

Third Quarter 2009 Investor Presentation

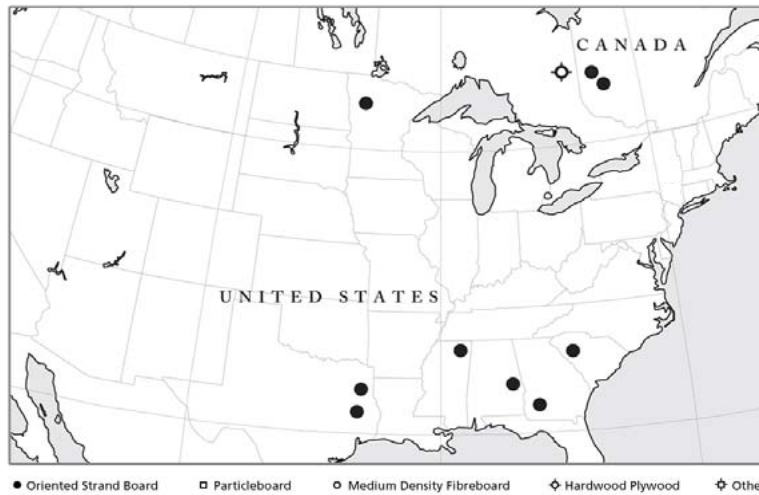
October 30, 2009

Forward Looking Statements and Non-GAAP Financial Measures

- All financial references are expressed in US\$ unless otherwise noted.
- This presentation contains forward looking statements and estimates.
- Actual company results could differ materially from a conclusion, forecast or projection in the forward-looking information.
- Certain material factors or assumptions were applied in drawing a conclusion or making a forecast or projection as reflected in the forward-looking information.
- Additional information can be found in the company's annual information form, annual MD&A, and on Norbord's web site (www.norbord.com) about the material factors that could cause actual results to differ materially from the conclusion, forecast or projection in the forward-looking information, and the material factors or assumptions that were applied in drawing a conclusion or making a forecast or projection as reflected in the forward-looking information.
- During the course of this presentation, certain non-GAAP financial information will be presented. Definitions and reconciliation of terms can be found in the Company's annual and quarterly MD&A.

Norbord Assets Strategically Located

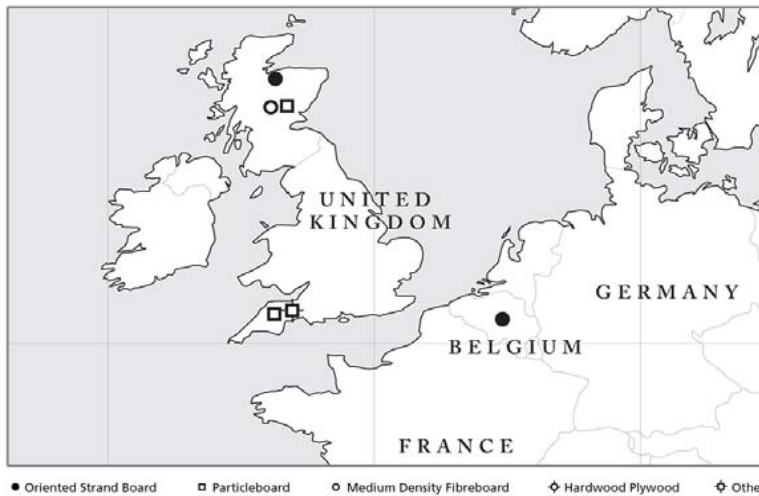
NORTH AMERICA



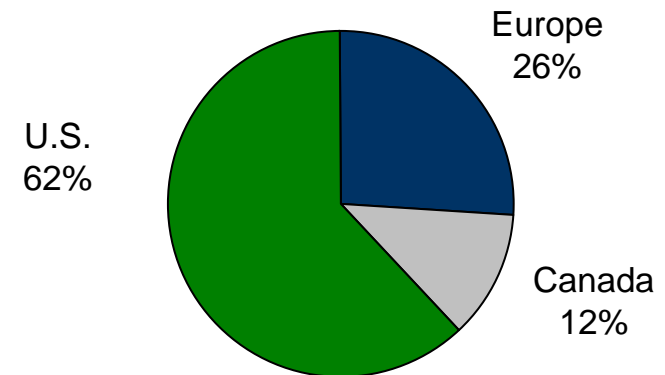
Production Facilities

- 11 OSB
- 2 Particleboard
- 1 MDF
- 1 Hardwood Plywood (Joint Venture)

