

March 19, 2014

Klabin S.A. - Cash Distribution Resulting from the Sale of Rights

DR CUSIP: 49834M100
DR ISIN: US49834M1009
DR Ticker Symbol: KLBAY
Ratio (DRs:Underlying Shares): 1:10

Klabin S.A. announced a distribution of Rights to its Preferred shareholders. The Rights were allocated as follows: 0.03064548 Right(s) were issued for every 1 Preferred share(s) held as of the local record date of Nov 28, 2013.

The Klabin S.A. Rights were not registered under the United States Securities Act of 1933, therefore we were not permitted to pass the Rights on to the holders of Depositary Receipts ("DRs") that could not certify their eligibility according to the instructions set forth by the Issuer. As a result, BNY Mellon has sold the Rights that were not distributed in the local market and the proceeds received from the sale will be distributed to the non-eligible DR holders of Klabin S.A..

Please find below the particulars:

DR Record Date: Dec 04, 2013
DR Payment Date: Mar 19, 2014
Gross Rate per DS: \$0.039585
Depositary Fee per DS: \$0.004000
Net Rate per DS: \$0.035585

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

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BNY Mellon collects fees from DR holders pursuant to the terms and conditions of the DRs and the deposit agreement under which they are issued. From time to time, BNY Mellon may make payments to the issuer to reimburse and / or share revenue from the fees collected from DR holders, or waive fees and expenses to the issuer for services provided, generally relating to costs and expenses arising out of establishment and maintenance of the DR program. BNY Mellon may also transact with affiliates and dealers. The corporate action details are provided for informational purposes only. BNY Mellon does not warrant or guarantee the accuracy or completeness, and does not undertake any obligation to update or amend, this information or data. We provide no advice, recommendation or endorsement with respect to any company or security. Nothing herein shall be deemed to constitute an offer to sell or a solicitation of an offer to buy Securities.