



**KLABIN S.A.**

CNPJ: 89.637.490/0001-45

Publicly Held Company

**NOTICE TO THE MARKET**

**Klabin S.A. announces the issuance of US\$ 500 million of notes, with annual coupon of 5.75% and maturity on 2029; and US\$ 500 million of notes, with annual coupon of 7.00% and maturity on 2049**

Klabin S.A. ("Company") hereby informs the market that its direct subsidiary Klabin Austria GmbH has, on the current date, March 27, 2019, priced the following Senior Unsecured Notes, guaranteed by the Company, on the total amount of (i) US\$ 500 million (five hundred million US Dollars) with yield of 5.80% (five point eighty percent) per year, annual coupon rate (interest) of 5.75% (five point seventy five percent) and maturity on 2029 ("Notes 2029"); and also (ii) US\$ 500 million (five hundred million US Dollars) with yield of 7.125% (seven point one hundred and twenty five percent) per year, annual coupon rate (interest) of 7.00% (seven percent) and maturity on 2049 ("Notes 2049" or "Green Bonds" and, jointly with Notes 2029, "Notes"). The Notes are being offered or sold within the United States only to qualified institutional buyers in reliance on Rule 144A under the Securities Act and to certain non-U.S. persons in offshore transactions in reliance on Regulation S under the Securities Act.

The proceeds raised through (i) the issuance of the Notes 2029 will be allocated to the early retirement or refinancing of debt held by the Company, as well as for the cash-position enhancement of the Company, and the remaining, if realizable, will be allocated into the funding of the Company's and affiliated subsidiaries ordinary activities, attending to its general corporate and business purpose; and through (ii) the issuance of the Notes 2049 the proceeds will be allocated to the financing or refinancing, partly or as a whole, of costs and/or investments related to Eligible Green Projects.

The Green Bonds' issuance, the first one with a maturity of 30 years issued by a Brazilian company, strengthens Klabin's social and environmental commitment in Brazil, evidencing the pioneering on its sustainability practices. The Company will provide all the relevant information about the allocation of the referred funds on its website. (<http://ir.klabin.com.br/>).

This announcement does not constitute a public offering of Notes for the sale in US and neither in Brazil. The referred Notes may not be offered or sold in US or Brazil. Any public offering of Notes, to be made in US, must be filed under an allowance memorandum to be obtained alongside the Company containing all the detailed information of the Company and its management, as well as its Financial Statements.

São Paulo, March 27, 2019.

**Klabin S.A.**

Cristiano Cardoso Teixeira  
Chief Executive, Financial and Investor Relations Officer