EUROPE



Panel Capacity by Region



Third Quarter 2009 Results

	<u>Q3</u> <u>2009</u>	<u>Q2</u> <u>2009</u>	<u>Q3</u> <u>2008</u>	<u>2008</u>
Net Sales	\$ 192	\$ 174	\$ 256	\$ 943
EBITDA	10	(2)	(9)	(60)
Earnings	(7)	(18)	(18)	(115)
EPS	(0.16)	(0.42)	(1.21)	(7.62)
NC OSB Price (\$Msf7/16")	\$178	\$146	\$201	\$172

(\$US millions, except per share and price information, unless indicated)



Norbord Takes Action to Stabilize Balance Sheet

2007

- Refinanced \$200 million of long-term debt
- Increased bank lines by \$35 million
- Securitized \$50 million of accounts receivable

2008

- Completed \$100 million term debt facility with Brookfield
- Increased accounts receivable securitization program limit to \$85 million

Recapitalization Completed in 2008; Adequate Access to Liquidity

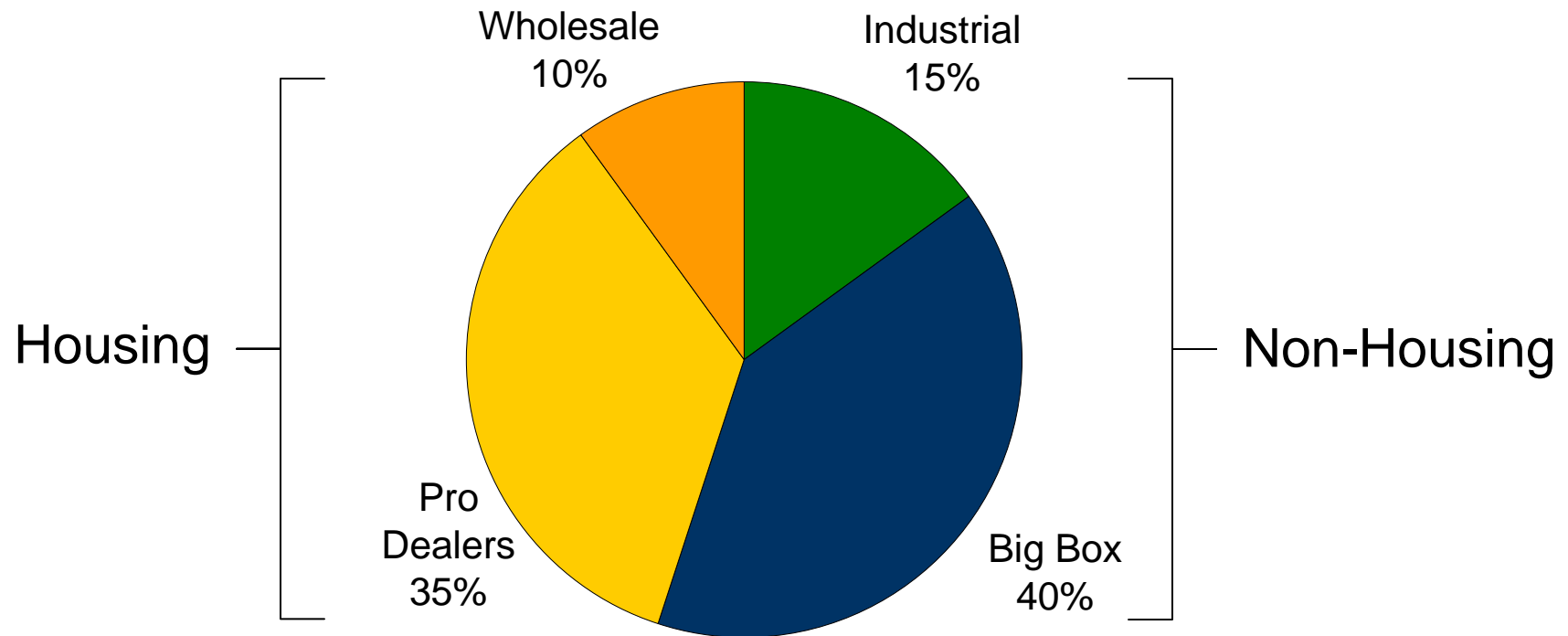
- Reached an agreement to widen bank line covenants
- Suspended quarterly dividend (\$56 million annually)
- Raised CAD\$240 million through Rights Offering
- Reduced operating schedule
- Constrained capital investments
- Reduced already lean overhead costs

