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FEDERAL PUBLIC SERVICE
CVM - BRAZILIAN SECURITIES AND EXCHANGE COMMISSION
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REGISTRATION WITH CVM SHOULD NOT BE CONSTRUED AS AN EVALUATION OF THE COMPANY. COMPANY MANAGEMENT IS RESPONSIBLE FOR THE INFORMATION PROVIDED.

01.01 - IDENTIFICATION

1 - CVM CODE	2 - COMPANY NAME	3 - CNPJ (Corporate Taxpayer's ID)
01398-6	**SUZANO PAPEL E CELULOSE S.A.**	**16.404.287/0001-55**
4 - NIRE (Corporate Registry ID)		
29300016331		

01.02 - HEADQUARTERS

1 - ADDRESS			2 - DISTRICT	
Av. Tancredo Neves, 274 Bloco B Sala 121			C. das Árvores	
3 - ZIP CODE	4 - CITY			5 - STATE
41820-020	Salvador			BA
6 - AREA CODE	7 - TELEPHONE	8 - TELEPHONE	9 – TELEPHONE	10 - TELEX
0071	3797-7900	3797-7904	3797-7904	
11 - AREA CODE	12 - FAX	13 - FAX	14 – FAX	
0071	3797-7906	3797-7906	3797-7906	
15 - E-MAIL				
ri@suzano.com.br				

01.03 - INVESTOR RELATIONS OFFICER (Company Mailing Address)

1- NAME				
Antonio dos Santos Maciel Neto				
2 - ADDRESS			3 - DISTRICT	
Av. Brigadeiro Faria Lima, 1355 8º andar			Pinheiros	
4 - ZIP CODE	5 - CITY			6 - STATE
01452-919	São Paulo			SP
7 - AREA CODE	8 - TELEPHONE	9 - TELEPHONE	10 - TELEPHONE	11 - TELEX
011	3503-9401	-	-	
12 - AREA CODE	13 - FAX	14 - FAX	15 - FAX	
011	-	-	-	
16 - E-MAIL				
ri@suzano.com.br				

01.04 – ITR REFERENCE AND AUDITOR INFORMATION

CURRENT YEAR		CURRENT QUARTER			PREVIOUS QUARTER		
1 - BEGINNING	2 - END	3 - QUARTER	4 - BEGINNING	5 - END	6 - QUARTER	7 - BEGINNING	8 - END
1/1/2010	12/31/2010	3	7/1/2010	9/30/2010	4	10/1/2009	12/31/2009

09 - INDEPENDENT AUDITOR	10 - CVM CODE
Ernst & Young Terco Auditores Independentes S.S.	00471-5
11 - PARTNER IN CHARGE	12 - PARTNER'S CPF (INDIVIDUAL TAXPAYER'S ID)
Antonio Carlos Fioravante	126.191.148-29

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01.05 – CAPITAL STOCK

Number of Shares (thousand)	1 – CURRENT QUARTER 9/30/2010	2 – PREVIOUS QUARTER 12/31/2009	3 – SAME QUARTER, PREVIOUS YEAR 9/30/2009
Paid-up Capital			
1 - Common	134,777	107,821	107,821
2 - Preferred	258,326	206,661	206,661
3 - Total	393,103	314,482	314,482
Treasury Stock			
4 - Common	6,786	5,429	5,429
5 - Preferred	4,155	2,537	2,537
6 - Total	10,941	7,966	7,966

01.06 - COMPANY PROFILE

1 - TYPE OF COMPANY
Commercial, Industrial and Other Types of Company

2 - STATUS
Operational

3 - NATURE OF OWNERSHIP
Domestic Private

4 - ACTIVITY CODE
1040 – Pulp and Paper

5 - MAIN ACTIVITY
Pulp and paper industry

6 - CONSOLIDATION TYPE
Total

7 – TYPE OF REPORT OF INDEPENDENT AUDITORS
Unqualified opinion

01.07 - COMPANIES NOT INCLUDED IN THE CONSOLIDATED FINANCIAL STATEMENTS

1 - ITEM	2 - CNPJ (Corporate Taxpayer's ID)	3 - COMPANY NAME

01.08 - CASH DIVIDENDS APPROVED AND/OR PAID DURING AND AFTER THE QUARTER

1 - ITEM	2 - EVENT	3 – APPROVAL	4 - TYPE	5 - DATE OF PAYMENT	6 - TYPE OF SHARE	7 - AMOUNT PER SHARE
01	RCA*	8/10/2010	Interest on Shareholders' Equity	9/10/2010	Common Share	0.1443300000
02	RCA*	8/10/2010	Interest on Shareholders' Equity	9/10/2010	Class A Preferred Share	0.1587700000
06	RCA*	8/10/2010	Interest on Shareholders' Equity	9/10/2010	Class B Preferred Share	0.1587700000

* Board of Directors' Meeting

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01.09 – SUBSCRIBED CAPITAL AND CHANGES IN THE CURRENT YEAR

1 - ITEM	2 - DATE OF CHANGE	3 - CAPITAL STOCK (R$ thousand)	4 - AMOUNT OF CHANGE (R$ thousand)	5 - NATURE OF CHANGE	7 - NUMBER OF SHARES ISSUED (thousand)	8 - SHARE PRICE WHEN ISSUED (Reais)
01	4/30/2010	2,466,659	412,229	Capital Reserve	78,621	0.0000000000

01.10 – INVESTORS RELATIONS OFFICER

1 – DATE	2 – SIGNATURE
10/28/2010	

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01398-6	SUZANO PAPEL E CELULOSE S.A.	16.404.287/0001-55

02.01 - BALANCE SHEET - ASSETS (R$ thousand)

