



Earnings Release 1st Quarter — 2009

Weyerhaeuser Company
May 5, 2009

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Forward-looking Statement

This news release contains statements concerning the company's future results and performance that are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These statements are based on various assumptions and may not be accurate because of risks and uncertainties surrounding these assumptions. Factors listed below, as well as other factors, may cause actual results to differ significantly from these forward-looking statements. There is no guarantee that any of the events anticipated by these forward-looking statements will occur. If any of the events occur, there is no guarantee what effect they will have on company operations or financial condition. The company will not update these forward-looking statements after the date of this news release.

Some forward-looking statements discuss the company's plans, strategies and intentions. They use words such as "expects," "may," "will," "believes," "should," "approximately," "anticipates," "estimates," and "plans." In addition, these words may use the positive or negative or other variations of those terms.

This release contains forward-looking statements regarding the company's expectations during the second quarter of 2009, including the company's markets, the effect of facility closures and cost control measures in the wood products segment, fee timber harvests and log prices, demand and pricing for our wood products, decreases in raw material costs for our wood products segment, increased expenses for annual planned maintenance in the Cellulose Fiber segment, the effect of potential alternative fuel mixture tax credits, demand and prices for pulp, home sale closings and prices, earnings and performance of our business segments, capital expenditures and the timing of debt repayments. The major risks, uncertainties and assumptions that affect the company's businesses and may cause actual results to differ from these forward-looking statements, include, but are not limited to:

- the effect of general economic conditions, including the level of interest rates, availability of financing for home mortgages, strength of the U.S. dollar, employment rates and housing starts;
- market demand for the company's products, which is related to the strength of the various U.S. business segments and economic conditions;
- the successful execution of internal performance plans, including restructurings and cost reduction initiatives;
- the restructuring of the Company's business support functions;
- performance of the company's manufacturing operations, including maintenance requirements;
- raw material prices;
- energy prices;
- transportation costs;
- performance of pension fund investments and related derivatives;
- the effect of timing of retirements and changes in the market price of company stock on charges for stock-based compensation;
- the level of competition from domestic and foreign producers;
- the effect of forestry, land use, environmental and other governmental regulations;
- legal proceedings;
- changes in accounting principles;
- the effect of weather;
- the risk of loss from fires, floods, windstorms, hurricanes, pest infestation and other natural disasters; and
- other factors described under "Risk Factors" in the Company's annual report on Form 10-K.

The company also is a large exporter and is affected by changes in economic activity in Europe and Asia, particularly Japan and China. It also is affected by changes in currency exchange rates, particularly the relative value of the U.S. dollar to the euro and the Canadian dollar. Restrictions on international trade or tariffs imposed on imports also may affect the company.

Statements Relating to Non-GAAP Financial Measures

- During the course of this presentation, certain non-U.S. GAAP financial information will be presented. A reconciliation of those numbers to U.S. GAAP financial measures is included in this presentation which is available on the company's website at www.weyerhaeuser.com

