

## Q2.2020 Analyst Package

Preliminary results (unaudited)

## Consolidated Statement of Operations

in millions	Q1	Q2		Year-to-Date	
	March 31, 2020	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
<b>Net sales</b>	\$ 1,728	\$ 1,631	\$ 1,692	\$ 3,359	\$ 3,335
Costs of sales	1,382	1,283	1,390	2,665	2,712
<b>Gross margin</b>	<b>346</b>	<b>348</b>	<b>302</b>	<b>694</b>	<b>623</b>
Selling expenses	22	18	21	40	42
General and administrative expenses	74	84	80	158	169
Other operating costs (income), net	10	3	15	13	52
<b>Operating income</b>	<b>240</b>	<b>243</b>	<b>186</b>	<b>483</b>	<b>360</b>
Non-operating pension and other postretirement benefit costs	(9)	(10)	(10)	(19)	(480)
Interest income and other	1	2	6	3	16
Interest expense, net of capitalized interest	(85)	(103)	(91)	(188)	(198)
Earnings (loss) before income taxes	147	132	91	279	(302)
Income taxes	3	(60)	37	(57)	141
<b>Net earnings (loss)</b>	<b>\$ 150</b>	<b>\$ 72</b>	<b>\$ 128</b>	<b>\$ 222</b>	<b>\$ (161)</b>

## Per Share Information

	Q1	Q2		Year-to-Date	
	March 31, 2020	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
Earnings (loss) per share, basic and diluted	\$ 0.20	\$ 0.10	\$ 0.17	\$ 0.30	\$ (0.22)
Dividends paid per common share	\$ 0.34	\$ —	\$ 0.34	\$ 0.34	\$ 0.68
Weighted average shares outstanding (in thousands):					
Basic	746,534	746,896	745,486	746,715	746,041
Diluted	747,155	746,984	746,232	747,070	746,041
Common shares outstanding at end of period (in thousands)	746,206	746,251	744,905	746,251	744,905

## Adjusted Earnings before Interest, Tax, Depreciation, Depletion and Amortization (Adjusted EBITDA)

in millions	Q1	Q2		Year-to-Date	
	March 31, 2020	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
<b>Net earnings (loss)</b>	<b>\$ 150</b>	<b>\$ 72</b>	<b>\$ 128</b>	<b>\$ 222</b>	<b>\$ (161)</b>
Non-operating pension and other postretirement benefit costs	9	10	10	19	480
Interest income and other	(1)	(2)	(6)	(3)	(16)
Interest expense, net of capitalized interest	85	103	91	188	198
Income taxes	(3)	60	(37)	57	(141)
<b>Operating income</b>	<b>240</b>	<b>243</b>	<b>186</b>	<b>483</b>	<b>360</b>
Depreciation, depletion and amortization	123	117	124	240	247
Basis of real estate sold	62	34	33	96	81
Special items included in operating income	(12)	(8)	—	(20)	20
<b>Adjusted EBITDA<sup>(1)</sup></b>	<b>\$ 413</b>	<b>\$ 386</b>	<b>\$ 343</b>	<b>\$ 799</b>	<b>\$ 708</b>

(1) Adjusted EBITDA is a non-GAAP measure that management uses to evaluate the performance of the company. Adjusted EBITDA, as we define it, is operating income adjusted for depreciation, depletion, amortization, basis of real estate sold and special items. Our definition of Adjusted EBITDA may be different from similarly titled measures reported by other companies. Adjusted EBITDA should not be considered in isolation from, and is not intended to represent an alternative to, our GAAP results.

