

The example below illustrates the tax basis calculations for a shareholder who purchased Plum Creek Timber Company prior to its 1999 conversion from a Master Limited Partnership to a Real Estate Investment Trust.

100 PCL shares purchased at \$26.125 prior to July 1, 1999
 100 PCL shares sold December 31, 2014

Tax Basis of PCL shares as of July 1, 1999 (Reported on Final K-1)	\$	2,459.50	
1999 Reported Return of Capital (from 1999 1099-DIV)	(54.85)	\$.5485/share return of capital x 100 shares	
2000 Reported Return of Capital (from 2000 1099-DIV)	(134.39)	\$ 1.3439/share return of capital x 100 shares	
2001 Reported Return of Capital (from 2001 1099-DIV)	(41.61)	\$.4161/share return of capital x 100 shares	
2002 Reported Return of Capital (from 2002 1099-DIV)	(28.60)	\$.285962/share return of capital x 100 shares	
2003 Reported Return of Capital (from 2003 1099-DIV)	(38.85)	\$.388469/share return of capital x 100 shares	
2004 Reported Return of Capital (from 2004 1099-DIV)	(14.64)	\$.146437/share return of capital x 100 shares	
2005 Reported Return of Capital (from 2005 1099-DIV)	(19.60)	\$.196/share return of capital x 100 shares	
2006 Reported Return of Capital (from 2006 1099-DIV)	-	\$.000/share return of capital x 100 shares	
2007 Reported Return of Capital (from 2007 1099-DIV)	-	\$.000/share return of capital x 100 shares	
2008 Reported Return of Capital (from 2008 1099-DIV)	-	\$.000/share return of capital x 100 shares	
2009 Reported Return of Capital (from 2009 1099-DIV)	-	\$.000/share return of capital x 100 shares	
2010 Reported Return of Capital (from 2010 1099-DIV)	-	\$.000/share return of capital x 100 shares	
2011 Reported Return of Capital (from 2011 1099-DIV)	-	\$.000/share return of capital x 100 shares	
2012 Reported Return of Capital (from 2012 1099-DIV)	-	\$.000/share return of capital x 100 shares	
2013 Reported Return of Capital (from 2013 1099-DIV)	-	\$.000/share return of capital x 100 shares	
2014 Reported Return of Capital (from 2014 1099-DIV)	-	\$.000/share return of capital x 100 shares	
		<hr/>	
Tax Basis as of December 31, 2014	\$	2,126.96	(\$2,459.50 - \$332.54 annual return of capital)
Proceeds from December 31, 2014 sale	\$	4,101.00	100 shares sold at \$41.01 /share
Tax Basis as of December 31, 2014	\$	<u>(2,126.96)</u>	
Gain on sale of PCL	\$	1,974.04	

The above is intended as an illustrative example. The impact of brokerage commissions and fees is not considered. No example can cover all circumstances for all shareholders, as each shareholder's tax situation is different. Contact your tax advisor regarding the particular tax consequences for your situation.

IMPORTANT NOTICE TO FORMER UNITHOLDERS OF PLUM CREEK TIMBER CO., L.P.

On or about May 1, 2002, a payment was made to unitholders of record July 1, 1999 by the former general partner of Plum Creek Timber Company, L.P. (MLP) to the MLP's former limited unitholders. The former general partner made payments of \$.2916 per unit owned on July 1, 1999 as settlement of a lawsuit arising from the MLP's conversion to a real estate investment trust on July 1, 1999. The payment was reported using the name of "Plum Creek Timber Company, L.P." under its CUSIP number (729237107). However, Plum Creek did not make this payment and therefore cannot provide advice regarding its tax treatment. Please consult your personal tax or financial advisor regarding the tax treatment of this payment. Inquiries about the payment should be made to the Claims Administrator, RSM McGladrey, at 1-800-222-2760.