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News Release

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DOMTAR EXPANDS PERSONAL CARE PORTFOLIO WITH PURCHASE OF BUTTERFLY HEALTH INC.

Raleigh, June 23, 2016 – Every day, Domtar improves the quality of peoples’ lives by providing dignity and choice through its Personal Care products. In line with its strategy and core capabilities, Domtar Corporation (NYSE: UFS) (TSX: UFS) has purchased the assets of Butterfly Health Inc.

BUTTERFLY® body liners offer discreet, secure protection for accidental bowel leakage (ABL). “This product provides a unique solution to a problem that exists for roughly 1 out of 10 people. It represents a complementary addition to our portfolio of brands and technologies,” stated Mike Fagan, President of Domtar Personal Care.

Domtar Personal Care designs, manufactures and sells a wide range of incontinence solutions for adults, children and infants. Brands include ATTENDS®, ATTENDS DISCREET® and COMFEES®.

The BUTTERFLY® absorbent core is based on Domtar’s air-laid materials produced at its Jesup, Georgia, facility.

BUTTERFLY® body liners were introduced in 2014 and are currently sold in North America through several major retail channels. Domtar will leverage its global footprint to expand commercialization to additional healthcare markets, with a focus on Europe.

To learn more about BUTTERFLY® body liners, visit www.butterfly.com. For information about Domtar’s solutions for ABL or Adult Incontinence, please contact Chris Lee at Chris.Lee@domtar.com.



About Domtar

Domtar is a leading provider of a wide variety of fiber-based products including communication, specialty and packaging papers, market pulp and absorbent hygiene products. With over 10,000 employees serving more than 50 countries around the world, Domtar is driven by a commitment to turn sustainable wood fiber into useful products that people rely on every day. Domtar's annual sales are approximately \$5.3 billion and its common stock is traded on the New York and Toronto Stock Exchanges. Domtar's principal executive office is in Fort Mill, South Carolina. To learn more, visit www.domtar.com.

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