Norbord Implements One for Ten Share Consolidation

- Effective date - October 16, 2009
- One post consolidated common share issued for every ten pre-consolidated common shares
- Post consolidated shares began trading on the TSX on October 21, 2009
- No fractional shares issued
- Ticker symbol remained the same - NBD
- New CUSIP number – 65548P403
- New warrant conversion calculation:
$$10 \text{ warrants} + \$13.60 = 1 \text{ common share}$$
- Higher share price expected to attract additional institutional investment interest and improve trading liquidity

Norbord's Customer Strategy Provides 'Shock Absorber'

North American Customer Base - 2008

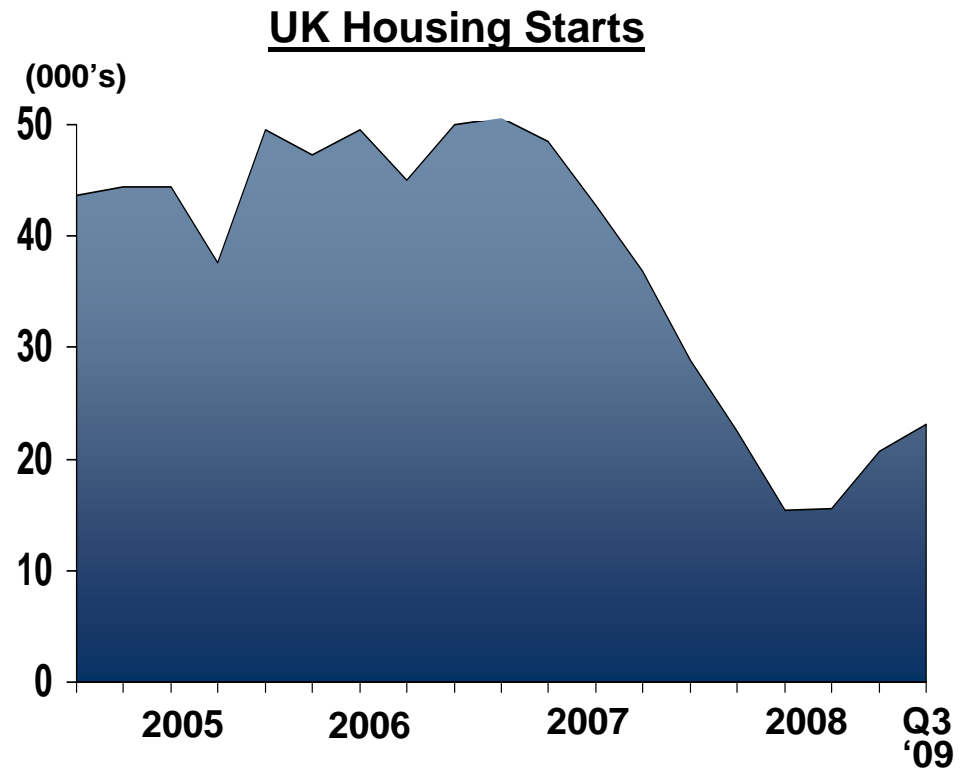


Sales to Pro Dealers will Expand with Housing Recovery



Global Economic Downturn Impacts European Housing

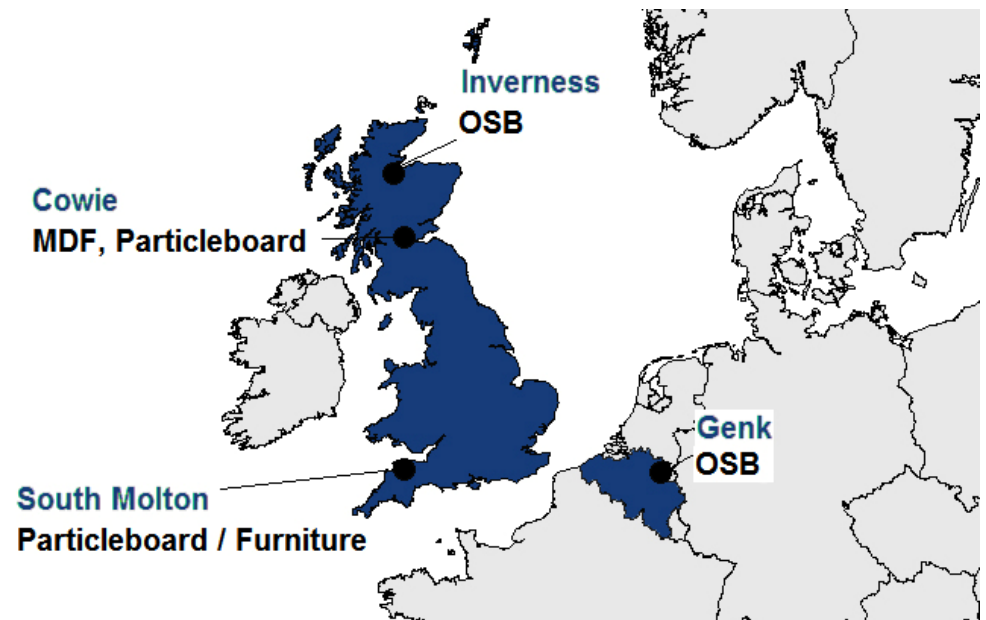
- UK housing market recovered from the lows of Q4 08, but still far below previous peak
- House prices show signs of stability - improved mortgage availability still needed for robust housing recovery to occur



Sources: UK Department of Communities & Local Government, National House-building Council & Nationwide UK House Price Index

UK Asset Base Provides Competitive Advantage

- Systemic lack of available housing in the UK
- Pent up demand continues to grow