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## Special Items Included in Net Earnings (Income Tax Affected)

in millions	Q1	Q2		Year-to-Date	
	March 31, 2020	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
<b>Net earnings (loss)</b>	\$ 150	\$ 72	\$ 128	\$ 222	\$ (161)
Early extinguishment of debt charges <sup>(1)</sup>	—	11	—	11	9
Legal charge (benefit)	(12)	—	—	(12)	15
Pension settlement charges	—	—	(5)	—	340
Product remediation recovery	—	(6)	—	(6)	—
<b>Net earnings before special items<sup>(2)</sup></b>	<b>\$ 138</b>	<b>\$ 77</b>	<b>\$ 123</b>	<b>\$ 215</b>	<b>\$ 203</b>

in millions	Q1	Q2		Year-to-Date	
	March 31, 2020	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
<b>Net earnings (loss) per diluted share</b>	\$ 0.20	\$ 0.10	\$ 0.17	\$ 0.30	\$ (0.22)
Early extinguishment of debt charges <sup>(1)</sup>	—	0.02	—	0.02	0.01
Legal charge (benefit)	(0.02)	—	—	(0.02)	0.02
Pension settlement charges	—	—	(0.01)	—	0.46
Product remediation recovery	—	(0.01)	—	(0.01)	—
<b>Net earnings per diluted share before special items<sup>(2)</sup></b>	<b>\$ 0.18</b>	<b>\$ 0.11</b>	<b>\$ 0.16</b>	<b>\$ 0.29</b>	<b>\$ 0.27</b>

<sup>(1)</sup> We recorded pretax charges of \$12 million (\$9 million after-tax) and \$11 million (\$11 million after-tax) related to the early extinguishment of debt in first quarter 2019 and second quarter 2020, respectively. These charges were included in Interest expense, net of capitalized interest in the Consolidated Statement of Operations.

<sup>(2)</sup> Net earnings before special items is a non-GAAP measure that management believes provides helpful context in understanding the company's earnings performance. Net earnings before special items should not be considered in isolation from, and is not intended to represent an alternative to, our GAAP results.

## Selected Total Company Items

in millions	Q1	Q2		Year-to-Date	
	March 31, 2020	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019
<b>Pension and postretirement costs:</b>					
Pension and postretirement service costs	\$ 10	\$ 8	\$ 8	\$ 18	\$ 16
Non-operating pension and other postretirement benefit costs	9	10	10	19	480
<b>Total company pension and postretirement costs</b>	<b>\$ 19</b>	<b>\$ 18</b>	<b>\$ 18</b>	<b>\$ 37</b>	<b>\$ 496</b>

Weyerhaeuser Company

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Preliminary results (unaudited)

Consolidated Balance Sheet

in millions	March 31, 2020	June 30, 2020	December 31, 2019
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 1,458	\$ 643	\$ 139
Receivables, net	390	420	309
Receivables for taxes	24	48	98
Inventories	480	409	416
Assets held for sale	—	—	140
Prepaid expenses and other current assets	141	131	147
Current restricted financial investments held by variable interest entities	—	—	362
<b>Total current assets</b>	<b>2,493</b>	<b>1,651</b>	<b>1,611</b>
Property and equipment, net	1,911	1,958	1,969
Construction in progress	153	110	130
Timber and timberlands at cost, less depletion	11,847	11,780	11,929
Minerals and mineral rights, less depletion	278	275	281
Deferred tax assets	147	65	72
Other assets	399	415	414
<b>Total assets</b>	<b>\$ 17,228</b>	<b>\$ 16,254</b>	<b>\$ 16,406</b>
<b>LIABILITIES AND EQUITY</b>			
Current liabilities:			
Current maturities of long-term debt	\$ 577	\$ —	\$ —
Borrowings on line of credit	550	—	230
Accounts payable	241	199	246
Accrued liabilities	448	525	530
<b>Total current liabilities</b>	<b>1,816</b>	<b>724</b>	<b>1,006</b>
Long-term debt, net	6,299	6,299	6,147
Deferred tax liabilities	10	18	6
Deferred pension and other postretirement benefits	669	652	693
Other liabilities	352	359	377
<b>Total liabilities</b>	<b>9,146</b>	<b>8,052</b>	<b>8,229</b>
<b>Total equity</b>	<b>8,082</b>	<b>8,202</b>	<b>8,177</b>
<b>Total liabilities and equity</b>	<b>\$ 17,228</b>	<b>\$ 16,254</b>	<b>\$ 16,406</b>

Weyerhaeuser Company

Q2.2020 Analyst Package

Preliminary results (unaudited)

