

Appendix E

Discussion of Estimated Valuation of Company upon Reorganization

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Introduction

To assist the Board of Directors in evaluating the Plan and the distributions that the holders of Claims and Interests will receive under the Plan, the Board of Directors determined that it was necessary to estimate the going concern enterprise value of the Company following implementation of the Plan (the "Reorganized Company"), as of the scheduled effective date of the Plan (the "Effective Date"). To that end, the Board of Directors asked UBS Securities Canada Inc. ("UBS") to undertake an analysis of the estimated range of the going concern enterprise value of the Reorganized Company. UBS completed its analysis on May 4, 2009.

In preparing its analysis, UBS, among other things: (a) reviewed certain publicly available business and historical financial information relating to the Company; (b) reviewed certain internal financial information, analysis and other data relating to the business and financial prospects of the Reorganized Company, including the projected financial statements covering the period from 2009 to 2013 and other projected information regarding the Reorganized Company (including certain future tax liabilities and pension funding obligations) prepared by management of the Company that were provided to UBS by the Company (the "Projections"); (c) conducted discussions with members of the Company's senior management concerning the business and financial prospects of the Reorganized Company; (d) reviewed publicly available financial and stock market data with respect to certain other companies that UBS believed to be generally relevant; (e) reviewed the financial terms, to the extent publicly available, of certain transactions that UBS believed to be generally relevant; (f) considered certain industry and economic information relevant to the businesses of the Reorganized Company; (g) reviewed a draft version of the Plan dated April 19, 2009, the information in a draft version of this Disclosure Statement dated April 19, 2009, a draft version of the Canadian Plan dated April 30, 2009 and a draft version of the Canadian notice of meeting and information circular dated May 1, 2009; and (h) conducted such other financial studies, analyses and investigations, and considered such other information, as UBS deemed necessary or appropriate.

THE ESTIMATED RANGE OF THE GOING CONCERN ENTERPRISE VALUE OF THE REORGANIZED COMPANY SET FORTH IN THIS SECTION REPRESENTS A HYPOTHETICAL VALUATION OF THE REORGANIZED COMPANY, ASSUMING THAT THE REORGANIZED COMPANY CONTINUES AS AN OPERATING BUSINESS, ESTIMATED BASED ON VARIOUS VALUATION METHODOLOGIES. THE ESTIMATED RANGE OF THE GOING CONCERN ENTERPRISE VALUE OF THE REORGANIZED COMPANY SET FORTH IN THIS SECTION DOES NOT PURPORT TO CONSTITUTE AN APPRAISAL OR NECESSARILY REFLECT THE ACTUAL MARKET VALUE THAT MIGHT BE REALIZED THROUGH A SALE OR LIQUIDATION OF THE REORGANIZED COMPANY, ITS SECURITIES OR ITS ASSETS, WHICH VALUE MAY BE SIGNIFICANTLY HIGHER OR LOWER THAN THE ESTIMATED RANGE SET FORTH IN THIS SECTION. ACCORDINGLY, SUCH ESTIMATED RANGE OF THE GOING CONCERN ENTERPRISE VALUE IS NOT NECESSARILY INDICATIVE OF REALIZABLE VALUES OF THE SHARES OR OTHER SECURITIES OF THE REORGANIZED COMPANY (OR IF SUCH SECURITIES TRADE, THE PRICES AT WHICH THEY MAY TRADE) AFTER GIVING EFFECT TO THE PLAN, WHICH REALIZABLE VALUES AND PRICES MAY BE SIGNIFICANTLY HIGHER OR LOWER THAN IMPLIED BY SUCH ESTIMATED RANGE.

The actual value of an operating business, such as the Reorganized Company, is subject to various factors, many of which are beyond the control or knowledge of the Company and/or UBS, and such value will fluctuate with changes in such factors. In addition, the market prices, to the extent there is a market, of the Reorganized Company's securities will depend upon, among other things, prevailing interest rates, conditions in the financial markets, the investment decisions of prepetition creditors receiving such securities under the Plan (some of whom may prefer to liquidate their investment rather than hold it on a long-term basis), and other factors that generally influence the prices of securities. There can be no

assurance as to the trading market, if any, that may be available in the future with respect to the Reorganized Company's securities.

