

Domtar CORP
Form 425
February 28, 2007

Filed by: Weyerhaeuser Company
Pursuant to Rule 425 under the Securities Act
of 1933
Subject Company: Weyerhaeuser Company
Commission File No.: 333-140411

The following is the text of the website that is being maintained at www.WeyerhaeuserDomtarExchange.com in connection with Weyerhaeuser Company's ("Weyerhaeuser") offer to exchange all shares of common stock of Domtar Corporation, a Delaware Corporation, owned by Weyerhaeuser, for common shares of Weyerhaeuser, and exchangeable shares of Weyerhaeuser Company Limited.

www.WeyerhaeuserDomtarExchange.com

Last Updated: 2/28/2007 4:30 PM New York City time

IMPORTANT NOTICE

This website and the materials on this website do not constitute an invitation to sell or an offer to buy any securities or a recommendation as to whether you should participate in the exchange offer.

In connection with the proposed combination of the fine paper business of Weyerhaeuser Company ("Weyerhaeuser") and Domtar Inc., Domtar Corporation (the "Company") has filed with the Securities and Exchange Commission (the "SEC") a registration statement that includes an exchange offer prospectus (the "Prospectus—Offer to Exchange"). The Prospectus—Offer to Exchange contains important information about the exchange offer and related matters. Investors and security holders are urged to read the Prospectus—Offer to Exchange, and any other relevant documents filed with the SEC when they become available, before making any investment decision. None of Weyerhaeuser, Weyerhaeuser Company Limited, the Company or any of their respective directors or officers makes any recommendation as to whether holders should participate in the exchange offer. Each holder must make his own decision after reading the Prospectus—Offer to Exchange.

You can obtain a free copy of the registration statement, of which the Prospectus—Offer to Exchange forms a part, and other documents filed by the Company and Weyerhaeuser with the SEC on the SEC's website at www.sec.gov. Those documents may also be obtained for free upon request to Weyerhaeuser's information agent, Innisfree M&A Incorporated, at 877-750-9497 (for shareholders who speak English), 877-825-8777 (for shareholders who speak French) and 212-750-5833 (for banks and brokers). In order to ensure timely delivery, any request should be submitted no later than February 23, 2007.

None of Weyerhaeuser, Weyerhaeuser Company Limited, the Company or any of their respective directors or officers has any liability or responsibility for the accuracy of the information on this website accessed by clicking "I accept" below. The data provided may be different from other sources of volume-weighted average prices or investors' or security holders' own calculations of volume-weighted average prices.

I accept I do not accept Next

The Exchange Offer

On the expiration date of the exchange offer, by 4:30 p.m., New York City time, this website will provide the final calculated per-share value and the exchange ratio showing the number of shares of common stock of Domtar Corporation (the “Company”) accepted in the exchange offer and state whether the limit is in effect (which would cause an automatic extension of the exchange offer). The exchange offer will expire at 12:00 midnight, New York City time, on March 2, 2007 unless the offer is extended or terminated.

Weyerhaeuser Company (“Weyerhaeuser”) is offering to exchange all shares of common stock of the Company (“Company common stock”), which are owned by Weyerhaeuser, for common shares of Weyerhaeuser (“Weyerhaeuser common shares”) and exchangeable shares of Weyerhaeuser Company Limited (“Weyerhaeuser exchangeable shares”) that are validly tendered and not properly withdrawn, as described in more detail in the exchange offer prospectus (the “Prospectus—Offer to Exchange”). [Prospectus—Offer to Exchange \(PDF\)](#).

You can also download copies of the following:

- [Letter of Transmittal for Weyerhaeuser common shares \(PDF\)](#)
- ° [Instructions for Letter of Transmittal for Weyerhaeuser common shares \(PDF\)](#)
- [Letter of Transmittal for Weyerhaeuser exchangeable shares \(PDF\)](#)

The exchange offer is designed to permit holders of Weyerhaeuser common shares and Weyerhaeuser exchangeable shares to exchange their shares for shares of Company common stock at a 10% discount to the calculated per-share value of Company common stock. Stated another way, for each \$1.00 of Weyerhaeuser common shares or Weyerhaeuser exchangeable shares accepted in the exchange offer, the tendering holder will receive approximately \$1.11 of Company common stock, based on calculated per-share values, subject to (i) a limit of 11.1442 shares of Company common stock for each Weyerhaeuser common share or Weyerhaeuser exchangeable share accepted in the exchange offer and (ii) proration.