1 – CODE	2 - DESCRIPTION	3 – 9/30/2010	4 – 12/31/2009
1	Total Assets	17,457,322	17,340,078
1.01	Current Assets	4,299,144	4,184,032
1.01.01	Cash and Cash Equivalents	2,088,025	2,261,889
1.01.01.01	Cash and Cash Equivalents	2,088,025	2,261,889
1.01.02	Receivables	1,460,786	1,103,742
1.01.02.01	Trade	1,460,786	1,103,742
1.01.02.02	Sundry Receivables	0	0
1.01.03	Inventories	538,401	510,250
1.01.04	Other	211,932	308,151
1.01.04.01	Derivatives	18,483	11,641
1.01.04.02	Income and Social Contribution Taxes	127,686	237,587
1.01.04.03	Other Accounts Receivable	29,293	29,548
1.01.04.04	Related Parties	1,217	1,500
1.01.04.05	Prepaid Expenses	7,197	5,226
1.01.04.06	Indemnification for Land Expropriation	6,279	6,162
1.01.04.07	Accounts Receivable from Sale of Properties and Forests	9,541	10,817
1.01.04.08	Advances to Suppliers	12,236	5,670
1.02	Non-Current Assets	13,158,178	13,156,046
1.02.01	Long-Term Assets	542,370	626,170
1.02.01.01	Sundry Receivables	97,903	110,407
1.02.01.01.01	Income and Social Contribution Taxes	97,903	110,407
1.02.01.02	Related Parties	561	1,111
1.02.01.02.01	Direct and Indirect Associated Companies	561	1,111
1.02.01.02.02	Subsidiaries	0	0
1.02.01.02.03	Other Related Parties	0	0
1.02.01.03	Other	443,906	514,652
1.02.01.03.01	Derivatives	2,339	9,315
1.02.01.03.02	Advance to Suppliers	248,333	243,480
1.02.01.03.03	Judicial Deposits	63,444	62,194
1.02.01.03.04	Other Accounts Receivable	32,795	53,837
1.02.01.03.05	Available-for-Sale Assets	46,762	90,365
1.02.01.03.06	Indemnification for Land Expropriation	50,233	55,461
1.02.02	Permanent Assets	12,615,808	12,529,876
1.02.02.01	Investments	547,736	457,073
1.02.02.01.01	In Direct and Indirect Associated Companies	0	0
1.02.02.01.02	In Direct and Indirect Associated Companies - Goodwill	0	0
1.02.02.01.03	In Subsidiaries	547,736	457,073
1.02.02.01.04	In Subsidiaries – Goodwill	0	0
1.02.02.01.05	Other Investments	0	0
1.02.02.02	Property, Plant and Equipment	12,034,020	12,038,751
1.02.02.02.01	Biological Assets	1,725,554	1,583,605

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02.01 - BALANCE SHEET - ASSETS (R$ thousand)

1 – CODE	2 – DESCRIPTION	3 – 9/30/2010	4 – 12/31/2009
1.02.02.02.02	Property, Plant and Equipment	10,308,466	10,455,146
1.02.02.03	Intangible Assets	34,052	34,052
1.02.02.04	Deferred Charges	0	0

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02.02 - BALANCE SHEET - LIABILITIES (R$ thousand)

1 - CODE	2 - DESCRIPTION	3 – 9/30/2010	4 – 12/31/2009
2	Total Liabilities	17,457,322	17,340,078
2.01	Current Liabilities	1,823,984	2,238,793
2.01.01	Loans and Financing	1,035,462	1,412,981
2.01.02	Debentures	112,246	113,747
2.01.03	Trade Accounts Payable	246,072	262,667
2.01.04	Taxes Payable	26,115	40,548
2.01.04.01	Taxes Payable Other than on Income	23,235	40,548
2.01.04.02	Income and Social Contribution Taxes	2,880	0
2.01.05	Dividends Payable	497	167,519
2.01.06	Provisions	0	0
2.01.07	Related Parties	125,789	19,092
2.01.08	Other	277,803	222,239
2.01.08.01	Derivatives	35,158	37,052
2.01.08.02	Payroll and Related Taxes	83,177	68,980
2.01.08.03	Accounts Payable	61,342	43,765
2.01.08.04	Debt from Acquisition of Land, Farms and Reforestation	58,510	58,756
2.01.08.05	Deferred Earnings	39,616	13,686
2.02	Non-Current Liabilities	7,337,844	7,236,915
2.02.01	Long-Term Liabilities	7,337,844	7,236,915
2.02.01.01	Loans and Financing	4,270,172	4,183,258
2.02.01.02	Debentures	723,398	685,963
2.02.01.03	Provisions	349,405	297,572
2.02.01.03.01	Provision for Contingencies and Actuarial Liability	333,155	284,721
2.02.01.03.02	Share-Based Payments	16,250	12,851
2.02.01.04	Related Parties Debts	63,533	174,119
2.02.01.05	Advance for Future Capital Increase	0	0
2.02.01.06	Other	1,931,336	1,896,003
2.02.01.06.01	Derivatives	45,840	23,810
2.02.01.06.02	Income and Social Contribution Taxes	14,758	14,107
2.02.01.06.03	Deferred Income and Social Contribution Taxes	1,801,664	1,758,129
2.02.01.06.04	Accounts Payable	10,564	7,576
2.02.01.06.05	Debt from Acquisition of Land, Farms and Reforestation	58,510	92,381
2.03	Deferred Income	0	0
2.05	Shareholders' Equity	8,295,494	7,864,370
2.05.01	Capital	2,466,659	2,054,430
2.05.02	Capital Reserves	(191,549)	246,147
2.05.02.01	Capital Reserves	35,855	447,945
2.05.02.02	Treasury Shares	(227,404)	(201,798)
2.05.03	Revaluation Reserves	0	0
2.05.03.01	Own Assets	0	0
2.05.03.02	Subsidiaries/Direct and Indirect Associated Companies	0	0

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02.02 - BALANCE SHEET - LIABILITIES (R$ thousand)

