



Klabin

Klabin S.A.

CNPJ: 89.637.490/0001-45

Notice to the market

Klabin S.A. (“Company”) announces to the market that Standard & Poor’s Rating Services has downgraded the Company investment grade rating from “BBB-” to “BB+” in the global scale and from “brAA+” to “brAA” in national scale. The rating outlook is stable.

The downgrade is a result that Klabin's debt reduction will be slower, in virtue of the pulp prices decrease and the recently appreciated Brazilian real.

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

<http://klabin.infoinvest.com.br/static/enu/rating.asp?idioma=enu>

São Paulo, June 30th 2016

Klabin S.A.

Antonio Sergio Alfano

Chief Financial Officer and IR Director