

CONSOLIDATED STATEMENTS OF CASH FLOWS

Years ended December 31, 2011 and 2010 (In thousands of Canadian dollars)

	2011	2010
Cash provided by (used for)		
Operating activities		
Net earnings	\$ 84,126	\$ 71,093
Adjustments for:		
Depreciation and amortization	100,177	95,406
Restructuring and other items	797	225
Net finance costs	21,384	25,285
Current income tax expense	31,655	28,250
Equity-settled share-based payment transactions	3,472	4,130
Deferred taxes	2,191	18
Gain on sale of property, plant and equipment	(1,146)	(1,059)
	242,656	223,348
Change in inventories	(8,505)	(1,901)
Change in trade and other receivables	(16,454)	(6,089)
Change in prepaid expenses	688	(291)
Change in trade and other payables	109	16,076
Change in employee benefits	7,238	(1,457)
Change in other assets and liabilities	(2,945)	1,899
	222,787	231,585
Interest paid	(21,930)	(27,325)
Income taxes paid	(29,481)	(35,861)
Cash provided by operating activities	171,376	168,399
Financing activities		
Proceeds on issuance of long-term debt	7,872	6,466
Repayment of long-term debt	(91,291)	(45,588)
(Decrease) increase in bank advances	(497)	497
Proceeds from issuance of shares	8,126	5,364
Repayment of executive share purchase plan loans	—	683
Dividends paid	(23,343)	(20,730)
Cash used for financing activities	(99,133)	(53,308)
Investing activities		
Additions to property, plant and equipment	(81,447)	(85,794)
Proceeds on disposal of property, plant and equipment	2,171	4,439
Business acquisitions	(25,156)	(1,246)
Cash used for investing activities	(104,432)	(82,601)
Net increase (decrease) in cash and cash equivalents	(32,189)	32,490
Cash and cash equivalents at beginning of period	173,197	150,594
Translation adjustments on cash and cash equivalents	(310)	(9,887)
Cash and cash equivalents at end of year	\$ 140,698	\$ 173,197

See accompanying explanatory notes to the consolidated financial statements.