Consolidated Statement of Cash Flows

	Q1		Q2		Year-to-Date	
	March 31, 2020	June 30, 2020	June 30, 2019	June 30, 2020	June 30, 2019	
in millions						
<b>Cash flows from operations:</b>						
Net earnings (loss)	\$ 150	\$ 72	\$ 128	\$ 222	\$ (161)	
Noncash charges (credits) to earnings (loss):						
Depreciation, depletion and amortization	123	117	124	240	247	
Basis of real estate sold	62	34	33	96	81	
Deferred income taxes, net	(82)	80	(43)	(2)	(166)	
Pension and other postretirement benefits	19	18	18	37	496	
Share-based compensation expense	7	8	7	15	16	
Change in:						
Receivables, less allowances	(82)	(30)	(10)	(112)	(87)	
Receivables and payables for taxes	79	(18)	6	61	(25)	
Inventories	(72)	74	28	2	(32)	
Prepaid expenses and other current assets	(2)	7	8	5	3	
Accounts payable and accrued liabilities	(91)	30	127	(61)	45	
Pension and postretirement benefit contributions and payments	(10)	(6)	(13)	(16)	(27)	
Other	(15)	5	(17)	(10)	(8)	
<b>Net cash from operations</b>	<b>\$ 86</b>	<b>\$ 391</b>	<b>\$ 396</b>	<b>\$ 477</b>	<b>\$ 382</b>	
<b>Cash flows from investing activities:</b>						
Capital expenditures for property and equipment	\$ (47)	\$ (55)	\$ (71)	\$ (102)	\$ (112)	
Capital expenditures for timberlands reforestation	(21)	(11)	(13)	(32)	(31)	
Proceeds from note receivable held by variable interest entities	362	—	—	362	253	
Proceeds from sale of nonstrategic timberlands	145	—	—	145	—	
Other	2	1	1	3	19	
<b>Net cash from investing activities</b>	<b>\$ 441</b>	<b>\$ (65)</b>	<b>\$ (83)</b>	<b>\$ 376</b>	<b>\$ 129</b>	
<b>Cash flows from financing activities:</b>						
Cash dividends on common shares	\$ (254)	\$ —	\$ (253)	\$ (254)	\$ (507)	
Net proceeds from issuance of long-term debt	732	—	—	732	739	
Payments of long-term debt	—	(588)	—	(588)	(512)	
Proceeds from borrowings on line of credit	550	—	140	550	385	
Payments on line of credit	(230)	(550)	(245)	(780)	(670)	
Proceeds from exercise of stock options	6	—	2	6	4	
Repurchases of common shares	—	—	—	—	(60)	
Other	(12)	(3)	(4)	(15)	(12)	
<b>Net cash from financing activities</b>	<b>\$ 792</b>	<b>\$ (1,141)</b>	<b>\$ (360)</b>	<b>\$ (349)</b>	<b>\$ (633)</b>	
Net change in cash and cash equivalents	\$ 1,319	\$ (815)	\$ (47)	\$ 504	\$ (122)	
Cash and cash equivalents at beginning of period	139	1,458	259	139	334	
Cash and cash equivalents at end of period	<u>\$ 1,458</u>	<u>\$ 643</u>	<u>\$ 212</u>	<u>\$ 643</u>	<u>\$ 212</u>	
Cash paid (received) during the period for:						
Interest, net of amounts capitalized	\$ 108	\$ 70	\$ 60	\$ 178	\$ 187	
Income taxes, net of refunds	\$ —	\$ 1	\$ 1	\$ 1	\$ 51	

## Q2.2020 Analyst Package

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## Segment Statement of Operations

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
Sales to unaffiliated customers	\$ 381	\$ 359	\$ 401	\$ 740	\$ 832
Intersegment sales	122	121	131	243	256
<b>Total net sales</b>	<b>503</b>	<b>480</b>	<b>532</b>	<b>983</b>	<b>1,088</b>
Costs of sales	375	383	405	758	818
<b>Gross margin</b>	<b>128</b>	<b>97</b>	<b>127</b>	<b>225</b>	<b>270</b>
Selling expenses	—	1	—	1	1
General and administrative expenses	24	22	25	46	47
Other operating income, net	(1)	(1)	—	(2)	—
<b>Operating income and Net contribution to earnings</b>	<b>\$ 105</b>	<b>\$ 75</b>	<b>\$ 102</b>	<b>\$ 180</b>	<b>\$ 222</b>

