Lumber	MBF		30,535		_		_				30,535
Plywood	MSF		46,905		_		_				46,905
Fiberboard	MSF		52,329								52,329
							2012				
		1:	st Qtr	2	nd Qtr		ord Qtr	4	4th Qtr		YTD
Sales Realization	Units										
Southern Resources											
Southern Resources Sawlog	\$/Ton Stumpage	\$	19	\$	20	\$	20	\$	20	\$	20
	\$/Ton Stumpage \$/Ton Stumpage	\$ \$	19 10	\$ \$	20 10	\$ \$	20 10	\$ \$	20 11	\$ \$	20 10
Sawlog											
Sawlog Pulpwood											
Sawlog Pulpwood Northern Resources	\$/Ton Stumpage	\$	10	\$	10	\$	10	\$	11	\$	10
Sawlog Pulpwood Northern Resources Sawlog Pulpwood	\$/Ton Stumpage \$/Ton Delivered \$/Ton Delivered	\$ \$ \$	10 67 42	\$ \$ \$	10 71 42	\$ \$ \$	10 69 42	\$ \$ \$	68 42	\$ \$ \$	10 69 42
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1)	\$/Ton Stumpage  \$/Ton Delivered  \$/Ton Delivered  \$/MBF	\$ \$ \$ \$	10 67 42 529	\$ \$ \$ \$	10 71 42 551	\$ \$ \$ \$	10 69 42 525	\$ \$ \$	68 42 521	\$ \$ \$	10 69 42 532
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1)	\$/Ton Stumpage  \$/Ton Delivered  \$/Ton Delivered  \$/MBF  \$/MSF	\$ \$ \$ \$	10 67 42 529 387	\$ \$ \$ \$	10 71 42 551 409	\$ \$ \$ \$	10 69 42 525 432	\$ \$ \$ \$	68 42 521 450	\$ \$ \$ \$	10 69 42 532 419
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1)	\$/Ton Stumpage  \$/Ton Delivered  \$/Ton Delivered  \$/MBF	\$ \$ \$ \$	10 67 42 529	\$ \$ \$ \$	10 71 42 551	\$ \$ \$ \$	10 69 42 525	\$ \$ \$ \$	68 42 521 450	\$ \$ \$	10 69 42 532
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1) Sales Volume	\$/Ton Stumpage  \$/Ton Delivered  \$/Ton Delivered  \$/MBF  \$/MSF	\$ \$ \$ \$	10 67 42 529 387	\$ \$ \$ \$	10 71 42 551 409	\$ \$ \$ \$	10 69 42 525 432	\$ \$ \$ \$	68 42 521 450	\$ \$ \$ \$	10 69 42 532 419
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1) Sales Volume Southern Resources	\$/Ton Stumpage  \$/Ton Delivered  \$/Ton Delivered  \$/MBF  \$/MSF  \$/MSF	\$ \$ \$ \$	10 67 42 529 387 607	\$ \$ \$ \$	10 71 42 551 409 620	\$ \$ \$ \$	10 69 42 525 432 636	\$ \$ \$ \$	68 42 521 450 634	\$ \$ \$ \$	10 69 42 532 419 625
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1) Sales Volume Southern Resources Sawlog	\$/Ton Stumpage  \$/Ton Delivered \$/Ton Delivered  \$/MBF \$/MSF \$/MSF	\$ \$ \$ \$	10 67 42 529 387 607	\$ \$ \$ \$	10 71 42 551 409 620	\$ \$ \$ \$	10 69 42 525 432 636	\$ \$ \$ \$	68 42 521 450 634	\$ \$ \$ \$	10 69 42 532 419 625