UBS's analysis was undertaken solely for the purpose of assisting the Board of Directors in evaluating the Plan and the distributions that holders of Claims and Interests will receive under the Plan. UBS's analysis addresses the estimated range of the going concern enterprise value of the Reorganized Company and does not address any other aspect of the proposed reorganization, the Plan or any other transactions. UBS's analysis does not address the relative merits of the Plan as compared to other business strategies or transactions that might be available with respect to the Company and does not address the Company's underlying business decision to effect the reorganization set forth in the Plan. **UBS'S ESTIMATED RANGE OF THE GOING CONCERN ENTERPRISE VALUE OF THE REORGANIZED COMPANY DOES NOT CONSTITUTE A RECOMMENDATION TO ANY CREDITORS OR HOLDERS OF EQUITY INTERESTS AS TO HOW SUCH PERSON SHOULD VOTE OR OTHERWISE ACT WITH RESPECT TO THE PLAN.** UBS has not been asked to, nor did UBS, express any view as to what the value of the Reorganized Company's securities will be when issued pursuant to the Plan or the prices at which they may trade in the future. The estimated range of the going concern enterprise value of the Reorganized Company set forth herein does not constitute an opinion as to fairness from a financial point of view to any person of the consideration to be received by such person under the Plan or of the terms and provisions of the Plan.

UBS's analysis is based upon, among other things, the Reorganized Company achieving the Projections prepared by management. UBS has relied, at the Company's direction, without independent verification or investigation, upon such Projections as prepared by management of the Company. The future results of the Reorganized Company are dependent upon various factors, many of which are beyond the control or knowledge of the Company and/or UBS, and consequently are inherently difficult to project. The Reorganized Company's actual future results may differ materially from the Projections and such differences may affect the value of the Reorganized Company.

ACCORDINGLY, FOR THESE AND OTHER REASONS, THE ESTIMATED RANGE OF THE GOING CONCERN ENTERPRISE VALUE OF THE REORGANIZED COMPANY SET FORTH IN THIS SECTION MUST BE CONSIDERED INHERENTLY SPECULATIVE. IN ITS ANALYSIS, UBS MADE NUMEROUS ASSUMPTIONS WITH RESPECT TO INDUSTRY PERFORMANCE, BUSINESS AND ECONOMIC CONDITIONS AND OTHER MATTERS. AS A RESULT, SUCH ESTIMATED RANGE OF THE GOING CONCERN ENTERPRISE VALUE IS NOT NECESSARILY INDICATIVE OF ACTUAL VALUE, WHICH MAY BE SIGNIFICANTLY HIGHER OR LOWER THAN THE ESTIMATED RANGE HEREIN. THE ESTIMATED RANGE OF THE GOING CONCERN ENTERPRISE VALUE IS HIGHLY DEPENDENT UPON ACHIEVING THE FUTURE FINANCIAL RESULTS SET FORTH IN THE PROJECTIONS, AS WELL AS THE REALIZATION OF VARIOUS ASSUMPTIONS, NONE OF WHICH ARE GUARANTEED TO BE ACCURATE AND MANY OF WHICH ARE OUTSIDE OF THE COMPANY'S AND/OR UBS'S CONTROL. NONE OF THE COMPANY, UBS OR ANY OTHER PERSON ASSUMES RESPONSIBILITY FOR THE ACCURACY OF SUCH ESTIMATED RANGE OF THE GOING CONCERN ENTERPRISE VALUE OF THE REORGANIZED COMPANY OR FOR ANY DIFFERENCE BETWEEN ACTUAL OUTCOMES AND THE ESTIMATED RANGE OF THE GOING CONCERN ENTERPRISE VALUE.

In addition, the range of the going concern enterprise value of the Reorganized Company in this section has been estimated with respect to the Reorganized Company as reorganized pursuant to the Plan. UBS has not been asked to address, and has not addressed, the estimated range of the going concern enterprise value of the Company as reorganized under a plan different from the Plan.

As part of its investment banking business, UBS is regularly engaged in evaluating businesses and their securities in connection with mergers and acquisitions, negotiated underwritings, competitive bids, secondary distributions of listed and unlisted securities, private placements, restructurings and reorganizations and valuations for estate, corporate and other purposes. In the ordinary course of business, UBS and its affiliates may trade securities of the Company for their own accounts and the accounts of their customers, and UBS and its affiliates may in the future trade securities of the Reorganized Company for

their own accounts and the accounts of their customers and, accordingly, may at any time hold a long or short position in any such securities.