Adjusted Earnings before Interest, Tax, Depreciation, Depletion and Amortization<sup>(1)</sup>

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
<b>Operating income</b>	<b>\$ 105</b>	<b>\$ 75</b>	<b>\$ 102</b>	<b>\$ 180</b>	<b>\$ 222</b>
Depreciation, depletion and amortization	68	65	73	133	146
<b>Adjusted EBITDA<sup>(1)</sup></b>	<b>\$ 173</b>	<b>\$ 140</b>	<b>\$ 175</b>	<b>\$ 313</b>	<b>\$ 368</b>

<sup>(1)</sup> See definition of Adjusted EBITDA (a non-GAAP measure) on page 1.

## Selected Segment Items

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
Total decrease (increase) in working capital <sup>(2)</sup>	\$ (3)	\$ (2)	\$ 46	\$ (5)	\$ 22
Cash spent for capital expenditures	\$ (30)	\$ (21)	\$ (25)	\$ (51)	\$ (51)

<sup>(2)</sup> Represents the change in prepaid assets, accounts receivable, accounts payable, accrued liabilities and log inventory for the Timberlands and Real Estate & ENR segments combined.Segment Statistics<sup>(3)</sup>

		Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
Third Party	Delivered logs:					
Net Sales	West	\$ 177	\$ 179	\$ 194	\$ 356	\$ 399
(millions)	South	150	145	156	295	315
	North	17	7	17	24	46
	Total delivered logs	344	331	367	675	760
	Stumpage and pay-as-cut timber	5	5	10	10	19
	Recreational and other lease revenue	15	16	15	31	30
	Other revenue	17	7	9	24	23
	<b>Total</b>	<b>\$ 381</b>	<b>\$ 359</b>	<b>\$ 401</b>	<b>\$ 740</b>	<b>\$ 832</b>
Delivered Logs	West	\$ 104.91	\$ 104.90	\$ 104.07	\$ 104.91	\$ 105.52
Third Party Sales	South	\$ 34.27	\$ 33.68	\$ 35.45	\$ 33.97	\$ 35.40
Realizations (per ton)	North	\$ 60.51	\$ 59.82	\$ 62.10	\$ 60.31	\$ 60.52
Delivered Logs	West	1,684	1,714	1,864	3,398	3,784
Third Party Sales	South	4,365	4,307	4,400	8,672	8,899
Volumes (tons, thousands)	North	284	113	263	397	757
Fee Harvest Volumes	West	2,310	2,236	2,455	4,546	4,840
(tons, thousands)	South	6,130	5,914	6,367	12,044	12,859
	North	386	194	378	580	1,005

<sup>(3)</sup> Western logs are primarily transacted in MBF but are converted to ton equivalents for external reporting purposes.

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## Segment Statement of Operations

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
<b>Net sales</b>	\$ 112	\$ 65	\$ 81	\$ 177	\$ 199
Costs of sales	70	40	39	110	95
<b>Gross margin</b>	<b>42</b>	<b>25</b>	<b>42</b>	<b>67</b>	<b>104</b>
General and administrative expenses	6	6	7	12	14
<b>Operating income and Net contribution to earnings</b>	<b>\$ 36</b>	<b>\$ 19</b>	<b>\$ 35</b>	<b>\$ 55</b>	<b>\$ 90</b>

Adjusted Earnings before Interest, Tax, Depreciation, Depletion and Amortization<sup>(1)</sup>

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
<b>Operating income</b>	<b>\$ 36</b>	<b>\$ 19</b>	<b>\$ 35</b>	<b>\$ 55</b>	<b>\$ 90</b>
Depreciation, depletion and amortization	3	4	3	7	6
Basis of real estate sold	62	34	33	96	81
<b>Adjusted EBITDA<sup>(1)</sup></b>	<b>\$ 101</b>	<b>\$ 57</b>	<b>\$ 71</b>	<b>\$ 158</b>	<b>\$ 177</b>

<sup>(1)</sup> See definition of Adjusted EBITDA (a non-GAAP measure) on page 1.

