

NOTE 15. GEOGRAPHIC SEGMENTS

Norbord operates principally in North America and Europe. Sales by geographic segment are determined based on the origin of shipment.

					Q3 2016
(US \$ millions)	North America	Europe	Unallocated	Total	
Sales	\$ 356	\$ 97	\$ -	\$ 453	
EBITDA ⁽¹⁾	103	10	(3)	110	
Depreciation and amortization	19	4	-	23	
Investment in property, plant and equipment	11	16	-	27	

					Q3 2015
(US \$ millions)	North America	Europe	Unallocated	Total	
Sales	\$ 258	\$ 120	\$ -	\$ 378	
EBITDA ⁽¹⁾	22	11	(3)	30	
Depreciation and amortization	19	3	-	22	
Investment in property, plant and equipment	9	4	-	13	

					9 mos 2016
(US \$ millions)	North America	Europe	Unallocated	Total	
Sales	\$ 975	\$ 309	\$ -	\$ 1,284	
EBITDA ⁽¹⁾	238	31	(8)	261	
Depreciation and amortization	57	11	-	68	
Investment in property, plant and equipment	33	26	-	59	
Property, plant and equipment	1,109	131	-	1,240	

					9 mos 2015
(US \$ millions)	North America	Europe	Unallocated	Total	
Sales	\$ 749	\$ 345	\$ -	\$ 1,094	
EBITDA ⁽¹⁾	44	28	(68)	4	
Depreciation and amortization	54	11	-	65	
Investment in property, plant and equipment	31	8	-	39	
Property, plant and equipment ⁽²⁾	1,139	121	-	1,260	

⁽¹⁾ EBITDA is a non-IFRS financial measure, which the Company defines as earnings (loss) before finance costs, income tax, and depreciation and amortization. Non-IFRS financial measures do not have any standardized meaning prescribed by IFRS and are therefore unlikely to be comparable to similar measures presented by other companies.

⁽²⁾ Balance as at December 31, 2015.

NOTE 16. PRIOR PERIOD COMPARATIVES

Certain 2015 figures have been reclassified to conform with the current period's presentation.

NOTE 17. SUBSEQUENT EVENT

Subsequent to quarter-end, the Company reached an agreement with Louisiana-Pacific Corporation (LP) to exchange OSB mills in the province of Quebec. Norbord will swap ownership of its mill in Val-d'Or for LP's mill in Chambord. Production at both mills has been curtailed for a number of years. The non-monetary asset exchange transaction is expected to close in November 2016.