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Weyerhaeuser Company

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Forward Looking Statement

This presentation 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 presentation. 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 presentation contains forward-looking statements regarding the company's expectations during the first quarter of 2010, including fee timber harvest levels and operating costs in the Timberlands segment, demand and pricing for our products and operating rates in the Wood Products segment, increased expenses for annual planned maintenance and raw material costs in the Cellulose Fiber segment, average pulp price realizations, home sale closings and prices, cost control measures, trends in starts of single-family homes and uses of wood, and trends in demand for fluff pulp. 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;
- performance of the company's manufacturing operations, including maintenance requirements and operating efficiencies;
- energy prices;
- transportation costs;
- raw material prices;
- chemical prices;
- the level of competition from domestic and foreign producers;
- the effect of forestry, land use, environmental and other governmental regulations;
- the effect of weather;
- changes in the Company's business support functions and support costs;
- changes in legislation or tax rules;
- Weather;
- the risk of loss from fires, floods, windstorms, hurricanes, pest infestation and other natural disasters;
- legal proceedings;
- performance of pension fund investments;
- changes in accounting principles;
- the effect of timing of retirements and changes in the market price of company stock on charges for stock-based compensation; 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, China and Korea. 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.



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Dan Fulton

**President and
Chief Executive Officer**

Global Timberlands Footprint

	Thousands of Acres			
	Fee Ownership	Long-term Lease	Total Fee and Lease	License Arrangements
U.S. West	2,063		2,063	
U.S. South	3,424	690	4,114	
Canada				15,178
Uruguay	315	26	341	
China		45	45	
Total	5,802	761	6,563	15,178

Delivering Value From our Land and Forests



Outlook on Housing

- **2009 U.S. single family housing starts of 445,000**
- **2010 planning estimate for U.S. single family housing starts of 600,000**
- **Long-term housing starts expected to return to trend levels**
 - Supported by demographic trend
 - Wood preferred building material for US housing market

Housing Heavily Influences Our Operating Results

Timberlands



- **Decision to convert to REIT**
- **Deferring harvest to preserve value**
- **Minerals and energy**
- **Future opportunities**



Wood Products



- A leading producer of solid wood products and panels
- Largest engineered wood products producer
- National distribution footprint
- Recognized and trusted product brands
- Matching supply with demand

Real Estate



- Well positioned in markets with strong long-term fundamentals
- Unique brands with distinctive value propositions
- Managing through the cycle
 - Product design
 - Land strategy
 - Cost control / cash generation



Cellulose Fibers



- Focus on absorbents and specialty fibers
- Growing with key customers
- Optimizing operating efficiencies
- Green energy





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Patty Bedient

Chief Financial Officer

First Quarter 2010 Outlook

Timberlands	<ul style="list-style-type: none">• Now expect operating earnings to be greater than 2009 Q4• Expect improved domestic log sales realizations• Anticipate somewhat higher costs• Will continue to defer harvest volumes
Wood Products	<ul style="list-style-type: none">• Expect much lower operating loss compared to 2009 Q4• Sales realizations and volumes expected to increase, driven by improvements in lumber and OSB• Anticipate lower unit manufacturing costs as a result of improved operating rates• Log costs are expected to increase
Cellulose Fibers	<ul style="list-style-type: none">• Expect earnings from operations to be comparable to 2009 Q4, excluding the effect of alternative fuel mixture credit• Expect increased costs for annual maintenance shutdowns, as well as increased fiber costs• These costs are expected to offset improved pulp price realizations
Real Estate	<ul style="list-style-type: none">• Expect the segment to be profitable, excluding potential impairments or restructuring charges• Expect a loss from single-family homebuilding operations due to seasonally lower closings• Two commercial partnership interests sold in January 2010 will contribute \$33 million to earnings

Substantial Liquidity

- **\$1.9 billion cash and short term investments at the end of 2009**
- **Tax refunds of approximately \$550 million in first half of 2010**
- **Capital expenditures in 2010 of approximately \$200 million**
- **Only minor debt maturities for the next two years**
 - **\$43 million 2010**
 - **\$30 million 2011**
- **Available credit lines**
 - **\$1.0 billion bank facility maturing in December 2011**
 - **Will let unused March 2010 bank facility expire**

Positioning Timberlands in a More Competitive Structure

- **REIT structure supports strategic direction**
 - **Benefit to the Company**
 - **Future qualified earnings distributed to shareholders not taxed at the corporate level**
 - **Benefit to shareholders**
 - **Most dividends from a timber REIT are capital gains to shareholders**
- **2010 most likely year for conversion**
 - **No change to legal structure or business mix necessary**
 - **Board to consider economic conditions and potential tax law changes**

Next steps for REIT conversion

- **Payout of accumulated Earnings and Profits**
 - Likely to be somewhat less than \$6 billion
 - Combination of stock and cash; up to 90 percent in WY shares
- **Proxy resolutions for April 2010 shareholder vote**
 - Significant stock issuance necessary for Earnings and Profits payout requires shareholder approval
 - Approval of REIT structure ownership limitations
- **Board will determine**
 - Timing
 - Cash portion of the Earnings and Profits distribution
 - Ongoing dividend policy

Questions



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