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1) Sales Volume Southern Resources Sawlog Pulpwood	\$/Ton Stumpage  \$/Ton Delivered  \$/Ton Delivered  \$/MBF  \$/MSF  \$/MSF	\$ \$ \$ \$	10 67 42 529 387 607	\$ \$ \$ \$	10 71 42 551 409 620 1,533 1,933	\$ \$ \$ \$	10 69 42 525 432 636	\$ \$ \$ \$	11 68 42 521 450 634 1,333 2,084	\$ \$ \$ \$	10 69 42 532 419 625 5,739 8,010
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1) Sales Volume Southern Resources Sawlog Pulpwood Total Harvest	\$/Ton Stumpage  \$/Ton Delivered \$/Ton Delivered  \$/MBF \$/MSF \$/MSF	\$ \$ \$ \$	10 67 42 529 387 607	\$ \$ \$ \$	10 71 42 551 409 620	\$ \$ \$ \$	10 69 42 525 432 636	\$ \$ \$ \$	68 42 521 450 634	\$ \$ \$ \$	10 69 42 532 419 625 5,739 8,010
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1) Sales Volume Southern Resources Sawlog Pulpwood Total Harvest Northern Resources	\$/Ton Stumpage  \$/Ton Delivered \$/Ton Delivered  \$/MBF \$/MSF \$/MSF  1,000 Tons 1,000 Tons	\$ \$ \$ \$	10 67 42 529 387 607 1,340 1,842 3,182	\$ \$ \$ \$	10 71 42 551 409 620 1,533 1,933 3,466	\$ \$ \$ \$	10 69 42 525 432 636 1,533 2,151 3,684	\$ \$ \$ \$	11 68 42 521 450 634 1,333 2,084 3,417	\$ \$ \$ \$	532 419 625 5,739 8,010 13,749
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1) Sales Volume Southern Resources Sawlog Pulpwood Total Harvest Northern Resources Sawlog	\$/Ton Stumpage  \$/Ton Delivered \$/Ton Delivered  \$/MBF \$/MSF \$/MSF  1,000 Tons 1,000 Tons	\$ \$ \$ \$	10 67 42 529 387 607 1,340 1,842 3,182	\$ \$ \$ \$	10 71 42 551 409 620 1,533 1,933 3,466 632	\$ \$ \$ \$	10 69 42 525 432 636 1,533 2,151 3,684	\$ \$ \$ \$	11 68 42 521 450 634 1,333 2,084 3,417	\$ \$ \$ \$	10 69 42 532 419 625 5,739 8,010 13,749 2,601
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1) Sales Volume Southern Resources Sawlog Pulpwood Total Harvest Northern Resources Sawlog Pulpwood	\$/Ton Stumpage  \$/Ton Delivered \$/Ton Delivered  \$/MBF \$/MSF \$/MSF  1,000 Tons 1,000 Tons	\$ \$ \$ \$	10 67 42 529 387 607 1,340 1,842 3,182 656 452	\$ \$ \$ \$	10 71 42 551 409 620  1,533 1,933 3,466  632 316	\$ \$ \$ \$	10 69 42 525 432 636 1,533 2,151 3,684 679 441	\$ \$ \$ \$	11 68 42 521 450 634 1,333 2,084 3,417 634 377	\$ \$ \$ \$	532 419 625 5,739 8,010 13,749 2,601 1,586