2009 Q1 Consolidated Results

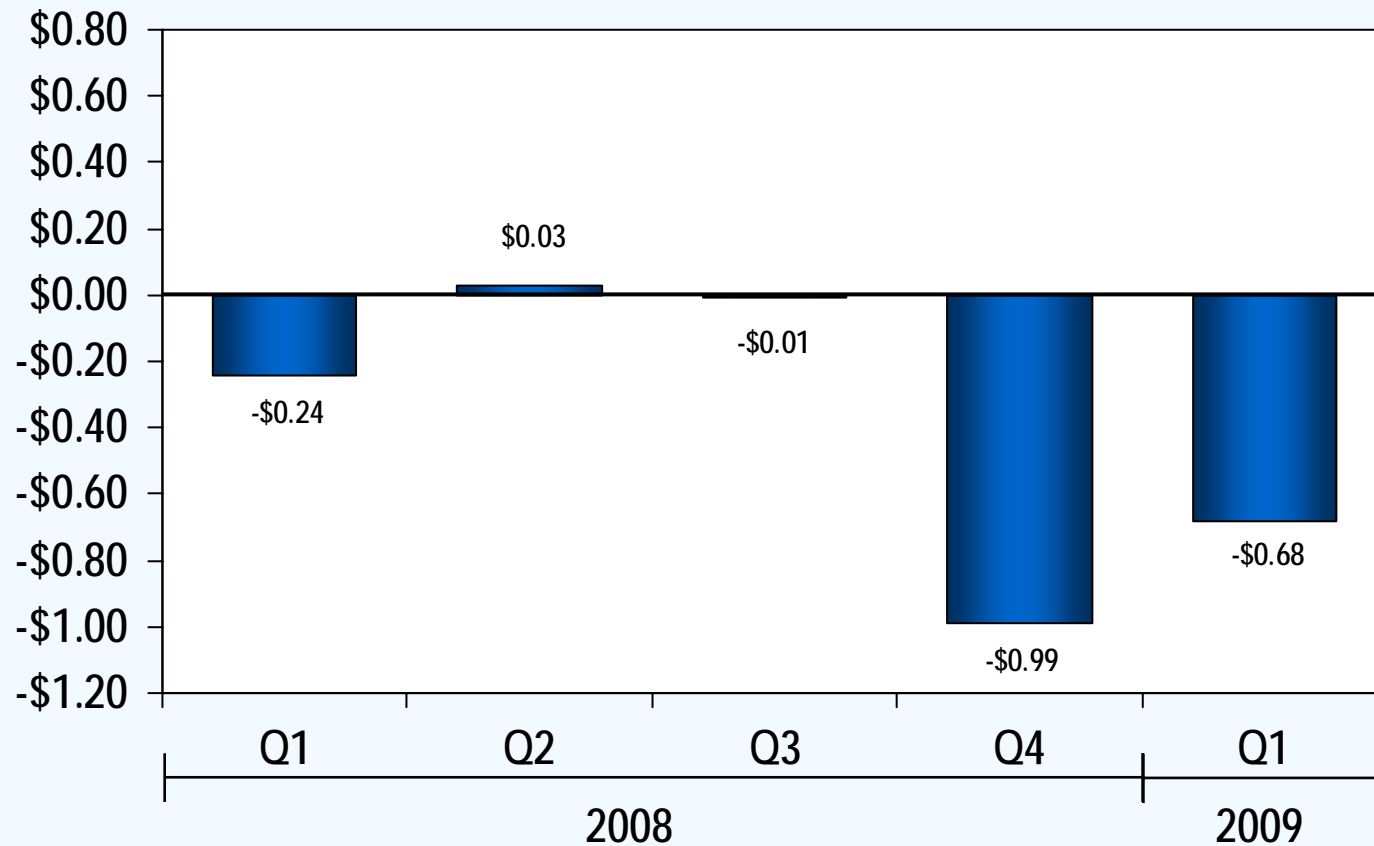
	<u>2009 Q1</u>
Revenues (\$ Millions)	\$1,275
Net Earnings before Special Items (\$ Millions) 1.	(\$144)
Diluted Earnings Per Share before Special Items 1.	(\$0.68)

1. A reconciliation to GAAP is set forth on Chart 3 and at www.weyerhaeuser.com
2. Interest expense for 2008 Q4 includes \$33 million gain on early extinguishment of debt.

\$ Millions except EPS	2008	2009
	Q4	Q1
Contribution to Pre-Tax Earnings before Special Items		
Timberlands	\$62	\$40
Wood Products	(199)	(176)
Cellulose Fibers	65	32
Real Estate	(146)	(24)
Corporate and Other	5	(14)
Total Contribution to Pre-Tax Earnings before Special Items	(\$213)	(\$142)
Special Items	(1,225)	(192)
Total Contribution to Pre-Tax Earnings	(\$1,438)	(\$334)
Interest Expense, net 2.	(86)	(106)
Income Taxes	312	176
Net Income	(\$1,212)	(\$264)
Diluted EPS	(\$5.73)	(\$1.25)
Diluted EPS before Special Items 1.	(\$0.99)	(\$0.68)