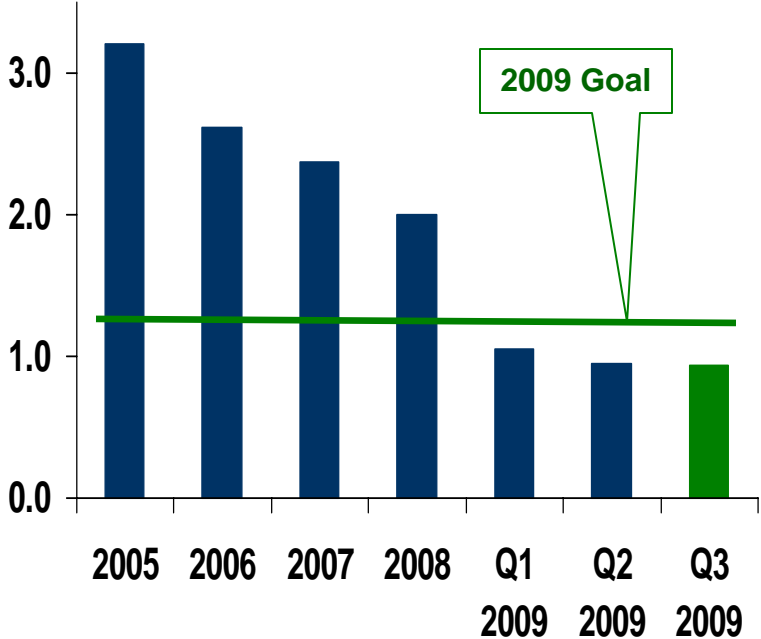


Currency Trends Favour UK-Based Manufacturers

Strong Safety Results Continue in 2008

- No serious injuries
- 2008 improvement of 15% company-wide

OSHA Recordable Injury Rate*