The final calculated per-share values will be equal to (i) with respect to Weyerhaeuser common shares and Weyerhaeuser exchangeable shares, the simple arithmetic average of the “daily volume-weighted average price” (or daily VWAP) of Weyerhaeuser common shares on the New York Stock Exchange on the last three trading days (the “Valuation Dates”) of the exchange offer period, as it may be voluntarily extended, but not including the last two trading days that are part of any mandatory extension triggered by the limit; and (ii) with respect to Company common stock, the simple arithmetic average of the daily VWAP of common shares of Domtar Inc. on the New York Stock Exchange on each of the Valuation Dates. The Valuation Dates will be February 28, 2007, March 1, 2007 and March 2, 2007, unless the exchange offer is voluntarily extended. Those dates will not change if the exchange offer is extended solely as a result of any mandatory extension of the exchange offer triggered by the limit.

Weyerhaeuser will announce whether the limit on the number of shares that can be received for each Weyerhaeuser common share or Weyerhaeuser exchangeable share tendered will be in effect at the expiration of the exchange offer period, through this website and by press release, no later than 4:30 p.m., New York City time, on the expiration date. If the limit is in effect at that time, then the exchange ratio will be fixed at the limit and the exchange offer will be automatically extended until 12:00 midnight, New York City time, on the second following trading day to permit shareholders to tender or withdraw their Weyerhaeuser common shares and Weyerhaeuser exchangeable shares during those days.

The information on this website is being provided solely in connection with the exchange offer and should not be used for any other purpose. You should refer to the Prospectus—Offer to Exchange for additional information about the

exchange offer.

The following table shows indicative calculated per-share values for Weyerhaeuser common shares (including Weyerhaeuser exchangeable shares) and Company common stock. On each of the Valuation Dates, the VWAPs and indicative calculated per-share values will be updated at 10:30 a.m., 1:30 p.m. and 4:30 p.m., New York City time. During each of those days, this table provides only the last previously provided indicative calculated per-share value with respect to that day. On the Second Valuation Date and the Third Valuation Date, the daily VWAPs shown the prior day(s) will be the actual daily VWAP used in determining the final calculated per-share values.

Date	End of Day VWAP WY	Indicative Calculated Value (3 Day Average)	End of Day VWAP DTC.N	Indicative Calculated Value (3 Day Average)	Indicative per Share Value	Share Exchange Ratio
1/30/2007	\$74.9618	N.A.*	\$8.1606	N.A.*	N.A.*	N.A.*
1/31/2007	\$74.9024	N.A.*	\$8.2595	N.A.*	N.A.*	N.A.*
2/1/2007	\$75.2656	\$75.0433	\$8.2209	\$8.2137	\$7.3923	10.1515
2/2/2007	\$76.5998	\$75.5893	\$7.9258	\$8.1354	\$7.3219	10.3238
2/5/2007	\$77.8940	\$76.5865	\$8.0422	\$8.0630	\$7.2567	10.5539
2/6/2007	\$78.5687	\$77.6875	\$7.8986	\$7.9555	\$7.1600	10.8503
2/7/2007	\$78.9305	\$78.4644	\$7.7990	\$7.9133	\$7.1220	11.0172
2/8/2007	\$79.1896	\$78.8963	\$7.8651	\$7.8542	\$7.0688	11.1442 ^{\$}
2/9/2007	\$78.6967	\$78.9389	\$7.9643	\$7.8761	\$7.0885	11.1362
2/12/2007	\$78.0012	\$78.6292	\$7.7922	\$7.8739	\$7.0865	11.0956
2/13/2007	\$80.2047	\$78.9675	\$7.8243	\$7.8603	\$7.0743	11.1442 ^{\$}
2/14/2007	\$80.6572	\$79.6210	\$7.9436	\$7.8534	\$7.0681	11.1442 ^{\$}
2/15/2007	\$81.8225	\$80.8948	\$8.1788	\$7.9822	\$7.1840	11.1442 ^{\$}
2/16/2007	\$82.9471	\$81.8089	\$8.7678	\$8.2967	\$7.4670	10.9560
2/20/2007	\$82.6974	\$82.4890	\$9.3559	\$8.7675	\$7.8908	10.4539
2/21/2007	\$82.8275	\$82.8240	\$9.3346	\$9.1528	\$8.2375	10.0545
2/22/2007	\$83.2069	\$82.9106	\$8.8887	\$9.1931	\$8.2738	10.0209
2/23/2007	\$82.3654	\$82.7999	\$8.9133	\$9.0455	\$8.1410	10.1708
2/26/2007	\$84.9954	\$83.5226	\$8.7419	\$8.8480	\$7.9632	10.4886
2/27/2007	\$85.0392	\$84.1333	\$8.5533	\$8.7362	\$7.8626	10.7005
First Valuation Date						
2/28/2007	\$85.5649	\$85.5649	\$8.3927	\$8.3927	\$7.5534	11.1442 ^{\$}
Second Valuation Date						
3/1/2007						
10:30 a.m.						
1:30 p.m.						
4:30 p.m.						
Third Valuation Date						
3/2/2007						
10:30 a.m.						

