

PORTUCEL, S.A.
Public Company
Registered Office: Mitrena – Apartado 55, 2901-861 Setúbal
Share Capital: 767,500,000€
Tax Payer and registration Number in the Commercial Registry of Setúbal 503025798

PRIVILEGED INFORMATION

Pursuant to the terms of the Indenture concerning the €350,000,000 5% Senior Secured Notes due 2020 (the “Notes”) issued by Portucel S.A., dated as of May 16, 2013, Portucel has elected to redeem €200,000,000 in aggregate principal amount of the Notes (the “Redeemable Notes”).

The Redeemable Notes will be redeemed on September 24, 2015, subject to (i) the closing of a bond offering by the Company raising a minimum of €200,000,000 of net proceeds on or prior to September 23, 2015 and (ii) receipt by the Principal Paying Agent of sufficient funds to pay the price payable to the holders of the Notes on or before the redemption date.

The redemption price payable for the Redeemable Notes is the nominal value of the Redeemable Notes (€200,000,000), plus the Applicable Premium (as defined in, and to be calculated in accordance with, the Indenture).

Additionally, Portucel has signed an agreement with a bank syndicate formed by two banks, under which the banks underwrite the issuance of a new bond, in the amount of €200,000,000, to be issued before the redemption date. This new bond will have a maturity of 8 years and a variable interest rate of Euribor (6 months) plus a spread of 1,9%.

Notwithstanding the redemption of the Notes being subjected to a premium, a cost that will be immediately recorded in the accounts (estimated at € 14,6 million at current market conditions), the favorable conditions contracted for the new bond issue result in a very positive Net Present Value for the transaction (estimated at € 7,4 million at current market conditions).

This transaction will significantly reduce Portucel’s average cost of debt and will extend the maturity of this debt until 2023.

Setúbal, August 24 2015

The Executive Committee