Diluted EPS Before Special Items

A reconciliation to GAAP EPS is available on Chart 3 and at www.weyerhaeuser.com

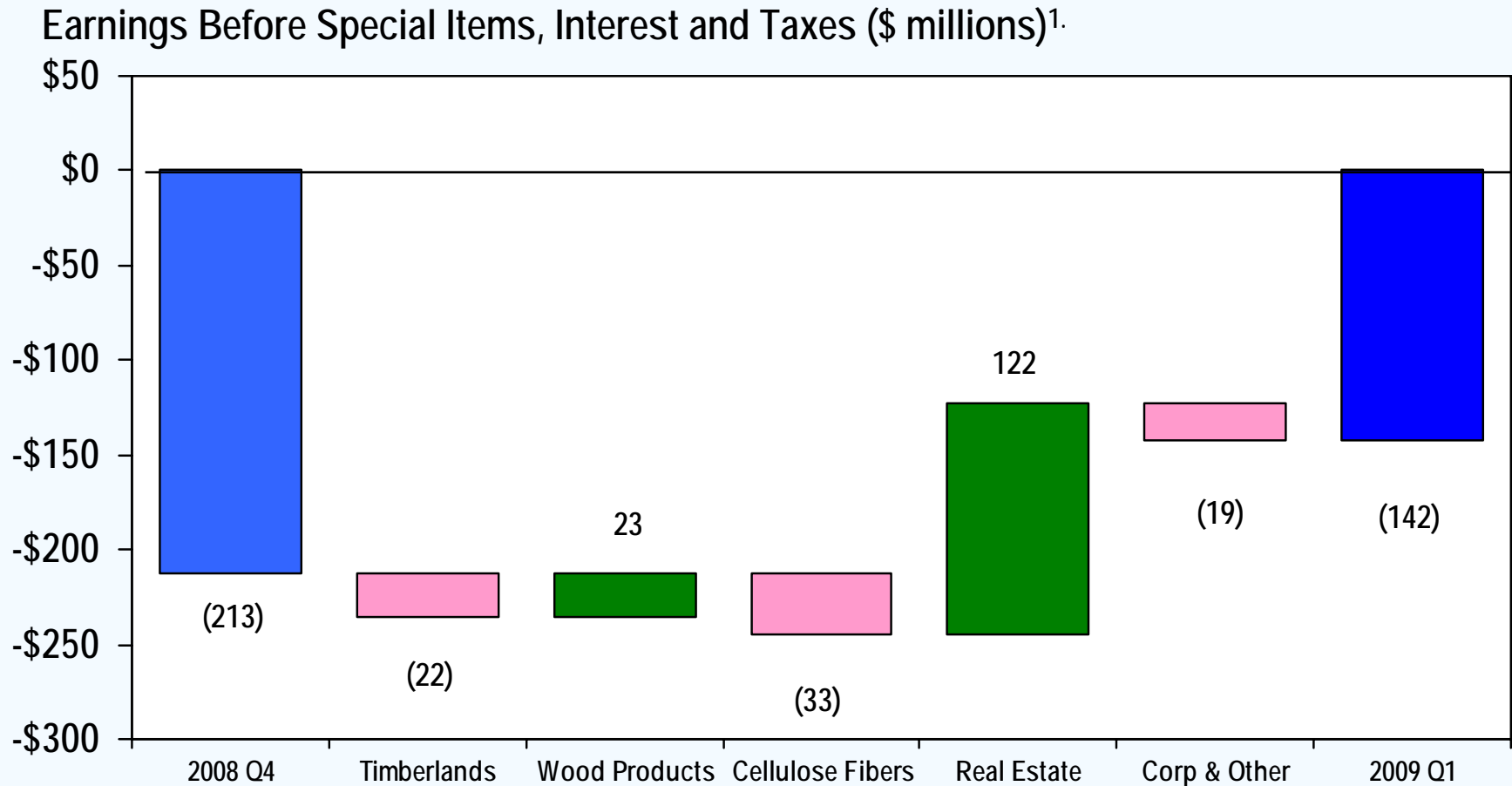


Reconciliation to GAAP

\$ Millions except EPS	Diluted EPS		Net Earnings	
	2008	2009	2008	2009
	Q4	Q1	Q4	Q1
Diluted EPS / Net Earnings before Special Items	(\$0.99)	(\$0.68)	(\$209)	(\$144)
Closures, Restructuring and Impairment of Weyerhaeuser Assets	(0.15)	(0.29)	(33)	(60)
Real Estate Related Charges	(1.48)	(0.21)	(313)	(45)
Reserve for Litigation	0.00	(0.06)	0	(12)
Impairment of Goodwill	(3.91)	(0.01)	(827)	(3)
Ownership Restructuring of Uruguay Assets	0.70	0.00	149	0
Gain on Early Extinguishment of Debt	<u>0.10</u>	<u>0.00</u>	<u>21</u>	<u>0</u>