1 - CODE	2 - DESCRIPTION	3 – 9/30/2010	4 – 12/31/2009
2.05.04	Income Reserves	2,096,889	2,096,889
2.05.04.01	Legal	191,981	191,981
2.05.04.02	Statutory	1,904,908	1,904,908
2.05.04.02.01	Reserve for Capital Increase	1,669,243	1 ,669,243
2.05.04.02.02	Special Statutory Reserve	235,665	235,665
2.05.04.03	For Contingencies	0	0
2.05.04.04	Unrealized Profits	0	0
2.05.04.05	Profit Retention	0	0
2.05.04.06	Special Reserve for Undistributed Dividends	0	0
2.05.04.07	Other Profit Reserves	0	0
2.05.05	Other Comprehensive Income	3,441,978	3,451,792
2.05.05.01	Securities Adjustments	0	0
2.05.05.02	Accumulated Translation Adjustments	0	0
2.05.05.03	Business Combination Adjustments	0	0
2.05.06	Retained Earnings	481,517	15,112
2.05.07	Advances for Future Capital Increase	0	0

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03.01 – STATEMENT OF INCOME (R$ thousand)

1 - CODE	2 – DESCRIPTION	3 – 7/1/2010 to 9/30/2010	4 - 1/1/2010 to 9/30/2010	5 – 7/1/2009 to 9/30/2009	6 - 1/1/2009 to 9/30/2009
3.01	Gross Sales	1,537,782	3,819,997	968,768	3,255,650
3.02	Sales Deductions	(172,366)	(437,102)	(125,296)	(363,499)
3.03	Net Sales	1,365,416	3,382,895	843,472	2,892,151
3.04	Cost of Goods Sold	(931,117)	(2,336,198)	(670,254)	(2,056,668)
3.05	Gross Profit	434,299	1,046,697	173,218	835,483
3.06	Operating Income (Expenses)	(95,211)	(374,708)	92,609	230,801
3.06.01	Selling Expenses	(129,070)	(332,871)	(92,884)	(290,774)
3.06.02	General and Administrative	(72,601)	(188,247)	(51,541)	(145,400)
3.06.03	Financial results	88,446	(194,059)	195,409	640,324
3.06.03.01	Financial Income	27,962	158,112	(12,943)	(22,953)
3.06.03.02	Financial Expenses	60,484	(352,171)	208,352	663,277
3.06.04	Other Operating Income	13,356	286,451	6,718	16,137
3.06.05	Other Operating Expenses	(15,149)	(36,643)	(5,008)	(12,941)
3.06.06	Equity Pickup in Subsidiaries and Affiliates	19,807	90,661	39,915	23,455
3.07	Operating Income	339,088	671,989	265,827	1,066,284
3.08	Non-Operating Income	0	0	0	0
3.08.01	Revenues	0	0	0	0
3.08.02	Expenses	0	0	0	0
3.09	Income Before Income and Social Contribution Taxes	339,088	671,989	265,827	1,066,284
3.10	Provision for Income and Social Contribution Taxes	(66,241)	(153,625)	(61,528)	(341,179)
3.10.01	Current Income and Social Contribution	(29,737)	(117,671)	(55,508)	(192,799)
3.10.02	Deferred Income and Social Contribution	(36,504)	(35,954)	(6,020)	(148,380)
3.11	Deferred Income Tax	0	0	0	0
3.12	Statutory Profit Sharing/Contributions	0	0	0	0
3.12.01	Profit Sharing	0	0	0	0
3.12.02	Contributions	0	0	0	0
3.13	Reversal of Interest on Shareholders' Equity	0	0	0	0

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03.01 – STATEMENT OF INCOME (R$ thousand)

1 - CODE	2 - DESCRIPTION	3 – 7/1/2010 to 9/30/2010	4 - 1/1/2010 to 9/30/2010	5 – 7/1/2009 to 9/30/2009	6 - 1/1/2009 to 9/30/2009
3.15	Net Income/Loss for the Period	272,847	51 8,364	204,299	725,105
	NUMBER OF OUTSTANDING SHARES AT THE PERIODS END, EXCLUDING TREASURY SHARES (Thousands)	382,162	382,162	306,516	306,516
	NET EARNINGS PER SHARE (Reais)	0.71396	1.35640	0.66652	2.36564
	LOSS PER SHARE (Reais)				

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04.01 – STATEMENT OF CASH FLOWS – INDIRECT METHOD (R$ thousand)

1 - CODE	2 – DESCRIPTION	3 – 7/1/2010 to 9/30/2010	4 - 1/1/2010 to 9/30/2010	5 – 7/1/2009 to 9/30/2009	6 - 1/1/2009 to 9/30/2009
4.01	Cash Flow Provided by Operating Activities	118,528	411,892	466,030	907,940
4.01.01	Cash Flow Provided by Operating Activities	421,450	1,057,735	118,516	544,515
4.01.01.01	Net Income for the Period	272,847	518,364	204,299	725,105
4.01.01.02	Depreciation, Depletion and Amortization	139,171	403,219	132,476	374,413
4.01.01.03	Income on Sale of Property, Plant and Equipment	(3,671)	(280,956)	(760)	(5,873)
4.01.01.04	Equity Pickup in Subsidiaries and Affiliates	(19,807)	(90,661)	(39,915)	(23,455)
4.01.01.05	Foreign Exchange Variation, Net	(153,007)	(18,733)	(317,034)	(994,708)
4.01.01.06	Interest Expenses, Net	90,844	286,697	102,792	282,761
4.01.01.07	Deferred Income and Social Contribution Taxes Expenses	36,504	35,954	6,020	148,380
4.01.01.08	Other Taxes Expenses	73,238	136,795	23,248	80,009
4.01.01.09	Provision For Contingencies and Actuarial Liabilities	(5,310)	42,149	423	(3,403)
4.01.01.10	Expenses of Share-Based Payments	942	3,539	3,344	5,786
4.01.01.11	Derivatives Gains (Losses), Net	(10,298)	21,364	3,623	(44,500)
4.01.01.12	Provision for Investment Losses	(3)	4	0	0
4.01.02	Changes in Operating Assets and Liabilities	(302,922)	(645,843)	347,514	363,425
4.01.02.01	Decrease (Increase) in Accounts Receivable	(154,922)	(357,044)	95,298	355,155
4.01.02.02	Decrease (Increase) in Inventories	(12,424)	(28,151)	18,844	46,615
4.01.02.03	Decrease (Increase) in Recoverable Taxes	18,790	122,405	13,910	132,558
4.01.02.04	Decrease (Increase) in Other Current and Non-Current Assets	(35,715)	(69,457)	7,220	(69,534)
4.01.02.05	Settlement of Derivative Contracts	14,771	27,605	10,465	(81,723)
4.01.02.06	Increase (Decrease) in trade accounts payable	(26,565)	(16,595)	12,067	11,462
4.01.02.07	Increase (Decrease) in Other Current and Non-Current Liabilities	15,447	37,427	249,668	219,334
4.01.02.08	Payment of Interest	(61,899)	(259,315)	(70,976)	(226,618)
4.01.02.09	Payment of Other Taxes and Contributions	(61,812)	(105,598)	(17,470)	(56,105)
4.01.02.10	Payment of Income and Social Contribution Taxes	1,407	2,880	28,488	32,281
4.01.03	Other	0	0	0	0
4.02	Cash Flows (Used in) Provided by Investing Activities	(158,392)	(47,096)	(366,993)	(593,678)

