



**Klabin**

**Klabin S.A.**

CNPJ: 89.637.490/0001-45

### **Notice to the market**

Klabin S.A. (“Company”, BM&FBovespa: KLBN11; KLBAY) announces to the market that Standard & Poor’s has reaffirmed the investment grade rating to the Company, with rating at “BBB-“ (Investment Grade) in the global scale and “brAA+” in national scale, maintaining the negative rating outlook.

On September 10<sup>th</sup>, 2015, S&P downgraded the sovereign rating of Brazil to BB + and placed the Klabin's rating on 'CreditWatch' condition with negative implications. After careful evaluation of the current situation and stress scenarios exercises considering the sovereign default, the agency concluded that the Company's ability to redirect its production to other markets in case of unfavorable conditions in the domestic market and its cost structure based in local currency are factors that mitigate its exposure to Brazilian country risk. The agency also emphasizes the expectation of quick deleverage with the start up of Puma Project operation in March 2016.

To read the full report from Standard & Poor’s click here:

[http://ri.klabin.com.br/fck\\_temp/25\\_16/file/RU%20Klabin%2027-10-2015.pdf](http://ri.klabin.com.br/fck_temp/25_16/file/RU%20Klabin%2027-10-2015.pdf)

São Paulo, October 27<sup>th</sup> 2015

**Klabin S.A.**

Antonio Sergio Alfano

Chief Financial Officer and IR Director