Diluted EPS / Net Earnings (GAAP)	<u>(\$5.73)</u>	<u>(\$1.25)</u>	<u>(\$1,212)</u>	<u>(\$264)</u>

Changes in Contribution to Earnings by Segment

Chart 4



1. A reconciliation before Special Items to GAAP can be found on Chart 3 and at www.weyerhaeuser.com

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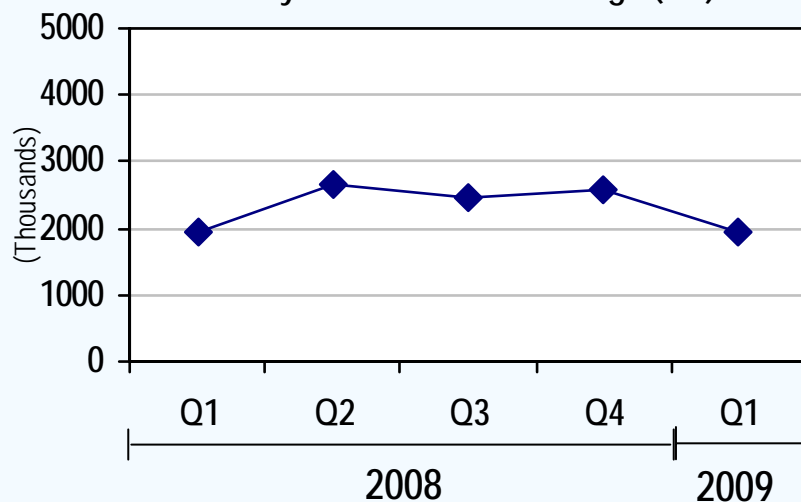
Timberlands Segment

<u>Timberlands</u> (\$ Millions)	<u>2008 Q4</u>	<u>2009 Q1</u>
Third Party Revenues ¹	\$221	\$154
Inter-Segment Revenues ¹	\$158	\$117
Contribution to Pre-Tax Earnings	\$62	\$40

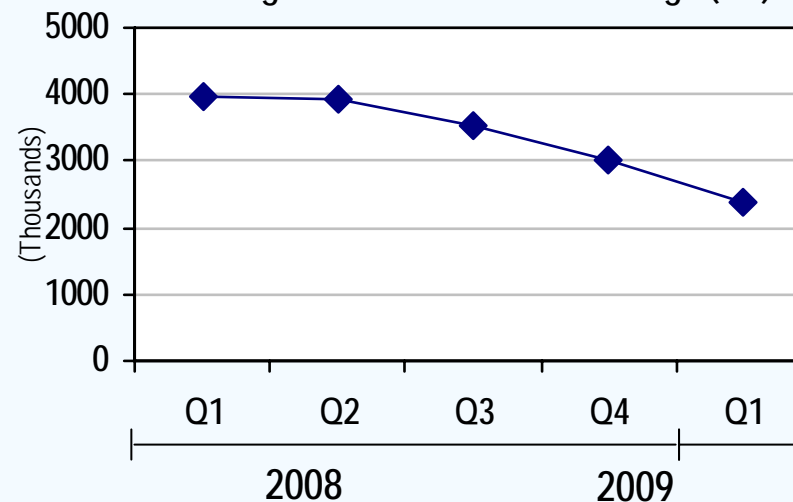
1st Quarter Notes

- Fee harvest declined
- Lower log prices in export and domestic markets
- Lower operating costs, primarily for fuel and silviculture activities