* Per 200,000 hours worked

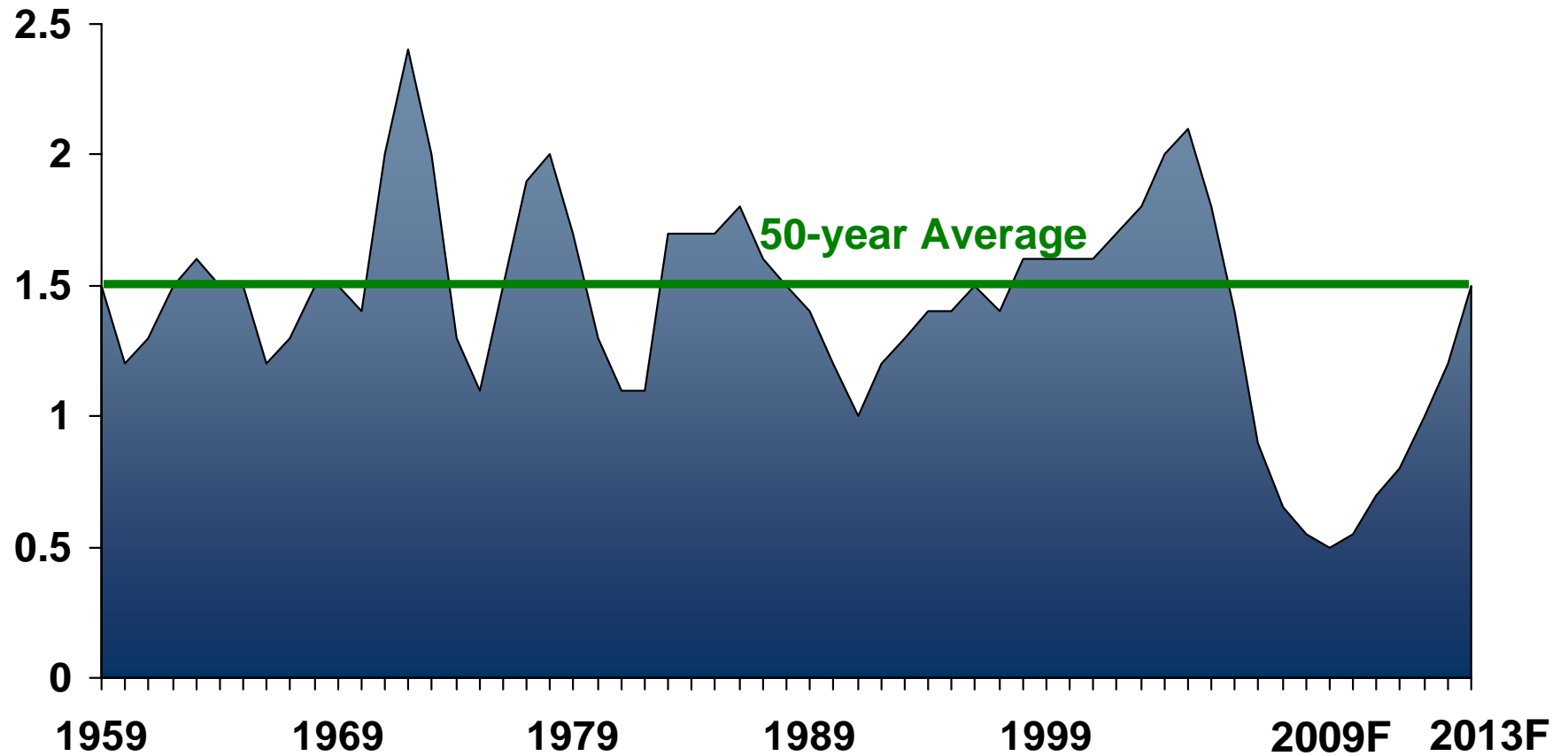
Norbord Improves Safety 50% Year-Over-Year

2009 results do not include True North Hardwood Plywood



Demographics Support a US Housing Recovery

US Housing Starts
(millions)