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04.01 – STATEMENT OF CASH FLOWS – INDIRECT METHOD (R$ thousand)

1 - CODE	2 – DESCRIPTION	3 – 7/1/2010 to 9/30/2010	4 - 1/1/2010 to 9/30/2010	5 – 7/1/2009 to 9/30/2009	6 - 1/1/2009 to 9/30/2009
4.02.01	Additions to Property, Plant and Equipment	(166,442)	(409,294)	(373,856)	(612,626)
4.02.02	Receipt from Sales of Property, Plant and Equipment	8,050	362,198	6,863	19,011
4.02.03	Additions to Investments	0	0	0	(63)
4.03	Cash Flows (Used in) Provided by Financing Activities	26,039	(538,660)	(151,269)	(196,720)
4.03.01	Proceeds from Financing and Loans	576,739	1,643,472	310,226	1,360,828
4.03.02	Settlement of Derivative Contracts	(10,333)	(28,699)	(4,189)	(9,002)
4.03.03	Payment of Financing and Loans	(481,571)	(1,882,078)	(457,306)	(1,548,546)
4.03.04	Acquisition of Own Shares	0	(42,560)	0	0
4.03.05	Payment of Dividends and Interest on Shareholders' Equity	(58,796)	(228,795)	0	0
4.04	Exchange Variation on Cash and Cash Equivalents	0	0	0	0
4.05	(Decrease) Increase in Cash and Cash Equivalents	(13,825)	(173,864)	(52,232)	117,542
4.05.01	Cash and Cash Equivalents at the Beginning of the Period	2,101,850	2,261 ,889	2,090,837	1,921,063
4.05.02	Cash and Cash Equivalents at the End of the Period	2,088,025	2,088,025	2,038,605	2,038,605

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01398-6	SUZANO PAPEL E CELULOSE S.A.	16.404.287/0001-55

05.01 – STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FROM 7/1/2010 TO 9/30/2010 (R$ thousand)

1 - CODE	2 – DESCRIPTION	3 – CAPITAL	4 – CAPITAL RESERVES	5 – REVALUATION RESERVES	6 – PROFIT RESERVE	7 – RETAINED EARNINGS	8 – OTHER COMPREHENSIVE INCOME	9 – TOTAL SHAREHOLDERS' EQUITY
5.01	Opening Balances	2,466,659	(191,689)	0	2,096,889	263,923	3,445,553	8,081,335
5.02	Prior Years' Adjustments	0	0	0	0	0	0	0
5.03	Adjusted Balance	2,466,659	(191,689)	0	2,096,889	263,923	3,445,553	8,081,335
5.04	Net Income for the Period	0	0	0	0	272,847	0	272,847
5.05	Allocations	0	0	0	0	(58,828)	0	(58,828)
5.05.01	Dividends	0	0	0	0	0	0	0
5.05.02	Interest on Shareholders' Equity	0	0	0	0	(58,828)	0	(58,828)
5.05.03	Other Allocations	0	0	0	0	0	0	0
5.06	Realization of Profit Reserves	0	0	0	0	0	0	0
5.07	Other Comprehensive Income	0	0	0	0	3,575	(3,575)	0
5.07.01	Securities Adjustments	0	0	0	0	0	0	0
5.07.02	Accumulated Translation Adjustments	0	0	0	0	0	0	0
5.07.03	Business Combination Adjustments	0	0	0	0	0	0	0
5.08	Capital Increase/Decrease	0	0	0	0	0	0	0
5.09	Set up/Realization of Capital Reserves	0	0	0	0	0	0	0
5.10	Treasury Shares	0	0	0	0	0	0	0
5.11	Other Capital Transactions	0	0	0	0	0	0	0
5.12	Other	0	140	0	0	0	0	140
5.12.01	Stock Option	0	0	0	0	0	0	0
5.12.02	Stock Option Plan	0	140	0	0	0	0	140
5.13	Closing Balances	2,466,659	(191,549)	0	2,096,889	481,517	3,441,978	8,295,494

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05.02 – STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FROM 1/1/2010 TO 9/30/2010 (R$ thousand)

