

Corporate Action Notice

August 19, 2016

Santos Brasil Participações Change in Underlying Security and Ratio Change

REGS DR Program

DR CUSIP: 803009208

DR ISIN: US8030092089

Ratio (Depository Share : Unit): 1: 1

144A DR Program

DR CUSIP: 803009109

DR ISIN: US8030091099

Santos Brasil Participações ("Santos Brasil") announced a mandatory conversion and exchange of its preferred shares into common shares. The conversion ratio is 1 common share for each preferred share. Each Santos Brasil Depository Share ("DS") represented 1 Unit which was comprised of 1 common share and 4 preferred shares. As a result of the conversion, the Units were cancelled and each Unit was replaced by 5 common shares.

Effective August 25, 2016, the DSs will represent common shares instead of Units and BNY Mellon will change the ratio on the Santos Brasil DR programs as follows:

Effective Date:	August 25, 2016
Old Ratio:	1 DS : 1 Unit
New Ratio:	1 DS : 5 Common Shares
CUSIP Numbers:	Remain the same
Common Share ISIN:	BRSTBPACNOR3

Please note: A ratio change may impact the fees payable by DR investors.

BNYMellon's books are currently closed for issuances and cancellations. Our books will be opened on August 25, 2016.

To learn more about Depository Receipts and issuer programs, please contact our marketing desks:

NEW YORK

Ravi Davis

Richard J Maehr

+ 1 212 815 2267

adrdesk@bnymellon.com

LONDON

Jacek Jankowski

Vice President

+ 44 207 163 7427

jacek.jankowski@bnymellon.com

BNY Mellon is providing this information for general informational purposes only and does not warrant or guarantee the accuracy, timeliness or completeness of this information. BNY Mellon does not undertake any obligation to update or amend this information. BNY Mellon provides no advice, recommendation or endorsement with respect to any company or securities. Nothing herein shall be deemed to constitute an offer to sell or a solicitation of an offer to buy securities. BNY Mellon collects fees from Depository Receipt ("DR") holders pursuant to the terms and conditions of the DRs. BNY Mellon may make payments to sponsored DR issuers to reimburse and /or share revenue from the fees collected from DR holders, or waive fees and expenses for services provided. BNY Mellon may pay a rebate to brokers in connection with unsponsored DR issuances. BNY Mellon may also use brokers, dealers or other service providers that are affiliates and that may earn or share fees and commissions. BNY Mellon may execute DR foreign currency transactions itself or through its affiliates and in such cases it acts as principal counterparty and not as agent, advisor, broker or fiduciary. BNY Mellon has no obligation to obtain the most favorable exchange rate, makes no representation that the rate is a favorable rate and will not be liable for any direct or indirect losses associated with the rate. BNY Mellon earns and retains revenue on its executed foreign currency transactions based on, among other things, the difference between the rate it assigns to the transaction and the rate that it pays and receives for purchases and sales of currencies when buying or selling foreign currency for its own account. The methodology used by BNY Mellon to determine DR conversion rates is available to registered Owners upon request or at https://www.adrbnymellon.com/us/en/news-and-publications/dr-issuers/asset_upload_file49220_197380.pdf. Depository Receipts are not insured by the FDIC or any other government agency, are not deposits or other obligations of, and are not guaranteed by BNY Mellon, and are subject to investment risks.



BNY MELLON