Source: US Census & APA- The Engineered Wood Association



Strategic Priorities

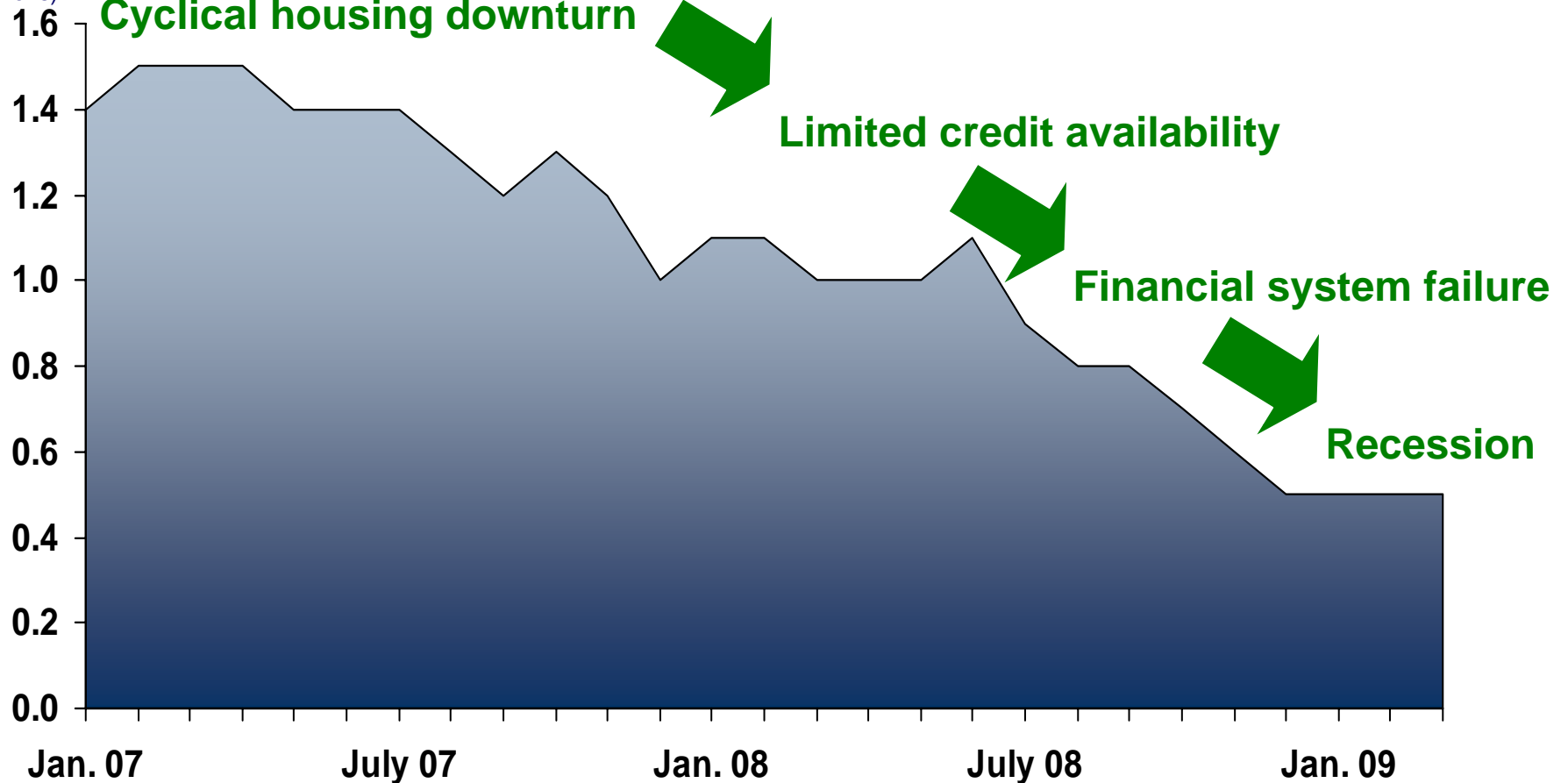
1. Develop world class safety culture
2. Pursue growth in OSB
3. Own high-quality assets with low cost positions
4. Maintain a margin-focused operating culture
5. Focus on growth customers
6. Allocate capital with discipline