1 - CODE	2 – DESCRIPTION	3 – CAPITAL	4 – CAPITAL RESERVES	5 – REVALUATION RESERVES	6 – PROFIT RESERVE	7 – RETAINED EARNINGS	8 – OTHER COMPREHENSIVE INCOME	9 – TOTAL SHAREHOLDERS' EQUITY
5.01	Opening Balances	2,054,430	246,147	0	2,096,889	15,112	3,451,792	7,864,370
5.02	Prior Years' Adjustments	0	0	0	0	0	0	0
5.03	Adjusted Balance	2,054,430	246,147	0	2,096,889	15,112	3,451,792	7,864,370
5.04	Net Income for the Period	0	0	0	0	518,364	0	518,364
5.05	Allocations	0	0	0	0	(61,773)	0	(61,773)
5.05.01	Dividends	0	0	0	0	(2,945)	0	(2,945)
5.05.02	Interest on Shareholders' Equity	0	0	0	0	(58,828)	0	(58,828)
5.05.03	Other Allocations	0	0	0	0	0	0	0
5.06	Realization of Profit Reserves	0	0	0	0	0	0	0
5.07	Other Comprehensive Income	0	0	0	0	9,814	9,814	0
5.07.01	Securities Adjustments	0	0	0	0	0	0	0
5.07.02	Accumulated Translation Adjustments	0	0	0	0	0	0	0
5.07.03	Business Combination Adjustments	0	0	0	0	0	0	0
5.08	Capital Increase/Decrease	412,229	(412,229)	0	0	0	0	0
5.08.01	Tax Incentives	303,506	(303,506)	0	0	0	0	0
5.08.02	Special Goodwill Reserve	108,723	(108,723)	0	0	0	0	0
5.09	Set up/Realization of Capital Reserves	0	0	0	0	0	0	0
5.10	Treasury Shares	0	0	0	0	0	0	0
5.11	Other Capital Transactions	0	0	0	0	0	0	0
5.12	Other	0	(25,467)	0	0	0	0	(25,467)
5.12.01	Shares Received from Transfer – Finor	0	(2,027)	0	0	0	0	(2,027)
5.12.02	Purchase of Shares from Ripasa's Former Controlling Shareholders	0	(23,580)	0	0	0	0	(23,580)
5.12.03	Stock Option Plan	0	140	0	0	0	0	140
5.13	Closing Balances	2,466,659	(1 91,549)	0	2,096,889	481,517	3,441,978	8,295,494

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08.01 - CONSOLIDATED BALANCE SHEET - ASSETS (R$ thousand)

1 - CODE	2 - DESCRIPTION	3 – 9/30/2010	4 – 12/31/2009
1	Total Assets	18,799,914	17,615,555
1.01	Current Assets	5,366,823	4,230,651
1.01.01	Cash and Cash Equivalents	3,625,425	2,533,285
1.01.01.01	Cash and Cash Equivalents	3,625,425	2,533,285
1.01.02	Receivables	841,670	766,174
1.01.02.01	Trade	841,670	766,174
1.01.02.02	Sundry Receivables	0	0
1.01.03	Inventories	676,868	615,931
1.01.04	Other	222,860	315,261
1.01.04.01	Income and Social Contribution Taxes	129,026	238,825
1.01.04.02	Derivatives	21,651	12,961
1 .01.04.03	Prepaid Expenses	7,663	5,319
1.01.04.04	Other Accounts Receivable	36,464	35,507
1.01.04.05	Indemnification for Land Expropriation	6,279	6,162
1.01.04.06	Accounts Receivable from Sale of Properties and Forests	9,541	10,817
1.01.04.07	Advance to Suppliers	12,236	5,670
1.02	Non-Current Assets	13,433,091	13,384,904
1.02.01	Long-Term Assets	582,181	657,454
1.02.01.01	Sundry Receivables	117,377	121,764
1.02.01.01.01	Income and Social Contribution Taxes	97,951	110,408
1.02.01.01.02	Deferred Income and Social Contribution Taxes	19,426	11,356
1 .02.01.02	Related Parties	0	0
1.02.01.02.01	Direct and Indirect Associated Companies	0	0
1 .02.01.02.02	Subsidiaries	0	0
1 .02.01.02.03	Other Related Parties	0	0
1.02.01.03	Other	464,804	535,690
1 .02.01.03.01	Advances to Suppliers	248,333	243,480
1.02.01.03.02	Judicial Deposits	66,912	64,969
1.02.01.03.03	Other Accounts Receivable	40,536	66,326
1.02.01.03.04	Derivatives	12,028	15,089
1.02.01.03.05	Available-for-Sale Assets	46,762	90,365
1.02.01.03.06	Indemnification for Land Expropriation	50,233	55,461
1.02.02	Permanent Assets	12,850,910	12,727,450
1.02.02.01	Investments	0	0
1 .02.02.01.01	In Direct and Indirect Associated Companies	0	0
1 .02.02.01.02	In Subsidiaries	0	0
1.02.02.01.03	Other Investments	0	0
1.02.02.02	Property, Plant and Equipment	12,671,877	12,693,398
1.02.02.02.01	Biological Assets	1,728,285	1,588,945
1.02.02.02.02	Property, Plant and Equipment	10,943,592	11,104,453
1.02.02.03	Intangible Assets	179,033	34,052
1.02.02.04	Deferred Charges	0	0

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08.02 – CONSOLIDATED BALANCE SHEET - LIABILITIES (R$ thousand)

