

First Quarter 2015

Operational and Financial Results

Q1 2015 Financial Results & Highlights



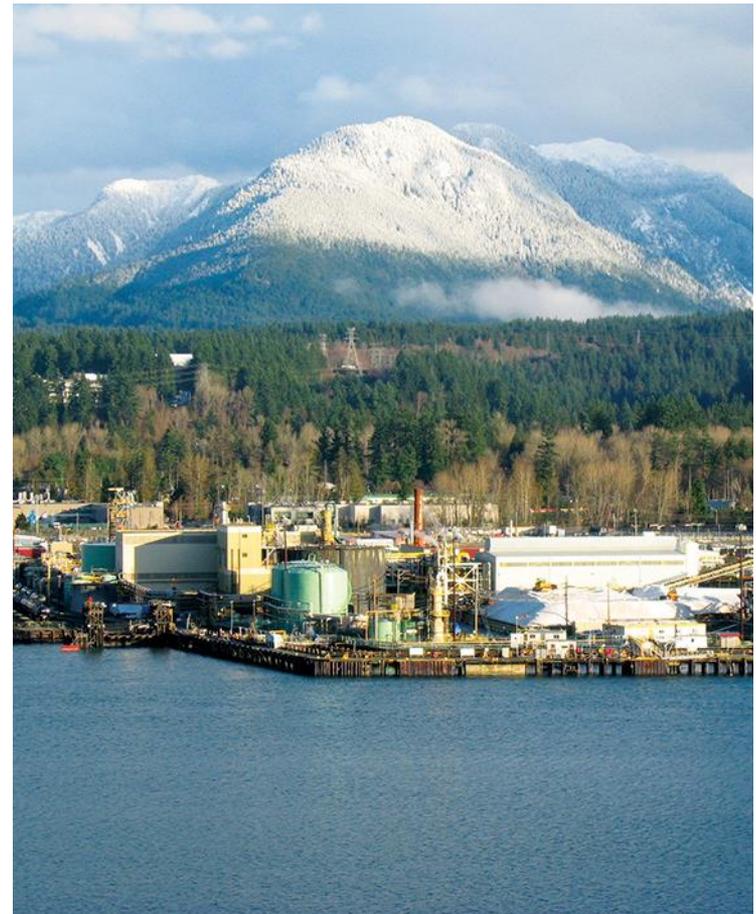
Results

Cash operating profit *

\$26.9
million

Highlights

- January was a record production month for NA Sodium Chlorate
- Brazil remains on track for a strong year
- Caustic soda and chlorine prices up slightly for Q2
- At NATO 46 UT were loaded during the quarter
- Our Business Improvement Program has started to generate benefits



North American Sodium Chlorate Strong Year Forecasted



Q1 2015 Summary

- Cash operating profit of \$16.6 million
- Improved netbacks due to a weakening of the Canadian dollar
- January was a record production month for the Brandon facility
- Failure of copper buss bar resulted in the loss of 2,700 MT in February; plant at full operating rates in March

2015 Outlook

- NA sodium chlorate industry operating rates expected to remain in the low 90% range in 2015
- Prices are expected to remain solid through the balance of the year



Brazil Strong Performance Continues



Q1 2015 Summary

- Cash operating profit was \$7.0M
- The depreciation of the Canadian dollar was favorable given that our contract is a USD, cost-plus, fixed margin agreement
- Operations remain stable
- Fibria ran at high rates resulting in strong demand for our products

2015 Outlook

- We expect results that are consistent with the prior year



North American Chlor-alkali Impacted by Commodity Prices



Quarterly Summary

- Cash operating profit was \$8.1 million
- MECU production volumes increased over prior quarter
 - Anodes in 4 out of 7 electrolytic cells have been recoated
 - Current plant operating rate is 84%
 - Project is on-time and on-budget
 - Full capacity estimated by Q3 2015
- Hydrochloric acid demand and prices weakened in Q1, reflecting a decrease in activity in the oil and gas sector

2015 Outlook

- We expect a decrease in hydrochloric acid demand and pricing due to slow-down of activity in the oil and gas sector in Q2
- Seasonal chlorine demand improvement Q2/Q3 (PVC and water treatment)
- Price increase settlements for Q2 2015 for chlorine and caustic soda as contracts allowed

NATO

Performance Improvement Continues



Q1 2015 Summary

- Loaded 46 trains in the first quarter
- Monthly record of 17 unit trains in March including 4 spot trains
- Focused on continuing cost reductions and increasing contracted volumes