3rd-Party Sales Volumes — Logs (m3)¹



Inter-Segment Sales Volumes — Logs (m3)¹



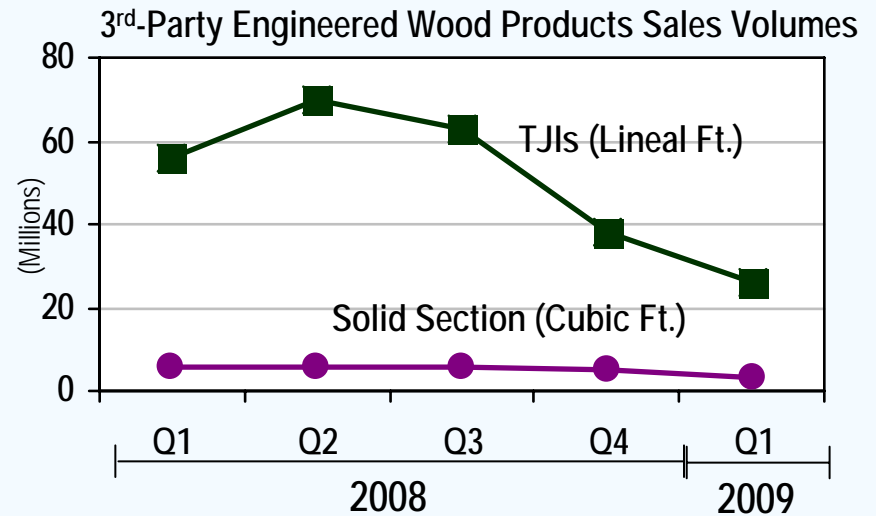
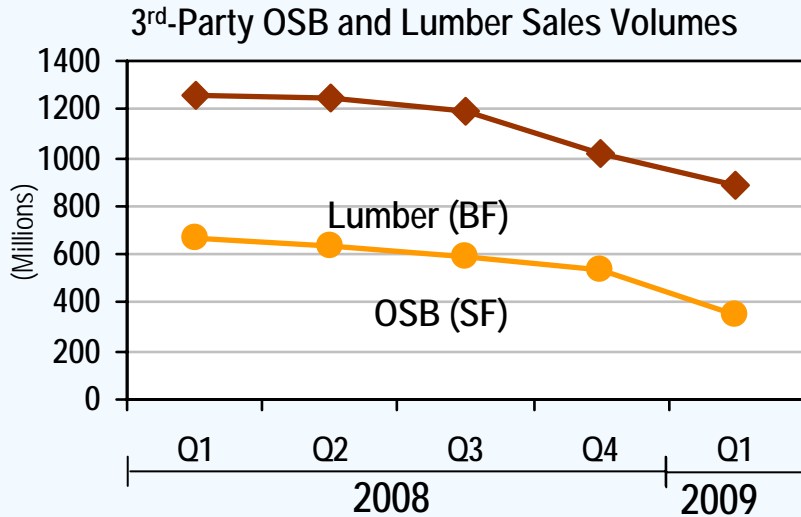
1. Revenues and volumes exclude Canadian Forestland operations.

Wood Products Segment

<u>Wood Products</u> (\$ Millions)	<u>2008 Q4</u>	<u>2009 Q1</u>
Revenues	\$725	\$542
Contribution to Pre-Tax Earnings	(\$960)	(\$266)