1 - CODE	2 – DESCRIPTION	3 – 9/30/2010	4 – 12/31/2009
2	Total Liabilities	18,799,914	17,615,555
2.01	Current Liabilities	1,826,825	2,258,782
2.01.01	Loans and Financing	1,163,873	1,432,731
2.01.02	Debentures	112,246	113,747
2.01.03	Trade Accounts Payables	251,306	268,050
2.01.04	Taxes Payable	30,141	44,955
2.01.04.01	Income and Social Contribution Taxes	5,230	2,017
2.01.04.02	Taxes Payable Other than on Income	24,911	42,938
2.01.05	Dividends Payable	497	167,519
2.01.06	Provisions	0	0
2.01.07	Related Parties	0	0
2.01.08	Other	268,762	231,780
2.01.08.01	Derivatives	43,805	51,654
2.01.08.02	Payroll and Related Taxes	84,637	70,785
2.01.08.03	Accounts Payable	76,239	48,079
2.01.08.04	Debt from Acquisition of Land, Farms and Reforestation	64,081	61,262
2.02	Lonf-term Liabilities	8,677,595	7,492,403
2.02.01	Non-Current Liabilities	8,677,595	7,492,403
2.02.01.01	Loans and Financing	5,476,028	4,411,577
2.02.01.02	Debentures	723,398	685,963
2.02.01.03	Provisions	357,772	305,450
2.02.01.03.01	Provision for Contingencies and Actuarial Liability	341,522	292,599
2.02.01.03.02	Share-Based Payments	16,250	12,851
2.02.01.04	Related Parties	0	0
2.02.01.05	Advance for Future Capital Increase	0	0
2.02.01.06	Other	2,120,397	2,089,413
2.02.01.06.01	Accounts Payable	11,164	7,576
2.02.01.06.02	Income and Social Contribution Taxes	14,758	14,107
2.02.01.06.03	Deferred Income and Social Contribution Taxes	1,922,123	1,877,438
2.02.01.06.04	Derivatives	46,523	25,727
2.02.01.06.05	Debt from Acquisition of Land, Farms and Reforestation	125,829	164,565
2.03	Deferred Income	0	0
2.04	Minority Interest	0	0
2.05	Shareholders' Equity	8,295,494	7,864,370
2.05.01	Capital	2,466,659	2,054,430
2.05.02	Capital Reserves	(191,549)	246,147
2.05.02.01	Capital Reserves	35,855	447,945
2.05.02.02	Treasury Shares	(227,404)	(201,798)
2.05.03	Revaluation Reserves	0	0
2.05.03.01	Own Assets	0	0
2.05.03.02	Subsidiaries/Direct and Indirect Associated Companies	0	0
2.05.04	Income Reserves	2,096,889	2,096,889
2.05.04.01	Legal	191,981	191,981

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08.02 – CONSOLIDATED BALANCE SHEET - LIABILITIES (R$ thousand)

1 - CODE	2 - DESCRIPTION	3 – 9/30/2010	4 – 12/31/2009
2.05.04.02	Statutory	1,904,908	1,904,908
2.05.04.02.01	Capital Increase Reserve	1,669,243	1,669,243
2.05.04.02.02	Special Statutory Reserve	235,665	235,665
2.05.04.03	For Contingencies	0	0
2.05.04.04	Unrealized Profits	0	0
2.05.04.05	Profit Retention	0	0
2.05.04.06	Special Reserve for Undistributed Dividends	0	0
2.05.04.07	Other Profit Reserves	0	0
2.05.05	Other Comprehensive Income	3,441,978	3,451,792
2.05.05.01	Securities Adjustments	0	0
2.05.05.02	Accumulated Translation Adjustments	0	0
2.05.05.03	Business Combination Adjustments	0	0
2.05.06	Retained Earnings	481,517	15,112
2.05.07	Advances for Future Capital Increase	0	0

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09.01 – CONSOLIDATED STATEMENT OF INCOME (R$ thousand)

1 - CODE	2 – DESCRIPTION	3 – 7/1/2010 to 9/30/2010	4 - 1/1/2010 to 9/30/2010	5 – 7/1/2009 to 9/30/2009	6 - 1/1/2009 to 9/30/2009
3.01	Gross Sales	1,333,951	3,759,826	1,018,536	3,305,782
3.02	Sales Deductions	(174,994)	(441,317)	(127,824)	(372,985)
3.03	Net Sales	1,158,957	3,318,509	890,712	2,932,797
3.04	Cost of Goods Sold	(770,751)	(2,316,520)	(717,289)	(2,287,647)
3.05	Gross Profit	388,206	1,001,989	173,423	645,150
3.06	Operating Income (Expenses)	(46,393)	(325,025)	93,613	423,441
3.06.01	Selling Expenses	(51 ,226)	(161,831)	(37,252)	(113,017)
3.06.02	General and Administrative	(76,147)	(192,678)	(56,778)	(159,698)
3.06.03	Financial results	75,102	(238,274)	183,978	684,170
3.06.03.01	Financial Income	9,681	146,070	(28,273)	27,728
3.06.03.02	Financial Expenses	65,421	(384,344)	212,251	656,442
3.06.04	Other Operating Income	8,843	294,631	8,673	24,927
3.06.05	Other Operating Expenses	(2,965)	(26,873)	(5,008)	(12,941)
3.06.06	Equity Pickup in Subsidiaries and Affiliates	0	0	0	0
3.07	Operating Income	341,813	676,964	267,036	1,068,591
3.08	Non-Operating Income	0	0	0	0
3.08.01	Revenues	0	0	0	0
3.08.02	Expenses	0	0	0	0
3.09	Income Before Income and Social Contribution Taxes	341,813	676,964	267,036	1,068,591
3.10	Income and Social Contribution Taxes	(68,966)	(158,600)	(62,737)	(343,486)
3.10.01	Current Income and Social Contribution Taxes	(31,817)	(122,350)	(56,425)	(197,177)
3.10.02	Deferred Income and Social Contribution Taxes	(37,149)	(36,250)	(6,312)	(146,309)
3.11	Deferred Income Tax	0	0	0	0
3.12	Statutory Profit Sharing/Contributions	0	0	0	0
3.12.01	Profit Sharing	0	0	0	0
3.12.02	Contributions	0	0	0	0
3.13	Reversal of Interest on Shareholders' Equity	0	0	0	0

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09.01 – CONSOLIDATED STATEMENT OF INCOME (R$ thousand)

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3.14	Minority Interest	0	0	0	0
3.15	Net Income for the Period	272,847	51 8,364	204,299	725,105
	NUMBER OF OUTSTANDING SHARES AT THE PERIODS END, EXCLUDING TREASURY SHARES (Thousands)	382,162	382,162	306,516	306,516
	NET EARNINGS PER SHARE (Reais)	0.71396	1.35640	0.66652	2.36564
	LOSS PER SHARE (Reais)				

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10.01 – CONSOLIDATED STATEMENT OF CASH FLOWS – INDIRECT METHOD (R$ thousand)