## Selected Segment Items

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
Cash spent for capital expenditures	\$ —	\$ —	\$ —	\$ —	\$ —

## Segment Statistics

		Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
Net Sales (millions)	Real Estate	\$ 95	\$ 48	\$ 59	\$ 143	\$ 155
	Energy and Natural Resources	17	17	22	34	44
	Total	<u>\$ 112</u>	<u>\$ 65</u>	<u>\$ 81</u>	<u>\$ 177</u>	<u>\$ 199</u>
Acres Sold	Real Estate	44,974	31,337	47,031	76,310	85,865
Price per Acre	Real Estate	\$ 1,992	\$ 1,501	\$ 1,063	\$ 1,790	\$ 1,678
Basis as a Percent of Real Estate Net Sales	Real Estate	65%	71%	56%	67%	52%

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in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
<b>Net sales</b>	\$ 1,235	\$ 1,207	\$ 1,210	\$ 2,442	\$ 2,304
Costs of sales	1,040	997	1,070	2,037	2,037
<b>Gross margin</b>	<b>195</b>	<b>210</b>	<b>140</b>	<b>405</b>	<b>267</b>
Selling expenses	21	18	20	39	39
General and administrative expenses	36	33	34	69	69
Other operating costs, net	4	—	5	4	9
<b>Operating income and Net contribution to earnings</b>	<b>\$ 134</b>	<b>\$ 159</b>	<b>\$ 81</b>	<b>\$ 293</b>	<b>\$ 150</b>

Adjusted Earnings before Interest, Tax, Depreciation, Depletion and Amortization<sup>(1)</sup>

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
<b>Operating income</b>	<b>\$ 134</b>	<b>\$ 159</b>	<b>\$ 81</b>	<b>\$ 293</b>	<b>\$ 150</b>
Depreciation, depletion and amortization	50	47	47	97	93
Special items	—	(8)	—	(8)	—
<b>Adjusted EBITDA<sup>(1)</sup></b>	<b>\$ 184</b>	<b>\$ 198</b>	<b>\$ 128</b>	<b>\$ 382</b>	<b>\$ 243</b>

<sup>(1)</sup> See definition of Adjusted EBITDA (a non-GAAP measure) on page 1.

## Segment Special Items Included in Net Contribution to Earnings (Pretax)

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
Product remediation recovery	\$ —	\$ 8	\$ —	\$ 8	\$ —

## Selected Segment Items

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
Total decrease (increase) in working capital <sup>(2)</sup>	\$ (186)	\$ 56	\$ 75	\$ (130)	\$ (80)
Cash spent for capital expenditures	\$ (38)	\$ (45)	\$ (53)	\$ (83)	\$ (83)

<sup>(2)</sup> Represents the change in prepaid assets, accounts receivable, accounts payable, accrued liabilities and inventory for the Wood Products segment.