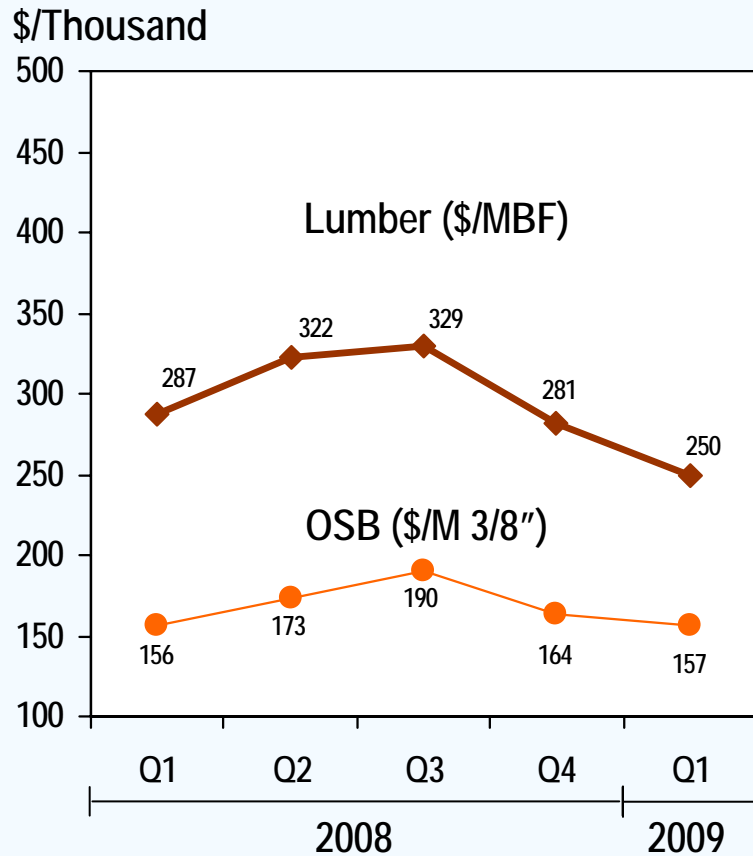
1st Quarter Notes

- Sales volumes declined for all product lines
- Lower lumber and OSB prices
- These were more than offset by cost control measures, facility closures, and lower log costs
- 1st quarter included special items of \$90 million. 4th quarter included special items of \$761 million, including \$733 million for the impairment of goodwill.