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1) Sales Volume Southern Resources Sawlog Pulpwood Total Harvest Northern Resources Sawlog Pulpwood Total Harvest	\$/Ton Stumpage  \$/Ton Delivered \$/Ton Delivered  \$/MBF \$/MSF \$/MSF  1,000 Tons 1,000 Tons 1,000 Tons 1,000 Tons	\$ \$ \$ \$	10 67 42 529 387 607 1,340 1,842 3,182 656 452 1,108	\$ \$ \$ \$	10 71 42 551 409 620 1,533 1,933 3,466 632 316 948	\$ \$ \$ \$	10 69 42 525 432 636 1,533 2,151 3,684 679 441 1,120	\$ \$ \$ \$	11 68 42 521 450 634 1,333 2,084 3,417 634 377 1,011	\$ \$ \$ \$	532 419 625 5,739 8,010 13,749 2,601 1,586 4,187
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1) Sales Volume Southern Resources Sawlog Pulpwood Total Harvest Northern Resources Sawlog Pulpwood Total Harvest Lumber	\$/Ton Stumpage  \$/Ton Delivered \$/Ton Delivered  \$/MBF \$/MSF \$/MSF  1,000 Tons 1,000 Tons 1,000 Tons 1,000 Tons MBF	\$ \$ \$ \$	10 67 42 529 387 607 1,340 1,842 3,182 656 452 1,108 30,199	\$ \$ \$ \$	10 71 42 551 409 620  1,533 1,933 3,466 632 316 948 30,340	\$ \$ \$ \$	10 69 42 525 432 636 1,533 2,151 3,684 679 441 1,120 27,645	\$ \$ \$ \$	11 68 42 521 450 634 1,333 2,084 3,417 634 377 1,011 27,158	\$ \$ \$ \$	10 69 42 532 419 625 5,739 8,010 13,749 2,601 1,586 4,187 115,342
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1) Sales Volume Southern Resources Sawlog Pulpwood Total Harvest Northern Resources Sawlog Pulpwood Total Harvest Lumber Plywood	\$/Ton Stumpage  \$/Ton Delivered \$/Ton Delivered  \$/MBF \$/MSF \$/MSF  1,000 Tons 1,000 Tons 1,000 Tons 1,000 Tons	\$ \$ \$ \$	10 67 42 529 387 607 1,340 1,842 3,182 656 452 1,108 30,199 53,301	\$ \$ \$ \$	10 71 42 551 409 620  1,533 1,933 3,466 632 316 948 30,340 51,397	\$ \$ \$ \$	10 69 42 525 432 636 1,533 2,151 3,684 679 441 1,120 27,645 48,984	\$ \$ \$ \$	11 68 42 521 450 634 1,333 2,084 3,417 634 377 1,011 27,158 45,674	\$ \$ \$ \$	532 419 625 5,739 8,010 13,749 2,601 1,586 4,187 115,342 199,356
Sawlog Pulpwood Northern Resources Sawlog Pulpwood Lumber (1) Plywood (1) Fiberboard (1) Sales Volume Southern Resources Sawlog Pulpwood Total Harvest Northern Resources Sawlog Pulpwood Total Harvest Lumber	\$/Ton Stumpage  \$/Ton Delivered \$/Ton Delivered  \$/MBF \$/MSF \$/MSF  1,000 Tons 1,000 Tons 1,000 Tons 1,000 Tons MBF	\$ \$ \$ \$	10 67 42 529 387 607 1,340 1,842 3,182 656 452 1,108 30,199	\$ \$ \$ \$	10 71 42 551 409 620  1,533 1,933 3,466 632 316 948 30,340	\$ \$ \$ \$	10 69 42 525 432 636 1,533 2,151 3,684 679 441 1,120 27,645	\$ \$ \$ \$	11 68 42 521 450 634 1,333 2,084 3,417 634 377 1,011 27,158	\$ \$ \$ \$	10 69 42 532 419 625 5,739 8,010 13,749 2,601 1,586 4,187 115,342