## Segment Statistics

in millions, except for third party sales realizations		Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
Structural Lumber (volumes presented in board feet)	Third party net sales	\$ 508	\$ 538	\$ 495	\$ 1,046	\$ 939
	Third party sales realizations	\$ 416	\$ 438	\$ 388	\$ 427	\$ 390
	Third party sales volumes <sup>(3)</sup>	1,222	1,225	1,274	2,447	2,407
	Production volumes	1,209	1,108	1,193	2,317	2,338
Oriented Strand Board (volumes presented in square feet 3/8")	Third party net sales	\$ 190	\$ 179	\$ 156	\$ 369	\$ 316
	Third party sales realizations	\$ 246	\$ 240	\$ 213	\$ 243	\$ 218
	Third party sales volumes <sup>(3)</sup>	770	747	733	1,517	1,450
	Production volumes	777	742	736	1,519	1,465
Engineered Solid Section (volumes presented in cubic feet)	Third party net sales	\$ 127	\$ 111	\$ 134	\$ 238	\$ 250
	Third party sales realizations	\$ 2,149	\$ 2,151	\$ 2,214	\$ 2,150	\$ 2,216
	Third party sales volumes <sup>(3)</sup>	5.9	5.2	6.1	11.1	11.3
	Production volumes	6.1	5.3	6.0	11.4	11.9
Engineered I-joists (volumes presented in lineal feet)	Third party net sales	\$ 78	\$ 70	\$ 86	\$ 148	\$ 156
	Third party sales realizations	\$ 1,667	\$ 1,645	\$ 1,662	\$ 1,656	\$ 1,683
	Third party sales volumes <sup>(3)</sup>	47	42	52	89	93
	Production volumes	47	38	47	85	91
Softwood Plywood (volumes presented in square feet 3/8")	Third party net sales	\$ 39	\$ 34	\$ 44	\$ 73	\$ 88
	Third party sales realizations	\$ 348	\$ 356	\$ 380	\$ 352	\$ 382
	Third party sales volumes <sup>(3)</sup>	113	95	115	208	230
	Production volumes	97	76	104	173	202
Medium Density Fiberboard (volumes presented in square feet 3/4")	Third party net sales	\$ 44	\$ 33	\$ 45	\$ 77	\$ 83
	Third party sales realizations	\$ 841	\$ 825	\$ 833	\$ 834	\$ 839
	Third party sales volumes <sup>(3)</sup>	52	40	55	92	99
	Production volumes	56	35	61	91	106

<sup>(3)</sup> Volumes include sales of internally produced products and products purchased for resale primarily through our distribution business.

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Unallocated items are gains or charges not related to, or allocated to, an individual operating segment. They include all or a portion of items such as share-based compensation, pension and postretirement costs, elimination of intersegment profit in inventory and LIFO, foreign exchange transaction gains and losses, interest income and other as well as legacy obligations.

## Net Charge to Earnings

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
Unallocated corporate function and variable compensation expense	\$ (19)	\$ (23)	\$ (12)	\$ (42)	\$ (31)
Liability classified share-based compensation	10	(4)	—	6	(4)
Foreign exchange gain (loss)	(8)	3	2	(5)	(1)
Elimination of intersegment profit in inventory and LIFO	(13)	18	(5)	5	(10)
Other, net	(5)	(4)	(17)	(9)	(56)
<b>Operating income (loss)</b>	<b>(35)</b>	<b>(10)</b>	<b>(32)</b>	<b>(45)</b>	<b>(102)</b>
Non-operating pension and other postretirement benefit costs	(9)	(10)	(10)	(19)	(480)
Interest income and other	1	2	6	3	16
<b>Net charge to earnings</b>	<b>\$ (43)</b>	<b>\$ (18)</b>	<b>\$ (36)</b>	<b>\$ (61)</b>	<b>\$ (566)</b>

Adjusted Earnings before Interest, Tax, Depreciation, Depletion and Amortization<sup>(1)</sup>

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
<b>Operating income (loss)</b>	<b>\$ (35)</b>	<b>\$ (10)</b>	<b>\$ (32)</b>	<b>\$ (45)</b>	<b>\$ (102)</b>
Depreciation, depletion and amortization	2	1	1	3	2
Special items	(12)	—	—	(12)	20
<b>Adjusted EBITDA<sup>(1)</sup></b>	<b>\$ (45)</b>	<b>\$ (9)</b>	<b>\$ (31)</b>	<b>\$ (54)</b>	<b>\$ (80)</b>

<sup>(1)</sup> See definition of Adjusted EBITDA (a non-GAAP measure) on page 1.

## Unallocated Special Items Included in Net Charge to Earnings (Pretax)

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
Legal benefit (charge)	12	—	—	12	(20)
<b>Special items included in operating income (loss)</b>	<b>12</b>	<b>—</b>	<b>—</b>	<b>12</b>	<b>(20)</b>
Pension settlement charges	—	—	6	—	(449)
<b>Special items included in net charge to earnings</b>	<b>\$ 12</b>	<b>\$ —</b>	<b>\$ 6</b>	<b>\$ 12</b>	<b>\$ (469)</b>

## Unallocated Selected Items

in millions	Q1.2020	Q2.2020	Q2.2019	YTD.2020	YTD.2019
Cash spent for capital expenditures	\$ —	\$ —	\$ (6)	\$ —	\$ (9)