



Suzano Papel e Celulose

São Paulo, September 29, 2008. Suzano Papel e Celulose – (Bovespa: SUZB5) due to recent news about companies reporting financial losses associated with exchange rate derivatives operations and the demand for further information by the market, the company informs that:

- I. for many years, the company has adopted a conservative foreign exchange rate hedge policy and does not have leveraged exposure to derivatives;
- II. most of the company's debt obligations are due in the long-term, with average term of 4.2 years, and amortizations distributed over several years, avoiding concentrations. On June 30, 2008, 39% of the company's debt was denominated in foreign currency, of which only 8% due in the short-term;
- III. The major portion of the Company's foreign currency denominated debt is composed by trade finance lines. The maturity of such lines was scheduled to match the revenues of the future exports. Therefore the company has a natural hedge against currency fluctuations in its trade finance lines.
- IV. Suzano has a solid and conservative financial policy and strict risk management controls, disclosing information regarding the company's financial position in its quarterly financial statements and press releases.