1:30 p.m.

4:30 p.m.

* No indicative calculated per-share values or indicative exchange ratios are provided for the first two days as such values require daily VWAP data for three trading days.

§ Represents the limit on the share exchange ratio, which would have been in effect on this date because dividing the indicative calculated value of Weyerhaeuser common shares by the indicative per share value of Domtar Inc. would have resulted in a share exchange ratio above the limit.

The following table shows how many shares of Company common stock would be exchanged for a specified number of tendered and accepted Weyerhaeuser common shares and Weyerhaeuser exchangeable shares if the indicative calculated per-share values provided in the table above were the calculated per-share values of those shares at the end of the exchange offer.

Number of Weyerhaeuser common shares and Weyerhaeuser exchangeable shares tendered	Number of shares of the Company common stock issued in exchange based on the current indicative exchange ratio
1	11.1442
10	111.4420
100	1,114.4200
1,000	11,144.2000

*Note that the fractional share amount is provided for indicative purposes only. Cash in lieu of fractional shares of Company common stock will be distributed in the exchange offer.

Tendering and Withdrawal

The procedures you must follow to participate in the exchange offer will depend on whether you hold your shares in certificated form, through Weyerhaeuser's Direct Share Purchase Program (administered by Mellon Investor Services LLC) or through a bank or trust company or broker. Please note that you may withdraw your tendered Weyerhaeuser common shares or Weyerhaeuser exchangeable shares at any time prior to the expiration of the exchange offer. You can download copies of the forms of notices of withdrawal:

- [Notice of Withdrawal for Weyerhaeuser common shares \(PDF\)](#)
- [Notice of Withdrawal for Weyerhaeuser exchangeable shares \(PDF\)](#)

For specific instructions about how to participate in the exchange offer, see the sections entitled "This Exchange Offer—Terms of this Exchange Offer—Procedures for Tendering" and "This Exchange Offer—Withdrawal Rights" in the Prospectus—Offer to Exchange.

Glossary

Legal Notices - Terms and Conditions

www.WeyerhaeuserDomtarExchange.com

GLOSSARY

calculated per-share value: The calculated per-share value of a Weyerhaeuser common share or Weyerhaeuser exchangeable share for purposes of the exchange offer will equal the simple arithmetic average of the “daily volume-weighted average price” of Weyerhaeuser common shares on the New York Stock Exchange on each of the Valuation Dates, as calculated by Weyerhaeuser. The calculated per-share value of a share of Company common stock for purposes of the exchange offer will equal the average of the “daily volume-weighted average price” of common shares of Domtar Inc. on the New York Stock Exchange on each of the Valuation Dates, as calculated by Weyerhaeuser. The calculated per-share values will be rounded to four decimal places.

daily VWAP: Daily VWAP means VWAP for the period beginning at 9:30 a.m., New York City time (or such other time as is the official open of trading on the New York Stock Exchange), and ending at 4:00 p.m., New York City time (or such other time as is the official close of trading on the New York Stock Exchange and in no event later than 4:10 p.m., New York City time), as reported to Weyerhaeuser by Bloomberg L.P. for equity ticker WY.N in the case of Weyerhaeuser common shares, and equity ticker DTC.N, in the case of common shares of Domtar Inc. Daily VWAP will be rounded to four decimal places.

exchange ratio: The number of shares of Company common stock that will be exchanged for each Weyerhaeuser common share or Weyerhaeuser exchangeable share accepted in the exchange offer. The final exchange ratio will be available on this website and separately published by press release by 4:30 p.m., New York City time, on the expiration date. The final exchange ratio will be rounded to four decimal places.

indicative calculated per-share value: Until the expiration of the exchange offer, this website will display indicative calculated per-share values. These indicative values are displayed to assist tendering shareholders in understanding how the number of shares of Company common stock they would receive in the exchange offer will be calculated.

