



**KLABIN S.A.**

CNPJ: 89.637.490/0001-45

Publicly Held Company

**NOTICE TO THE MARKET**

**Klabin S.A. announces the issuance of US\$ 250 million of notes, with yield of 4.90% and maturity on 2029**

Klabin S.A. ("Company") hereby informs the market that its direct subsidiary Klabin Austria GmbH has, on the current date, July 8th, 2019, priced the following Senior Unsecured Notes, guaranteed by the Company, on the total amount of US\$ 250 million (two hundred and fifty million US Dollars) with yield of 4.90% (four point ninety percent) per year and maturity on 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 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.

The transaction represents another step in the successful liability management efforts that Klabin has been implementing over the past months. Thus, the Company captures the benefits of competitive costs and maturity in the notes issuance in order to optimize its capital structure.

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, July 8th, 2019.

**Klabin S.A.**

Cristiano Cardoso Teixeira

Chief Executive, Financial and Investor Relations Officer