Methodology

In preparing its estimate of the range of going concern enterprise value of the Reorganized Company, UBS performed a variety of financial and comparative analyses and considered a variety of factors. The following is a brief summary of the material financial and comparative analyses performed by UBS, which consisted of (a) a selected publicly traded companies analysis, (b) a selected transactions analysis and (c) a discounted cash flow analysis. This summary does not purport to be a complete description of all analyses performed and factors considered by UBS. The preparation of a valuation analysis is a complex process involving various subjective judgments as to the most appropriate and relevant methods of financial analysis and the application of those methods to particular facts and circumstances, and such analyses and judgments are not readily susceptible to partial analysis or summary description.

UBS believes that its analyses and the following summary must be considered as a whole and that selecting portions of its analyses and factors, without considering all analyses and factors, could create a misleading or incomplete view of the processes underlying UBS's analyses and conclusions. UBS did not draw, in isolation, conclusions from or with regard to any one factor or method of analysis, nor did UBS place any particular reliance or weight on any individual analysis. Rather, UBS arrived at its views based on the results of all the analyses undertaken by it and assessed as a whole.

For purposes of UBS's analysis, the estimated going concern enterprise value of the Reorganized Company equals the value of its fully diluted common equity (including warrants), preferred shares plus its outstanding debt, minus cash, determined based on the Reorganized Company, on a consolidated basis, as an operating business.

In establishing an estimated range of the going concern enterprise value of the Reorganized Company, UBS considered the estimated range of the going concern enterprise value of the Reorganized Company excluding certain non-operational assets and liabilities (referred to herein as the estimated range of the going concern enterprise value of operations of the Reorganized Company) and then adjusted such estimated range to reflect the estimated value of these non-operational assets and liabilities to arrive at the estimated range of the going concern enterprise value of the Reorganized Company.

Selected Publicly Traded Companies Analysis. UBS analyzed the market value and trading multiples of selected publicly held companies that UBS believed to be generally relevant. UBS estimated the enterprise value of the selected companies as a multiple of certain historical and projected financial and operating data of those companies. UBS then analyzed those multiples and compared them with multiples derived by assigning an estimated range of the going concern enterprise value to the operations of the Reorganized Company and dividing the estimated range by the corresponding historical and projected financial data of the operations of the Company and the operations of the Reorganized Company, respectively. The historical financial data for the selected publicly held companies were based on public filings and other publicly available information. The historical financial data for the operations of the Company were based on the historical financial data of the Company. The projected financial data for the operations of the Reorganized Company were based on the Projections and the projected financial data for the selected companies were based on publicly available research analyst reports and other publicly available information.

Although the selected companies were used for comparison purposes, no selected company has businesses which are either identical or directly comparable to the businesses of the Reorganized Company. Accordingly, UBS's comparison of the businesses of the selected companies to the businesses of the Reorganized Company and analysis of the results of such comparisons was not purely mathematical, but instead necessarily involved complex considerations and judgments concerning differences in financial and operating characteristics and other factors that could affect the relative values of the selected companies and of the operations of the Reorganized Company.

Selected Transactions Analysis. UBS reviewed selected completed transactions that UBS believed to be generally relevant. UBS calculated implied transaction multiples based on the enterprise purchase price of the companies in the selected transactions divided by certain historical financial data of those companies. UBS then analyzed those multiples and compared them with the multiples derived by assigning an estimated range of going concern enterprise value to the operations of the Reorganized Company, and dividing the estimated range by certain historical financial data of the operations of the Company. The historical financial data for the operations of the Company were based on the historical financial data of the Company. The historical financial data for the companies involved in the selected transactions were based on public filings and other publicly available information.

Although the selected transactions were used for comparison purposes, no selected transaction is either identical or directly comparable to the transaction contemplated by the Plan and no companies involved in the selected transactions were either identical or directly comparable to the operations of the Company or the Reorganized Company. Accordingly, UBS's analysis of the selected transactions was not purely mathematical, but instead necessarily involved complex considerations and judgments concerning differences in transaction structure, financial and operating characteristics of the companies involved and other factors, including prevailing economic conditions at the relevant times, that could affect the relative values achieved in such transactions and the estimated range of the going concern enterprise value of the Reorganized Company.