<sup>(1)</sup> Represents prices at mill level.

## PLUM CREEK TIMBER COMPANY, INC. LAND SALE STATISTICS (UNAUDITED)

		2013								
		1st Qtr		2nd Qtr		3rd Qtr		4th Qtr		YTD
Acres Sold										
Small Non-strategic		5,685								5,685
Large Non-strategic (1)		36,000								36,000
Conservation		970								970
HBU/Recreation		7,595								7,595
Development Properties		_								_
Conservation Easements		n/a								n/a
		50,250				_				50,250
Price per Acre										
Small Non-strategic	\$	1,230							\$	1,230
Large Non-strategic	\$	1,475							\$	1,475
Conservation	\$	2,580							\$	2,580
HBU/Recreation	\$	2,015							\$	2,015
Development Properties	\$	_							\$	_
Conservation Easements	\$	_							\$	_
Revenue, (\$ millions)										
Small Non-strategic	\$	7							\$	7
Large Non-strategic	\$	53							\$	53
Conservation	\$	3							\$	3
HBU/Recreation	\$	15							\$	15
Development Properties	\$								\$	_
Conservation Easements	\$								\$	_
Conservation Lasements	\$	78	\$		\$		_		\$	78
	<b>J</b>	70	Ψ		Ψ				Ψ	70
Proceeds from Real Estate Joint Venture (3)	\$	_							\$	_
	-								*	
Basis of Real Estate Sold (4)	\$	25							\$	25
						2012				
		1st Qtr	2	nd Qtr (2)	-	3rd Qtr		4th Qtr		YTD
Acres Sold		150 Q11	_			oru Qir	_	· · · · · ·	_	112
Small Non-strategic		4,385		17,870		5,750		17,115		45,120
Large Non-strategic (1)		69,770		17,870		99,800		16,600		186,170
Conservation				1,320						
HBU/Recreation		1,145 4,030		6,720		5,400 5,410		3,565 9,735		11,430
		4,030		0,720		3,410		9,733		25,895
Development Properties		/-		/-		/-		/-		/-
Conservation Easements	<u> </u>	n/a	_	n/a	_	n/a	_	n/a		n/a
Duite and Arms		79,330		25,910		116,360		47,015		268,615
Price per Acre	Φ.	1 115	Φ	1.165	0	1 455	Ф	1.265	Φ.	1.270
Small Non-strategic	\$	1,115	\$	1,165	\$	1,455	\$	1,365	\$	1,270
Large Non-strategic	\$	1,210	\$	_	\$	675	\$		\$	1,130
Conservation	\$	1,560	\$	2,315	\$	905	\$	2,260	\$	1,555
HBU/Recreation	\$	2,140	\$	1,955	\$	2,100	\$	1,940		2,000
Development Properties	\$	_	\$	_	\$	_	\$	_	\$	
Conservation Easements	\$	_	\$	28	\$	_	\$	_	\$	28
Revenue, (\$ millions)										
Small Non-strategic	\$	5	\$	21	\$	8	\$	24	\$	58
Large Non-strategic	\$	84	\$	_	\$	67	\$	58	\$	209
Conservation	\$	2	\$	3	\$	5	\$	8	\$	18
HBU/Recreation	\$	9	\$	13	\$	11	\$	19	\$	52
Development Properties	\$	_	\$	_	\$	_	\$	_	\$	_
Conservation Easements	\$		\$	10	\$	_	\$	_	\$	10
	\$	100	\$	47		91	_	109	\$	347
				.,						
Proceeds from Real Estate Joint Venture (3)	¢.		Ф		Φ	_	Φ		Φ	5
	\$	_	\$	_	\$	5	\$	_	\$	5
Basis of Real Estate Sold <sup>(4)</sup>	\$	63		12		36		27		13

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

- (1) During the first quarter of 2013, the company sold 36,000 acres of Large Non-strategic lands located in Texas and Oklahoma for \$52.7 million. During the first quarter of 2012, the company sold 69,800 acres of Large Non-strategic lands located in the Florida panhandle area for \$84.5 million. During the third quarter of 2012, the company sold 99,800 acres of Large Non-strategic lands located in Wisconsin for \$67.1 million. During the fourth quarter of 2012, the company sold 16,600 acres of Large Non-strategic lands located in Oregon for \$58.2 million.
- (2) During the second quarter of 2012, the company received \$10 million in exchange for placing a conservation easement on approximately 360,000 acres in Maine.
- (3) Not reflected in the land sale statistics (acres sold, price per acre and revenue).
- (4) Includes \$18 million in the first quarter of 2013 from a 36,000 acre Large Non-strategic sale located in Texas and Oklahoma, \$58 million in the first quarter of 2012 from a 69,800 acre Large Non-strategic sale located primarily in the Florida panhandle area, \$26 million in the third quarter of 2012 from a 99,800 acre Large Non-strategic sale in Wisconsin and \$12 million in the fourth quarter of 2012 from a 16,600 acre Large Non-strategic sale in Oregon.

# PLUM CREEK TIMBER COMPANY, INC. DEBT MATURITIES SCHEDULE March 31, 2013 (UNAUDITED)

	Borrowings						
	Pri	ncipal	Weighted Avg. Interest Rate				
Quarterly Maturities through 2013:							
4th Qtr 2013	\$	76	7.773% <sup>(1)</sup>				
Annual Maturities through 2015:							
2014	\$	3	8.050%				
2015	\$	462	5.891% (2)				

- (1) Principal amount composed of senior notes with principal amounts of \$3 million and \$73 million and interest rates of 8.050% and 7.760%, respectively.
- (2) Principal amount composed of senior notes with principal amounts of \$4 million and \$458 million and interest rates of 8.050% and 5.875%, respectively.