Market Outlook

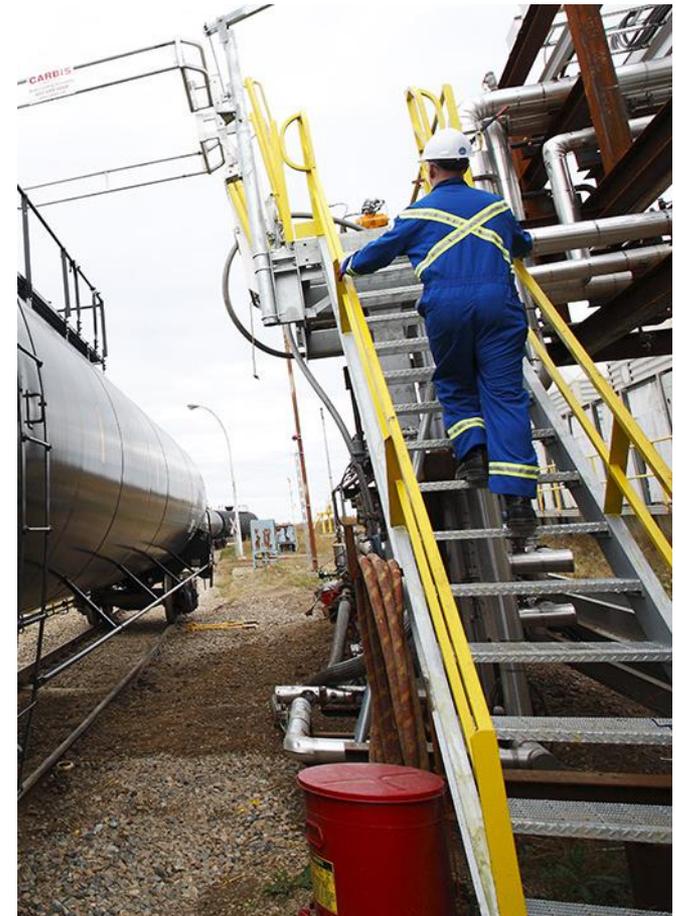
- Current Western Canadian Select differential spreads are tight which challenges crude-by-rail economics
- Crude-by-rail continues to provide producers with flexibility in destinations to maximize pricing
- Full nominations were not received for Q2
- At Q3/15 contracted levels of 5.5 trains/week we expect NATO to breakeven (assuming full nominations)



Creating Portfolio Alignment

NATO Divestment Update

- The disposition process began in Q3 2014, with strong initial interest shown from oil and gas producers, midstream players, refiners and financial sponsors
- In Q4 2014, oil prices decreased dramatically causing the industry to curtail capital spending due to uncertainty; this has affected the number of interested parties and indications of value for the asset
- Discussions are ongoing, but no definitive agreement has been reached
- Near-term objective is to optimize NATO operations and contract additional volumes
- The plan remains to sell NATO and return to a pure-play chemical company



Energizing Key Initiatives in Q1 2015



Initiated Second Disposition Process

- North Vancouver process initiated in January 2015



Reduced the Dividend

- Dividend was reduced by 90% to \$0.01/share per quarter
- Retain \$67M of cash annually to reduce debt and fund committed capital expenditures