Discounted Cash Flow Analysis. UBS performed a discounted cash flow analysis to estimate the present value of the Reorganized Company's future consolidated unlevered, after-tax cash flows available to securityholders, based on the Projections. A composite analysis was prepared based on the summation of the results of separate discounted cash flow analyses for three distinct cash flows of the Reorganized Company, plus the addition of the value, as directed by Company management, of the note receivable issued to the Company by the buyer of the Company's European operations. In performing the separate discounted cash flow analyses, UBS (a) calculated an estimated range of the going concern enterprise value of the operations of the Reorganized Company, (b) deducted an estimated range of negative values arising from certain future cash tax payments attributable to taxes on cancellation of debt income, and (c) deducted an estimated range of negative values arising from certain future cash pension funding payments required to address the funding and solvency deficits in the Reorganized Company's pension plans.

To perform the discounted cash flow analysis, UBS first examined the consolidated unlevered after-tax cash flows of the operations of the Reorganized Company, based on the Projections. UBS then calculated a range of terminal values of the Reorganized Company as of 2013 by applying a range of earnings before interest, taxes, depreciation and amortization ("EBITDA") multiples selected by UBS to the final year EBITDA in 2013 as set forth in the Projections. UBS then applied a range of discount rates to arrive at a range of present values of the Reorganized Company's future cash flows through 2013 and terminal values as of 2013. The discounted cash flow analysis also involves complex considerations and judgments concerning appropriate discount rates and terminal year EBITDA multiples.

UBS also performed a discounted cash flow analysis of certain future cash tax payments required to meet the Reorganized Company's future tax liabilities associated with taxes payable in respect of income earned upon the cancellation of debt as a result of the implementation of the Plan, based on the Projections regarding those future cash tax payments. UBS then applied a range of discount rates to arrive at a range of present values of the Reorganized Company's future cash tax payments associated with taxes on cancellation of debt income through 2021.

UBS performed a discounted cash flow analysis of certain future cash pension funding payments required to address the funding and solvency deficits in the Reorganized Company's pension plans, based on the Projections. Those payments are in excess of the normal projected pension funding payments required to meet the Reorganized Company's pension funding obligations. UBS then applied a range of discount rates to arrive at a range of present values of those future cash pension funding payment obligations of the Reorganized Company through 2017.

Estimated Going Concern Enterprise Value of the Reorganized Company

IN CONNECTION WITH UBS'S ANALYSIS, WITH THE COMPANY'S CONSENT, UBS ASSUMED AND RELIED UPON, WITHOUT INDEPENDENT VERIFICATION, THE ACCURACY AND COMPLETENESS IN ALL MATERIAL RESPECTS OF THE INFORMATION PROVIDED TO AND/OR REVIEWED BY UBS (INCLUDING THE PROJECTIONS) FOR THE PURPOSE OF ITS ANALYSIS. UBS HAS FURTHER RELIED UPON THE REPRESENTATIONS OF THE COMPANY'S SENIOR MANAGEMENT THAT THEY ARE NOT AWARE OF ANY FACTS OR CIRCUMSTANCES THAT WOULD MAKE SUCH INFORMATION INACCURATE OR MISLEADING. IN ADDITION, WITH THE COMPANY'S CONSENT, UBS HAS NOT MADE ANY INDEPENDENT EVALUATION OR APPRAISAL OF ANY OF THE ASSETS OR LIABILITIES (CONTINGENT OR OTHERWISE) OF THE COMPANY, NOR HAS UBS BEEN FURNISHED WITH ANY SUCH EVALUATION OR APPRAISAL. WITH RESPECT TO THE PROJECTIONS, UBS HAS ASSUMED, AT THE COMPANY'S DIRECTION, THAT THOSE PROJECTIONS HAVE BEEN REASONABLY PREPARED ON A BASIS REFLECTING THE BEST CURRENTLY AVAILABLE ESTIMATES AND JUDGMENTS OF THE COMPANY'S SENIOR MANAGEMENT AS TO THE FUTURE PERFORMANCE OF THE REORGANIZED COMPANY AFTER GIVING EFFECT TO THE REORGANIZATION AS SET FORTH IN THE PLAN.