From the third trading day until the first Valuation Date, this website will show indicative calculated per-share values, calculated as though that day were the expiration date of the exchange offer, of (i) Weyerhaeuser common shares and Weyerhaeuser exchangeable shares, which will equal the simple arithmetic average of the daily VWAP of Weyerhaeuser common shares on each of the three prior trading days and (ii) Company common stock, which will equal the simple arithmetic average of the daily VWAP of common shares of Domtar Inc. on each of the three prior trading days. For example, by 4:30 p.m., New York City time, on February 15, 2007 (the tenth trading day of this Exchange Offer), the website will show an indicative exchange ratio based on indicative per-share values of Weyerhaeuser common shares and Domtar common shares on February 13, 2007 (the eighth trading day), February 14, 2007 (the ninth trading day) and February 15, 2007 (the tenth trading day). During this period, the indicative calculated per-share values will be updated on each trading day by 4:30 p.m., New York City time. Such data will not, however, be included in the calculation of the final calculated per-share value for either Weyerhaeuser common shares or Company common stock.

On each of the Valuation Dates, when the values of Weyerhaeuser common shares and Company common stock are calculated for the purposes of the exchange offer, this website will show the indicative calculated per-share values of Weyerhaeuser common shares and Company common stock, which will equal, with respect to each stock, (i) on the first Valuation Date, the intra-day VWAP during the elapsed portion of that day, (ii) on the second Valuation Date, the intra-day VWAP during the elapsed portion of that day averaged with the actual daily VWAP on the first Valuation Date and (iii) on the third Valuation Date, the intra-day VWAP during the elapsed portion of that day averaged with the actual daily VWAP on the first Valuation Date and with the actual daily VWAP on the second Valuation Date.

intra-day VWAP: Intra-day VWAP means VWAP for the period beginning at the official open of trading on the New York Stock Exchange and ending as of the specific time in such day. On each of the Valuation Dates, the indicative calculated per share values and indicative exchange ratio calculated using such values will be updated at 10:30 a.m., 1:30 p.m. and 4:30 p.m., New York City time. The data used to derive the intra-day VWAP on the Valuation Dates will be included as an element of the actual final VWAP that will be used to determine the final calculated per share values.

limit: The number of shares of Company common stock each tendering Weyerhaeuser shareholder will receive is subject to a limit of 11.1442 shares of Company common stock for each Weyerhaeuser common share or Weyerhaeuser exchangeable share accepted in the exchange offer. If the limit is in effect, you will receive less than \$1.11 of Company common stock for each \$1.00 of Weyerhaeuser common shares or Weyerhaeuser exchangeable shares, depending on the calculated per-share values of Weyerhaeuser common shares and Company common stock at the expiration date, and you could receive much less. The exchange offer does not provide for a minimum exchange ratio.

proration: If the exchange offer is oversubscribed and Weyerhaeuser cannot fulfill all tenders of all Weyerhaeuser common shares and Weyerhaeuser exchangeable shares at the exchange ratio, then all Weyerhaeuser common shares and Weyerhaeuser exchangeable shares validly tendered will generally be accepted for exchange on a pro rata basis in proportion to the number of shares tendered. We refer to this as “proration.” Weyerhaeuser shareholders who beneficially own “odd-lots” (less than 100 Weyerhaeuser common shares or 100 Weyerhaeuser exchangeable shares) and who validly tender all their Weyerhaeuser common shares or Weyerhaeuser exchangeable shares, as the case may be, will not be subject to proration. The examples provided in the tables on this website assume that there is no proration for non-odd-lot holders.

VWAP: VWAP means the “volume-weighted average price” per share of stock on the New York Stock Exchange.

[Back to Exchange Offer](#)