Appendix

US Housing Collapse Triggers Recession

US Housing Starts

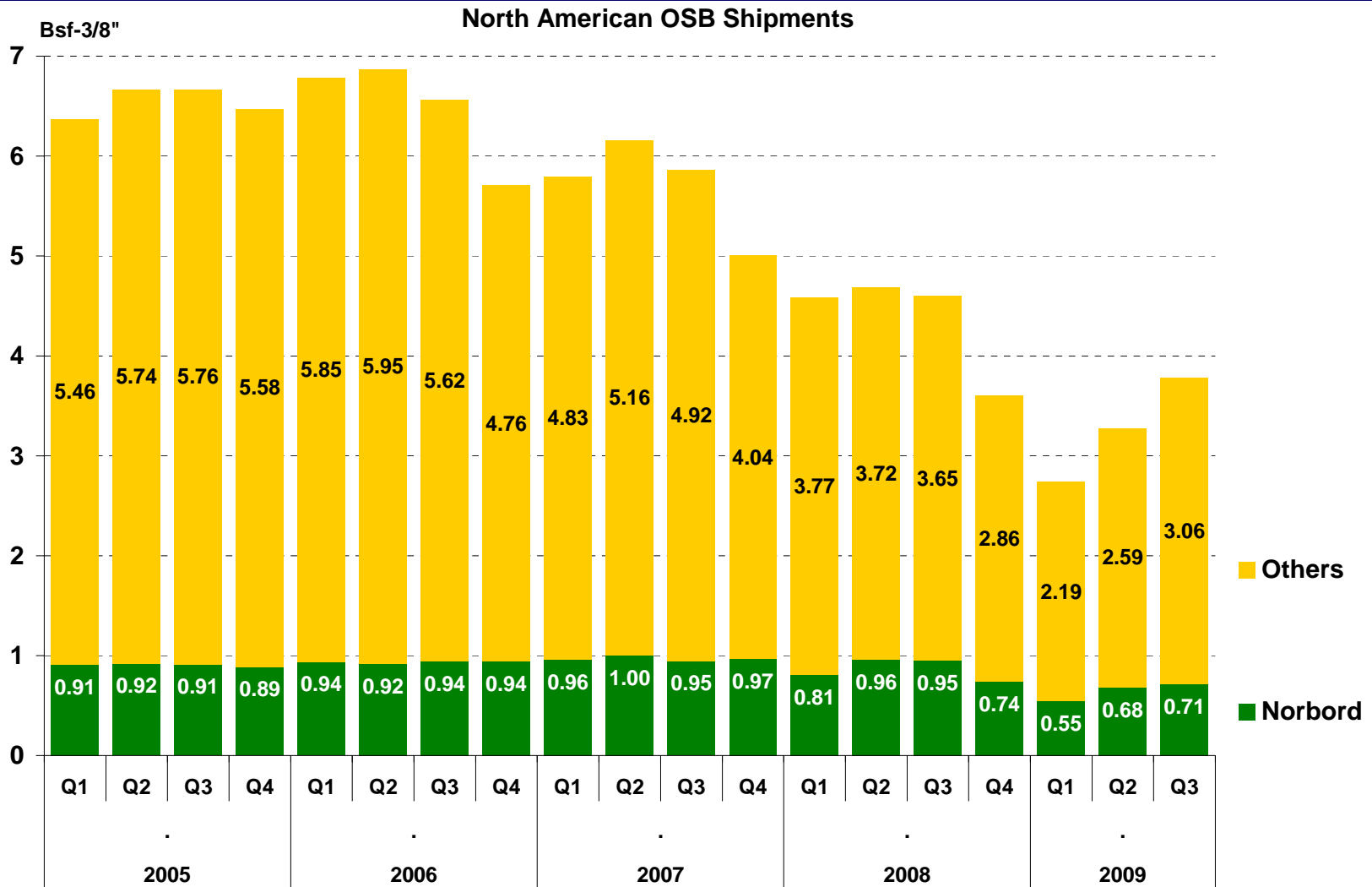
(millions)



Source: US Census



Norbord Maintains Market Share in Difficult Environment



Source – APA – The Engineered Wood Association and company documents



Investment Dynamics ⁽¹⁾

- Market capitalization – CAD \$552 million
- Average daily trading volume during Q309 – 73,000 shares
- Total of 43.2 million common shares and 136 million warrants⁽²⁾ issued and outstanding
- Brookfield Asset Management ownership – 75%

(1) Information as at October 30, 2009, post share consolidation, unless otherwise noted.

