

August 28, 2014

Chief Section of Administration
Office of Proceedings
Surface Transportation Board
395 E Street S.W. – Suite 100
Washington, DC 20423-0001

RE: Notice of Memorandum of Lease Termination

Dear Section Chief:

Enclosed for recordation pursuant to the provisions of 49 U.S.C. Section 111301(a) are three (3) originals of a Memorandum of Lease Termination dated August 22, 2014, a secondary document as defined in the Board's Rules for the Recordation of Documents. The enclosed document relates to the Memorandum of Lease evidencing such leased equipment which was duly filed at the Surface Transportation Board on October 17, 2006 under Secondary Recordation Number 26627-A. The names and addresses of the parties to the enclosed document are:

Lessor: First Union Rail Corporation
1 Place Ville Marie, Suite 2022
Montreal, Quebec H3B 2C4

Lessee: Catalyst Paper (USA) Inc.
1011 Western Avenue – Suite 700
Seattle, Washington 98104

The enclosed document is for fifty (50) boxcars with NOKL marks (see Exhibit A for car numbers) which have been terminated in all respects and are no longer covered under the Lease.

A short summary of the document to appear in the index follows: Notice of Memorandum of Lease Termination.

Also enclosed is a check in the amount of \$43.00 payable to the order of the Surface Transportation Board covering the recordation fee. Kindly return two (2) stamped originals of the enclosed document to the undersigned.

If you have any questions regarding this matter, please contact me at the Montreal number shown below. Thank you for your cooperation.

Sincerely,



Laurence Baudinet
Sales Manager
Encl.
(NOSK001)

1 Place Ville Marie - Suite 2022, Montréal, QC H3B 2C4
Tel. 514.861.3101 Fax 514.861.6695

308 - 4th Avenue S.W. - Suite 2711, Calgary, AB T2P 0H7
Tel. 403.776.8721 Fax 403.776.8727

RECORDED 26627B

AUG 29 '14 -11 38 AM

MEMORANDUM OF LEASE TERMINATION

THIS MEMORANDUM OF LEASE TERMINATION (the "Memorandum") dated as of August 22, 2014 is made by First Union Rail Corporation (the "Lessor"), a North Carolina corporation, and pertains to that certain Lease Agreement dated September 25, 2006 and Rider No. 2 dated September 25, 2006 (collectively, the "Lease"), between Lessor and Catalyst Paper (USA) Inc. (the "Lessee"), a California corporation.

WITNESSETH:

WHEREAS, Lessor and Lessee entered into the Lease whereby Lessor has agreed to lease to Lessee certain railcars (the "Equipment") as more particularly described on Exhibit A attached hereto; and,

WHEREAS, Lessor and Lessee entered into that certain Memorandum of Lease dated as of September 25, 2006, evidencing the above-described Lease of such Equipment, which was filed at the Surface Transportation Board on October 17, 2006 with secondary recordation number 26627-A.

WHEREAS, the Lease between Lessor and Lessee has been terminated; and

NOW, THEREFORE, the Lessor desires to clarify the public record state as follows:

1. This Notice serves as notice that the Lease between Lessor and Lessee relating to the Equipment and evidenced by the Memorandum of Lease filed with the Surface Transportation Board and Registrar General, has been terminated in all respects.
2. Lessor wishes to record this Notice of Termination of Lease and Termination of Memorandum of Lease so as to release the lien with respect to the Equipment.

IN WITNESS WHEREOF, the Lessor has caused this Memorandum to be executed by its duly authorized officer as of the 22 day of August, 2014. (and the undersigned declares under penalty of perjury that she holds the title indicated below and that the execution of this Memorandum was the free act and deed of its corporation).

LESSOR:

FIRST UNION RAIL CORPORATION

Name: Susan A. Barrie

Title: Vice President, Sales - Canada

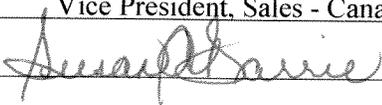
Signature: 

EXHIBIT A to MEMORANDUM OF TERMINATION OF LEASE

NUMBER OF CARS: Fifty (50)

DESCRIPTION OF CARS: BOX CARS - 50' 6" PLATE "F" (A405) with 10' plug doors (286 GWR)

CAR NUMBERS:

NOKL 560802	NOKL 560921
NOKL 560808	NOKL 560927
NOKL 560811	NOKL 560931
NOKL 560813	NOKL 560933
NOKL 560816	NOKL 560934
NOKL 560823	NOKL 560939
NOKL 560826	NOKL 560941
NOKL 560830	NOKL 560945
NOKL 560832	NOKL 560948
NOKL 560833	NOKL 560950
NOKL 560837	NOKL 560951
NOKL 560855	NOKL 560960
NOKL 560858	NOKL 560965
NOKL 560861	NOKL 560969
NOKL 560864	NOKL 560971
NOKL 560865	NOKL 560972
NOKL 560867	NOKL 560973
NOKL 560870	NOKL 560976
NOKL 560872	NOKL 560981
NOKL 560878	NOKL 560989
NOKL 560885	NOKL 560993
NOKL 560893	NOKL 560994
NOKL 560896	NOKL 560995
NOKL 560912	NOKL 560997
NOKL 560915	NOKL 560999

COUNT : 50