#### Plum Creek Timber Company, Inc Segment Data - Adjusted EBITDA Reconciliation of Operating Income and Net Cash Provided by Operating Activities (Unaudited)

We define Adjusted EBITDA as earnings from continuing operations, excluding equity method earnings, and before interest, taxes, depreciation, depletion, amortization, and basis in lands sold. Adjusted EBITDA is not considered a measure of financial performance under U.S. generally accepted accounting principles (U.S. GAAP) and the items excluded from Adjusted EBITDA are significant components of our consolidated financial statements.

We present Adjusted EBITDA as a supplemental performance measure because we believe it facilitates operating performance comparisons from period to period, and each business segment's contribution to that performance, by eliminating non-cash charges to earnings, which can vary significantly by business segment. These non-cash charges include timber depletion, depreciation of fixed assets and the basis in lands sold. We also use Adjusted EBITDA as a supplemental liquidity measure because we believe it is useful in measuring our ability to generate cash. In addition, we believe Adjusted EBITDA is commonly used by investors, lenders and rating agencies to assess our financial performance.

A reconciliation of Adjusted EBITDA to net income and net cash from operating activities, the most directly comparable U.S. GAAP performance and liquidity measures, is provided in the following schedules:

	Quarter Ended March 31, 2013							
		perating ncome		Depreciation, Depletion and Amortization	Basis of Real Estate Sold		Adjusted EBITDA	
By Segment								
Northern Resources	\$	11	\$	7	\$	_	\$	18
Southern Resources		24		14		_		38
Real Estate		45		_		25		70
Manufacturing		10		4		_		14
Other		5		_		_		5
Other Costs and Eliminations		(17)		_		_		(17)
Other Unallocated Operating Income (Expense), net		_		_		_		_
Total	\$	78	\$	25	\$	25	\$	128
Reconciliation to Net Income <sup>(1)</sup>								
Equity Earnings from Timberland Venture		14						
Interest Expense		(35)						
(Provision) Benefit for Income Taxes		(1)						
Net Income	\$	56						
Reconciliation to Net Cash Provided By Operating Activities								
Net Cash Flows from Operations							\$	1
Interest Expense								35
Amortization of Debt Costs								(1)
Provision / (Benefit) for Income Taxes								1
Distributions from Timberland Venture								(27)
Deferred Income Taxes								(1)
Gain on Sale of Properties and Other Assets								_
Deferred Revenue from Long-Term Gas Leases								3
Timber Deed Acquired								18
Pension Plan Contributions								_
Working Capital Changes								105
Other								(6)
Adjusted EBITDA							\$	128
-								

<sup>(1)</sup> Includes reconciling items not allocated to segments for financial reporting purposes.

#### Quarter Ended March 31, 2012

	erating acome	Depreciation, Depletion and Amortization		and Basis of Real		Adjusted EBITDA
By Segment						
Northern Resources	\$ 6	\$ 7	\$	_	\$	13
Southern Resources	21	15		_		36
Real Estate	30	_		63		93
Manufacturing	4	4		_		8
Other	5	_		_		5
Other Costs and Eliminations	(16)	_		_		(16)
Other Unallocated Operating Income (Expense), net	_	_		_		_
Total	\$ 50	\$ 26	\$	63	\$	139
Reconciliation to Net Income <sup>(1)</sup>						
Equity Earnings from Timberland Venture	13					
Interest Expense	(35)					
(Provision) Benefit for Income Taxes	1					
Net Income	\$ 29					
Reconciliation to Net Cash Provided By Operating Activities						
Net Cash Flows from Operations					\$	6
Interest Expense						35
Amortization of Debt Costs						(1)
Provision / (Benefit) for Income Taxes						(1)
Distributions from Timberland Venture						(28)
Deferred Income Taxes						1
Gain on Sale of Properties and Other Assets						_
Deferred Revenue from Long-Term Gas Leases						2
Timber Deed Acquired						98
Pension Plan Contributions						_
Working Capital Changes						30
Other						(3)
Adjusted EBITDA					\$	139

<sup>(1)</sup> Includes reconciling items not allocated to segments for financial reporting purposes.