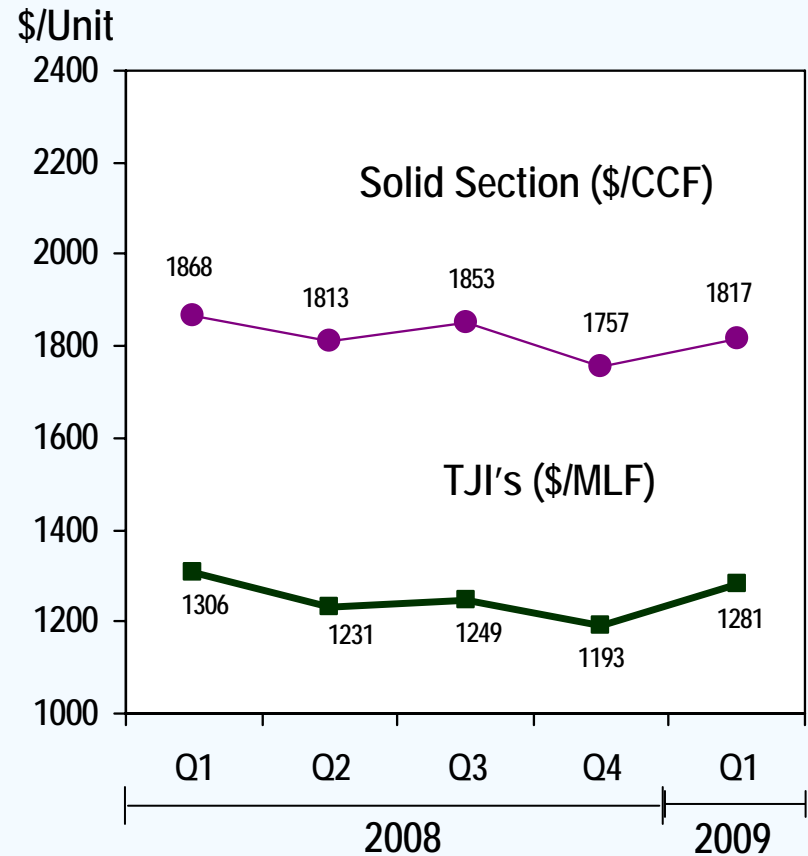


Average 3rd-Party Realizations — OSB and Lumber / Engineered Lumber

OSB and Lumber



Engineered Lumber

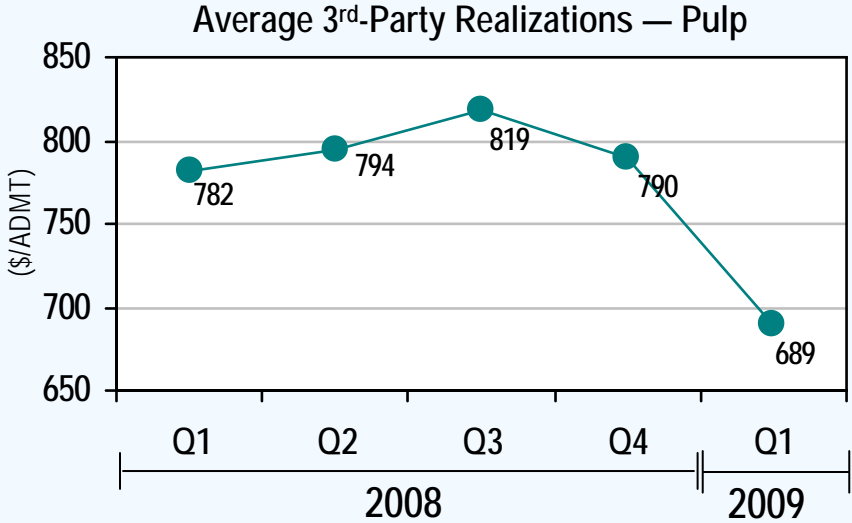
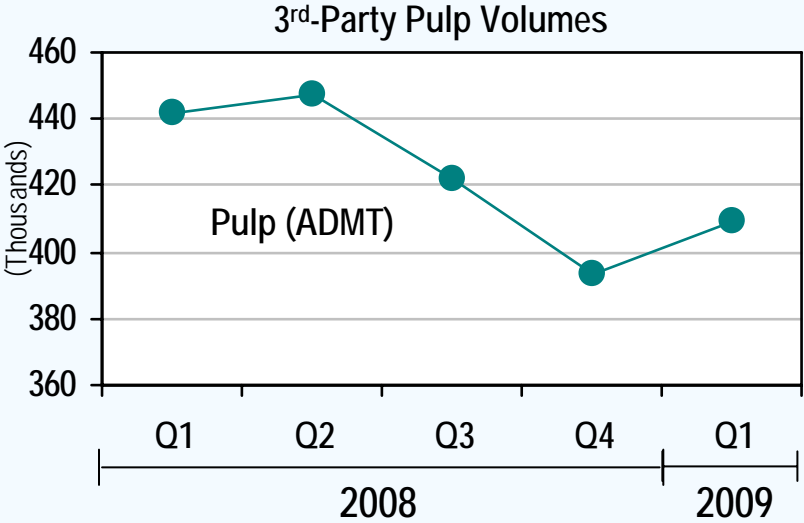


Cellulose Fibers Segment

<u>Cellulose Fibers</u> (\$ Millions)	<u>2008 Q4</u>	<u>2009 Q1</u>
Revenues	\$413	\$364
Contribution to Pre-Tax Earnings	(\$29)	\$31

1st Quarter Notes

- Significant decline in pulp price realizations
- Lower fiber, freight and maintenance costs
- 4th quarter included charges of \$94 million for impairment of goodwill



Real Estate Segment

<u>Real Estate</u> (\$ Millions)	<u>2008 Q4</u>	<u>2009 Q1</u>
Revenues	\$354	\$172
Contribution to Pre-Tax Earnings	(\$630)	(\$96)

1st Quarter Notes

- Single-family home closings declined, and average home closing price was lower
- Backlog increased slightly
- 1st quarter included a gain of \$6 million from a land condemnation, compared to a \$130 million loss on land sales in the 4th quarter
- 1st quarter included special items of \$72 million compared to \$484 million in the 4th quarter

Weyerhaeuser Real Estate Company Key Indicators

	2008				2009
	Q1	Q2	Q3	Q4	Q1
Sales Traffic (in Thousands)	33	30	30	20	19
Single-Family Homes Sold (Net New Orders)	926	748	537	334	455
Single-Family Homes Sold But Not Closed At End of Period (Backlog)	1,306	1,185	1,002	581	607
Cancellation Rate (%)	26%	31%	36%	41%	28%
Single-Family Homes Closed	844	869	720	755	429
Average Home Closing Price (\$ Thousands)	\$399	\$399	\$421	\$408	\$377