In addition, at the direction of and with the Company's consent, UBS has not independently evaluated the achievability of the Projections or the reasonableness of the assumptions upon which the Projections are based, has not contacted any of the Company's customers regarding the likelihood that such customers will continue to do business with the Reorganized Company and has not conducted a physical inspection of the properties and facilities of the Company.

UBS has also assumed, with the Company's consent, among other things, the following (as to which UBS makes no representation):

- The Canadian Plan will be sanctioned by a final order of the Québec Superior Court, and the Plan will be confirmed by the Bankruptcy Court for the Southern District of New York and consummated in accordance with its terms, and the Company will be reorganized as set forth in the Plan. The Plan will not differ in any material respect from the terms described in the draft version of the Disclosure Statement dated April 19, 2009, and from the drafts reviewed by UBS. The Company will comply with all the material terms of the Plan and all parties to any transactions contemplated by the Plan will consummate such transactions as contemplated by the Plan.
- The Disclosure Statement will not differ in any material respect from the drafts reviewed by UBS.
- The Effective Date will be July 10, 2009.
- The Reorganized Company will achieve the Projections, including and in particular the completion as scheduled and budgeted of the Company's cost reduction initiatives, restructuring program, and other operational improvements. Management of the Company has prepared the Projections on a reasonable basis, reflecting management's best currently available estimates and judgments.
- The Reorganized Company will have liabilities (including future tax liabilities and pension funding obligations) as reflected in the Projections.
- The Reorganized Company's capitalization and available cash will be as set forth in the Plan and this Disclosure Statement. In particular, the pro forma indebtedness of the Reorganized Company as of the Effective Date will be a maximum of US\$750 million.

- The Reorganized Company will be able to obtain all future financings on the terms and at the times necessary to achieve the Projections, including in particular the exit financing contemplated by the Plan.
- Any future litigation costs that the Reorganized Company will incur itself, or has agreed to assume on behalf of third parties, in connection with the Plan are reflected in the Projections, including costs and expenses incurred in connection with legal proceedings that advance claims that certain creditors of the Company received preferences prior to the Company's insolvency in contravention of applicable insolvency laws.
- Prior to the Effective Date, neither the Company nor the Reorganized Company will engage in any material asset sales or other strategic transactions, and no such asset sales or strategic transactions are required to meet the Reorganized Company's ongoing cash requirements.
- All governmental, regulatory or other consents and approvals necessary for the consummation of the Plan will be obtained without any material adverse effect on the Reorganized Company or the Plan.
- Certain tax attributes or benefits reflected in the Projections will be available to the Reorganized Company, including that QPHC will obtain the Ruling Request from the IRS substantially in the form requested.
- Other than as reflected in the Projections, there will not be any material change in the business, condition (financial or otherwise), results of operations, assets, liabilities or prospects of the Company, including as a result of the occurrence of any of the risks identified in Section IX – Certain Risk Factors to be Considered.
- There will not be any material change in economic, market, financial and other conditions during the period between May 4, 2009 and the Effective Date.

The estimated range of the going concern enterprise value of the Reorganized Company is necessarily based on economic, market, financial and other conditions as they existed on, and on the information available to UBS as of, the date of its analysis, May 4, 2009. Events and circumstances occurring subsequent to the date on which this analysis was prepared may be different from those assumed, or, alternatively may have been unanticipated, and thus the occurrence of these events may affect this analysis in a materially adverse or materially beneficial manner. UBS, the Company and the Reorganized Company do not intend, and do not undertake any obligation, to update or otherwise revise this analysis to reflect events or circumstances existing or arising after the Disclosure Statement is initially filed or to reflect the occurrence of unanticipated events. Therefore, this analysis may not be relied upon as a guarantee or other assurance of the actual results that will occur. In deciding whether to vote to accept or reject the Plan, each holder of Claims and/or Interests must make its own determination as to the reasonableness of these assumptions and the reliability of these analyses.

Based upon and subject to the review and analyses described herein, and subject to the assumptions, limitations and qualifications described herein, UBS's view, as of May 4, 2009, was that, subject to no material change in economic, market, financial or other conditions and no material change in the condition, business, projections (including the Projections) or prospects of the Reorganized Company between that date and the Effective Date, the estimated going concern enterprise value of the Reorganized Company, as of the assumed Effective Date of July 10, 2009, would be in a range between US\$1.25 billion and US\$1.75 billion.