1 - CODE	2 – DESCRIPTION	3 – 7/1/2010 to 9/30/2010	4 - 1/1/2010 to 9/30/2010	5 – 7/1/2009 to 9/30/2009	6 - 1/1/2009 to 9/30/2009
4.01	Cash Flow provided by Operating Activities	287,556	755,320	514,055	1,002,224
4.01.01	Cash Flow provided by Operating Activities	458,221	1,201,781	197,405	641,456
4.01.01.01	Net Income for the Period	272,847	518,364	204,299	725,105
4.01.01.02	Depreciation, Depletion and Amortization	141,303	409,658	134,608	381,285
4.01.01.03	Income on Sale of Property, Plant and Equipment	(3,671)	(280,956)	(756)	(5,869)
4.01.01.04	Foreign Exchange Variation ,Net	(148,511)	(14,245)	(304,743)	(971,755)
4.01.01.05	Net Interest Expenses	94,943	295,149	106,039	291,642
4.01.01.06	Current and Deferred Income and Social Contribution Taxes	37,149	36,250	6,312	146,309
4.01.01.07	Other Taxes Expenses	79,080	155,884	29,421	108,758
4.01.01.08	Provision for Contingencies and Actuarial Liabilities	(5,674)	42,637	460	(2,809)
4.01.01.09	Expenses of Share-Based Payments	942	3,539	3,344	5,786
4.01.01.10	Derivatives Gains (Losses), Net	(10,184)	35,497	18,421	(36,996)
4.01.01.11	Provision for Investment Losses	(3)	4	0	0
4.01.02	Changes in Operating Assets and Liabilities	(170,665)	(446,461)	316,650	360,768
4.01.02.01	Decrease (Increase) in Accounts Receivable	(36,202)	(75,496)	101,468	225,605
4.01.02.02	Decrease (Increase) in Inventories	(20,615)	(60,937)	13,168	206,433
4.01.02.03	Decrease (Increase) in Recoverable Taxes	18,803	122,256	25,166	146,251
4.01.02.04	Decrease (Increase) in Other Current and Non-Current Assets	(35,932)	(71,093)	15,070	(97,671)
4.01.02.05	Settlement of Derivative Contracts	14,771	27,605	4,117	(81,723)
4.01.02.06	Increase (Decrease) in Suppliers	(23,831)	(16,744)	8,703	(43,937)
4.01.02.07	Increase (Decrease) in Other Current and Non-Current Liabilities	38,596	(4,760)	220,692	268,413
4.01.02.08	Payment of Interest	(63,320)	(263,745)	(72,666)	(232,054)
4.01.02.09	Payment of Other Taxes and Contributions	(62,936)	(104,738)	(21,290)	(58,082)
4.01.02.10	Payment of Income and Social Contribution Taxes	1	1,191	22,222	27,533
4.01.03	Other	0	0	0	0
4.02	Cash Flows Provided by (Used in) Investing Activities	(298,655)	(180,459)	(356,180)	(503,584)
4.02.01	Additions to Property, Plant and Equipment	(162,798)	(398,842)	(362,964)	(519,767)

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10.01 – CONSOLIDATED STATEMENT OF CASH FLOWS– INDIRECT METHOD (R$ thousand)

1 - CODE	2 – DESCRIPTION	3 – 7/1/2010 to 9/30/2010	4 - 1/1/2010 to 9/30/2010	5 – 7/1/2009 to 9/30/2009	6 - 1/1/2009 to 9/30/2009
4.02.02	Receipt from Sales of Property, Plant and Equipment	8,050	362,290	6,872	20,628
4.02.03	Additions to Investments	(143,907)	(143,907)	(88)	(4,445)
4.03	Cash Flows Used in Financing Activities	1,104,532	523,278	(122,101)	(172,372)
4.03.01	Proceeds from Financing and Loans	1,671,156	2,743,052	336,135	1,386,737
4.03.02	Settlement of Derivative Contracts	(21,361)	(54,665)	5,900	1,694
4.03.03	Payment of Financing and Loans	(486,467)	(1,893,754)	(464,136)	(1,560,803)
4.03.04	Payment of Dividends and Interest on Shareholders' Equity	(58,796)	(228,795)	0	0
4.03.05	Acquisition of Own Shares	0	(42,560)	0	0
4.04	Exchange Variation on Cash and Cash Equivalents	(12,287)	(5,999)	(1 8,078)	(56,029)
4.05	Increase (Decrease) in Cash and Cash Equivalents	1,081,146	1,092,140	17,696	270,239
4.05.01	Cash and Cash Equivalents at the Beginning of the Period	2,544,279	2,533,285	2,428,855	2,176,312
4.05.02	Cash and Cash Equivalents at the End of the Period	3,625,425	3,625,425	2,446,551	2,446,551

(A free translation of the original in Portuguese)

FEDERAL PUBLIC SERVICE
CVM - BRAZILIAN SECURITIES AND EXCHANGE COMMISSION
QUARTERLY INFORMATION - ITR
COMMERCIAL, INDUSTRIAL & OTHER TYPES OF COMPANY

September 30, 2010 Brazilian Corporation Law

01.01 – IDENTIFICATION

1 - CVM CODE	2 - COMPANY NAME	3 - CNPJ (Corporate Taxpayer's ID)
01398-6	SUZANO PAPEL E CELULOSE S.A.	16.404.287/0001-55

11.01 – CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FROM 7/1/2010 TO 9/30/2010 (R$ thousand)