(2) 10 warrants = 1 common share

Analyst Coverage of Norbord

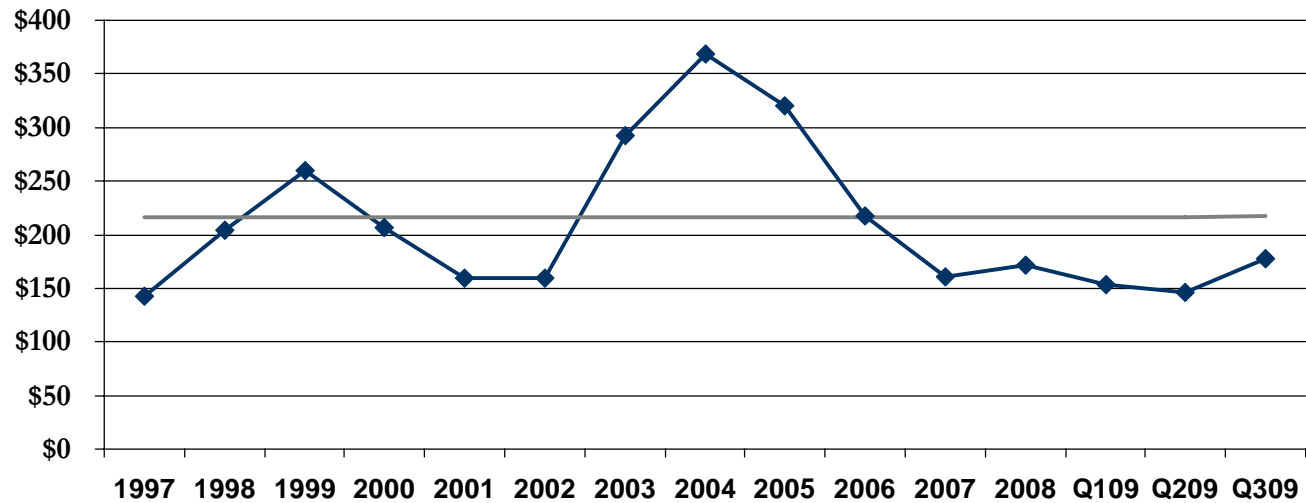
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CIBC World Markets	Jonathan Lethbridge	(514) 847-6423 jonathan.lethbridge@cibc.com
Desjardins Securities	Pierre Lacroix	(514) 281-4231 pierre.lacroix@vmd.desjardins.com
Dundee Securities	Richard Kelertas	(514) 396-0320 rkelertas@dundeesecurities.com
Goldman Sachs	Rick Skidmore	(212) 357-5509 richard.skidmore@gs.com
Raymond James	Daryl Swetlishoff	(604) 659-8246 daryl.swetlishoff@raymondjames.ca
Salman Partners	Mike Richmond	(604) 622-5563 mrichmond@salmanpartners.com
RBC Capital Markets	Paul Quinn	(604) 257-7048 paul.c.quinn@rbccm.com
Scotia Capital	Benoit Laprade	(514) 287-3627 benoit_laprade@scotiacapital.com
TD Newcrest	Sean Steuart	(416) 308-3399 sean.steuart@tdsecurities.com

Financial Sensitivities

Exposure	Change	Impact on EBITDA⁽¹⁾ (\$ millions, annualized)
North American OSB	\$10 per Msf 7/16"	± \$36
European OSB	€10 per m ³	± \$7
Canadian dollar	\$0.01 per Cdn\$	± \$1
Pound sterling	£0.01 per €	± \$2

(1) Assumes operation at full capacity levels

Historical OSB Pricing – NC 7/16”



	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Q1	134	157	217	261	132	163	175	423	364	285	145	137	154
Q2	126	195	291	240	190	159	215	443	297	238	156	179	146
Q3	144	287	301	171	180	159	381	351	303	181	177	201	178
Q4	164	178	230	155	140	156	401	264	317	166	165	170	
Average	142	204	260	207	160	159	293	369	320	217	161	172	159

Source: Random Lengths



Forecast OSB Pricing – NC 7/16”

- Norbord does not provide guidance regarding its expectations of future prices. The following is a sample of price forecasts by analysts and other institutions as at **October 26, 2009**. It is not exhaustive.*

	2009	2010
BMO Capital Markets	\$171	\$178
CIBC World Markets	\$165	\$190
Desjardins Securities	\$175	\$215
Dundee Securities	\$151	\$169
Goldman Sachs	\$157	\$185
Raymond James	\$160	\$175
RBC Capital Markets	\$165	\$185
Salman Partners	\$160	\$190
Scotia Capital	\$164	\$200
TD Newcrest	\$162	\$190
Average	\$163	\$188
Range	\$151 - \$175	\$169 - \$215

