



Klabin

KLABIN S.A.

Corporate Taxpayer ID (CNPJ/MF): 89.637.490/0001-45

Company Registry (NIRE): 35300188349

Publicly Held Company

MATERIAL FACT

Klabin S.A. (“Company”), in compliance with Article 157, Paragraph 4 of Federal Law 6,404 of December 15, 1976, and with Instruction 358 issued by the Securities and Exchange Commission of Brazil (CVM) on January 3, 2002, announces to its shareholders and the general market the startup of its new pulp mill (“Puma Unit”) located in Ortigueira, Paraná. The first pulp bale was produced on March 4, 2016, already with Chain of Custody certification from the Forest Stewardship Council® - FSC® (FSC-C129105).

The new unit’s construction was completed in 24 months and on budget. Total investment in the project was R\$8.5 billion, which included the infrastructure, taxes and contractual corrections.

The Puma Unit will have the capacity to produce 1.5 million tons of pulp, with 1.1 million tons of bleached hardwood pulp (eucalyptus) and 400,000 tons of bleached softwood pulp (pine), a portion of which will be converted into fluff pulp, making it the world’s only industrial unit designed to produce the three fibers. Klabin’s production will help substitute imports of fluff pulp, which is an important input used to make diapers and sanitary pads and will help keep currency from flowing out of the country.

Klabin thanks its financiers, suppliers, partners and employees for their effort in ensuring the feasibility and realization of this project, which is the largest investment in its history.

São Paulo, March 7, 2016

Klabin S.A.
Antonio Sergio Alfano
Investor Relations Officer