Relaxed Covenants

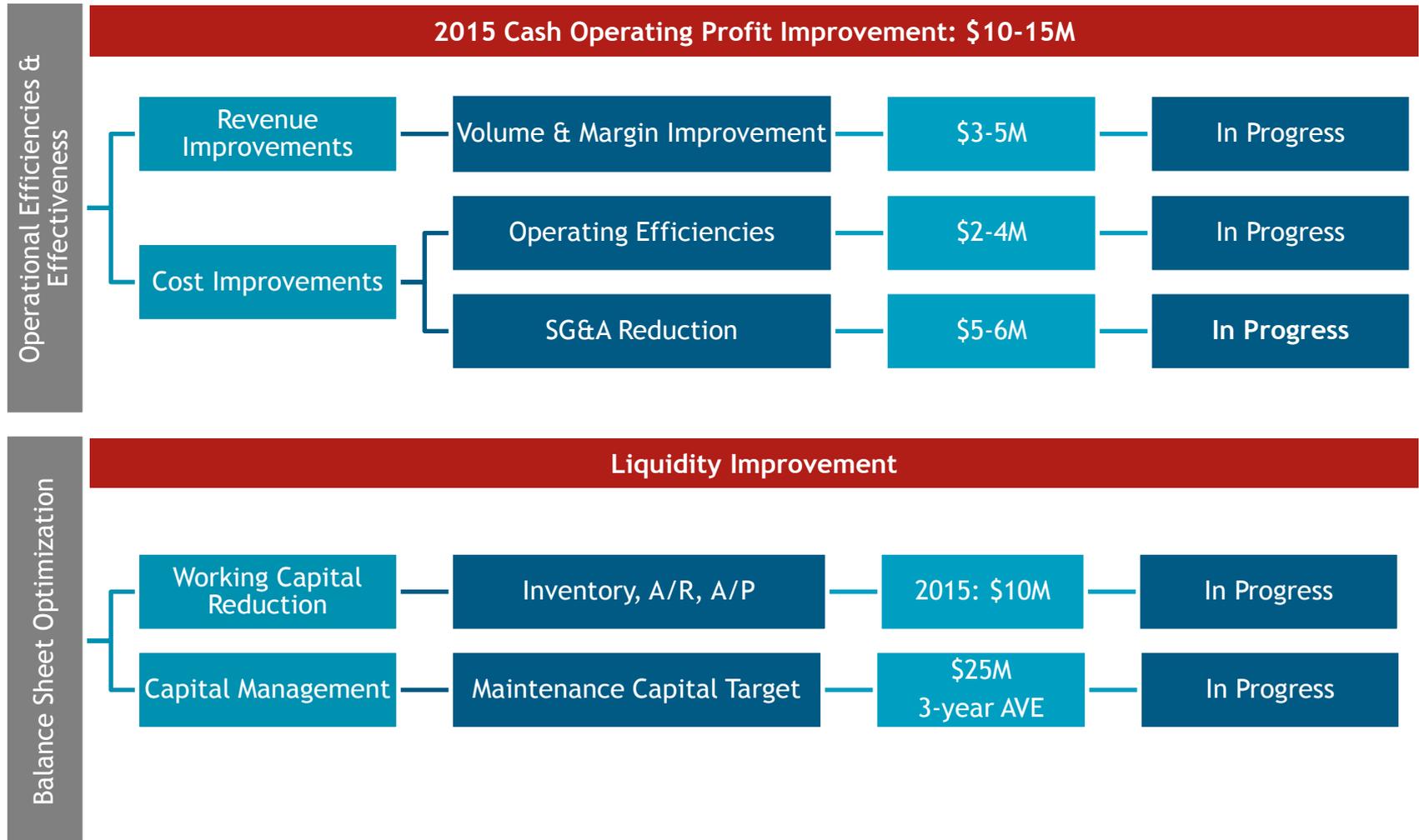
- Renegotiated Q1/15 and Q2/15 covenants to offer additional financial flexibility
- Bank covenants do not include convertible debentures



Initiated a Business Improvement Program

- \$10-15M Cash Operating Profit Improvement
- Increased Liquidity

Business Improvement Program Objective



Creating Shareholder Value Value Proposition



As Canexus initiates a period of resetting and transition, value creation is being restored

Increase Financial Flexibility

- Asset Divestitures
- Dividend Reduction
- Relaxed Covenants
- Business Improvement Program

2015



2017



Long-term Chemical Growth

- Organic Growth
- Acquisitions



Trading Symbol	CUS: TSX	Market Capitalization	\$365 million
Share Price (May 5, 2015)	\$1.96	Annual Dividend	\$0.04/share
Shares Outstanding (Q1 2015 Basic)	186 million	Current Yield	2.0%

TSX: CUS; CUS.DB.A; CUS.DB.B; CUS.DB.C; CUS.DB.D

Forward-looking Statements



This presentation contains forward-looking statements and information relating to expected future events relating to Canexus and its subsidiaries, including with respect to: timing of commencement and completion of tie-in activities and the commissioning and start-up of pipeline system and expected ramp up of contracted capacity; expectations regarding the ability to unlock shareholder value, strengthen Canexus' balance sheet and develop a clear strategy and vision; expectations for the impact of regulatory changes on railroad service levels; the ability to assess expected operation performance of the unit train terminal; new and anticipated changes to the regulatory environment for crude-by-rail and the impact thereof on operations of the unit train terminal; North American sodium chlorate and Brazil business unit performance; operating rates for the North American sodium chlorate business; expectations for sodium chlorate, caustic soda, hydrochloric acid and chlorine pricing; and expectations for market conditions for the chlor-alkali business. The use of the words "expects", "anticipates", "continue", "estimates", "projects", "should", "believe", "plans", "intends", "may", "will" or similar expressions are intended to identify forward-looking statements. These statements involve known and unknown risks, uncertainties and other factors that may cause actual results to differ materially from those anticipated in such forward-looking statements for a variety of reasons, including market and general economic conditions, future costs, treatment under governmental regulatory, tax and environmental regimes and the other risks and uncertainties detailed under "Risk Factors" in the Corporation's Annual Information Form filed on the Corporation's SEDAR profile at www.sedar.com. Management believes the expectations reflected in these forward-looking statements are currently reasonable but no assurance can be given that these expectations will prove to be correct and such forward-looking statements should not be unduly relied upon. Due to the potential impact of these factors, Canexus disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, unless required by applicable law. Financial outlook information contained in this presentation about prospective results of operations, financial position or cash flows is based on assumptions about future events, including economic conditions and proposed courses of action, based on management's assessment of the relevant information currently available. Such financial outlook information should not be used for purposes other than those for which it is disclosed herein.

All dollar amounts are in Canadian dollars, except as otherwise noted