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2009 Q2 Outlook

Segment	Comments
Timberlands	<ul style="list-style-type: none"> ● Harvest levels are expected to increase seasonally, but will remain at curtailed levels. ● Export pricing is expected to weaken further. ● Excluding severance charges, Weyerhaeuser expects 2009 Q2 operating earnings to be comparable to 2009 Q1.
Wood Products	<ul style="list-style-type: none"> ● Weyerhaeuser expects a smaller operating loss in 2009 Q2 due to cost reductions resulting from 2009 Q1 facility closures and other cost control measures. ● The company anticipates lower raw material costs and slightly higher sales volumes and prices.
Cellulose Fibers	<ul style="list-style-type: none"> ● Expenses associated with a planned major boiler maintenance project, other annual maintenance outages and lower pulp prices are expected to result in a second quarter loss. ● No benefit included from potential alternative fuel mixture tax credits.
Real Estate	<ul style="list-style-type: none"> ● Despite extremely difficult housing market conditions, Weyerhaeuser expects 2009 Q2 home sale closings to increase slightly from 2009 Q1 levels, but at lower average sales prices. ● Excluding impairments and restructuring charges, the loss from homebuilding operations is expected to approximate 2009 Q1.

Appendix



2009 Q1 Earnings Summary

\$ Millions except EPS	2008				2009
	Q1	Q2	Q3	Q4	Q1
Contribution to Earnings before Special Items					
Timberlands	\$112	\$102	\$107	\$62	\$40
Wood Products	(203)	(131)	(109)	(199)	(176)
Cellulose Fibers	56	43	78	65	32
Containerboard, Packaging & Recycling ⁴	97	109	8	0	0
Real Estate	(22)	(26)	(84)	(146)	(24)
Corporate and Other	(19)	17	17	5	(14)
Total Contribution to Earnings before Special Items	\$21	\$114	\$17	(\$213)	(\$142)
Special Items	(156)	(254)	1,085	(1,225)	(192)
Total Contribution to Earnings	(\$135)	(\$140)	\$1,102	(\$1,438)	(\$334)
Interest Expense, net ¹	(108)	(106)	(116)	(86)	(106)
Income Taxes ²	95	150	(706)	312	176
Net Income (loss)	(\$148)	(\$96)	\$280	(\$1,212)	(\$264)
Diluted EPS	(\$0.70)	(\$0.45)	\$1.33	(\$5.73)	(\$1.25)
Diluted EPS before Special Items ³	(\$0.24)	\$0.03	(\$0.01)	(\$0.99)	(\$0.68)

1. Interest expense includes \$33MM gain in 2008 Q4 on early extinguishment of debt.

2. Income taxes for 2008 Q2 include a \$14 million tax benefit from the release of FIN 48 tax liabilities.

3. A reconciliation to GAAP is set forth on Chart 11 and at www.weyerhaeuser.com

4. Containerboard, Packaging & Recycling was sold in August 2008.

Earnings per Share Reconciliation

	2008				2009
	Q1	Q2	Q3	Q4	Q1
Diluted EPS before Special Items	(\$0.24)	\$0.03	(\$0.01)	(\$0.99)	(\$0.68)
Closures, Restructuring and Impairment of Weyerhaeuser Assets	(0.19)	(0.20)	(0.16)	(0.15)	(0.29)
Real Estate Related Charges	(0.17)	(0.98)	(0.69)	(1.48)	(0.21)
Legal Settlement and Reserve Adjustments	(0.05)				(0.06)
Impairment of Goodwill				(3.91)	(0.01)
Net Gain on Divestiture of Assets and Operations / Restructuring of Uruguay Ownership		0.48	2.19	0.70	
Gain (Loss) on Early Extinguishment of Debt				0.10	
Changes to Post-Retirement Benefits		0.15			
Tax Law Changes / Other One-time Tax Benefits		0.07			
Environmental Reserve Adjustment	(0.05)				
Diluted EPS (GAAP)	(\$0.70)	(\$0.45)	\$1.33	(\$5.73)	(\$1.25)