1 - CODE	2 - DESCRIPTION	3 – CAPITAL	4 – CAPITAL RESERVES	5 – REVALUATION RESERVES	6 – PROFIT RESERVE	7 – RETAINED EARNINGS	8 – OTHER COMPREHENSIVE INCOME	9 – TOTAL SHAREHOLDERS' EQUITY
5.01	Opening Balances	2,466,659	(1 91 ,689)	0	2,096,889	263,923	3,445,553	8,081,335
5.02	Prior Years' Adjustments	0	0	0	0	0	0	0
5.03	Adjusted Balance	2,466,659	(191,689)	0	2,096,889	263,923	3,445,553	8,081,335
5.04	Net Income for the Period	0	0	0	0	272,847	0	272,847
5.05	Allocations	0	0	0	0	(58,828)	0	(58,828)
5.05.01	Dividends	0	0	0	0	0	0	0
5.05.02	Interest on Shareholders' Equity	0	0	0	0	(58,828)	0	(58,828)
5.05.03	Other Allocations	0	0	0	0	0	0	0
5.06	Realization of Profit Reserves	0	0	0	0	0	0	0
5.07	Other Comprehensive Income	0	0	0	0	3,575	3,575	0
5.07.01	Securities Adjustments	0	0	0	0	0	0	0
5.07.02	Accumulated Translation Adjustments	0	0	0	0	0	0	0
5.07.03	Business Combination Adjustments	0	0	0	0	0	0	0
5.08	Capital Increase/Decrease	0	0	0	0	0	0	0
5.09	Set up/Realization of Capital Reserves	0	0	0	0	0	0	0
5.10	Treasury Shares	0	0	0	0	0	0	0
5.11	Other Capital Transactions	0	0	0	0	0	0	0
5.12	Other	0	140	0	0	0	0	140
5.12.01	Stock Option	0	0	0	0	0	0	0
5.12.02	Stock Option Plan	0	140	0	0	0	0	140
5.13	Closing Balances	2,466,659	(1 91 ,549)	0	2,096,889	481,517	3,441,978	8,295,494

(A free translation of the original in Portuguese)

FEDERAL PUBLIC SERVICE
CVM - BRAZILIAN SECURITIES AND EXCHANGE COMMISSION
QUARTERLY INFORMATION - ITR
COMMERCIAL, INDUSTRIAL & OTHER TYPES OF COMPANY

September 30, 2010 Brazilian Corporation Law

01.01 – IDENTIFICATION

1 - CVM CODE	2 - COMPANY NAME	3 - CNPJ (Corporate Taxpayer's ID)
01398-6	SUZANO PAPEL E CELULOSE S.A.	16.404.287/0001-55

11.02 – CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY FROM 1/1/2010 TO 9/30/2010 (R$ thousand)

1 - CODE	2 - DESCRIPTION	3 – CAPITAL	4 – CAPITAL RESERVES	5 – REVALUATION RESERVES	6 – PROFIT RESERVE	7 – RETAINED EARNINGS	8 – OTHER COMPREHENSIVE INCOME	9 – TOTAL SHAREHOLDERS' EQUITY
5.01	Opening Balances	2,054,430	246,147	0	2,096,889	15,112	3,451,792	7,864,370
5.02	Prior Years' Adjustments	0	0	0	0	0	0	0
5.03	Adjusted Balance	2,054,430	246,147	0	2,096,889	15,112	3,451,792	7,864,370
5.04	Net Income for the Period	0	0	0	0	518,364	0	518,364
5.05	Allocations	0	0	0	0	(61,773)	0	(61,773)
5.05.01	Dividends	0	0	0	0	(2,945)	0	(2,945)
5.05.02	Interest on Shareholders' Equity	0	0	0	0	(58,828)	0	(58,828)
5.05.03	Other Allocations	0	0	0	0	0	0	0
5.06	Realization of Profit Reserves	0	0	0	0	0	0	0
5.07	Other Comprehensive Income	0	0	0	0	9,814	(9,814)	0
5.07.01	Securities Adjustments	0	0	0	0	0	0	0
5.07.02	Accumulated Translation Adjustments	0	0	0	0	0	0	0
5.07.03	Business Combination Adjustments	0	0	0	0	0	0	0
5.08	Capital Increase/Decrease	412,229	(412,229)	0	0	0	0	0
5.08.01	Tax Incentives	303,506	(303,506)	0	0	0	0	0
5.08.02	Special Goodwill Reserve	108,723	(108,723)	0	0	0	0	0
5.09	Set up/Realization of Capital Reserves	0	0	0	0	0	0	0
5.10	Treasury Shares	0	0	0	0	0	0	0
5.11	Other Capital Transactions	0	0	0	0	0	0	0
5.12	Other	0	(25,467)	0	0	0	0	(25,467)
5.12.01	Shares Received from Transfer - Finor	0	(2,027)	0	0	0	0	(2,027)
5.12.02	Purchase of shares from Ripasa's former controlling shareholders	0	(23,580)	0	0	0	0	(23,580)
5.12.03	Stock Option Plan	0	140	0	0	0	0	140
5.13	Closing Balances	2,466,659	(191,549)	0	2,096,889	481,517	3,441,978	8,295,494

**** All amounts in thousands of reais, unless otherwise stated ****

1 Operations

The core business of Suzano Papel e Celulose S.A. (hereinafter referred to as the Company or Suzano) and its subsidiaries, with production units in the states of Bahia and São Paulo, consists in the manufacturing and trading in Brazil and abroad of hardwood eucalyptus pulp and paper, in addition to the formation and exploitation of eucalyptus forests for its own use and sale to third parties.

The Company uses its foreign wholly-owned subsidiaries to trade its products in the international market, which do not have industrial plants and direct sales.

1.1 Main transactions in the period

a) Acquisition of FuturaGene Plc. (“FuturaGene”)

On July 13, 2010, the Company's subsidiary, Suzano Trading Ltd., obtained authorizations from the United Kingdom’s appropriate authorities to acquire the total capital stock of FuturaGene, when obtaining the control of such Company. The operation was settled on July 19, 2010 for £55,275,845 corresponding to US$84,169 thousand (Note 12).

Suzano Trading Ltd. held non-relevant investments in the acquired company and with this operation, it acquired the total amount of shares with an initial goodwill of US$85,575 thousand (Note 15).

b) Issue of Senior Notes (“Notes due 2021”)

On September 23, 2010, the Company through its wholly-owned subsidiary Suzano Trading Ltd. offered abroad Notes due 2021 in the total amount of US$650,000 thousand (Note 16, item 6).

2 Basis of preparation and presentation of the quarterly financial information

2.1. Basis of preparation of the parent company and consolidated quarterly financial information

The Company’s quarterly financial information for the periods ended September 30, 2010 and 2009, and for the year ended December 31, 2009 include the parent company and consolidated quarterly financial information of the Company and its subsidiaries.

The quarterly financial information of the Company and its subsidiaries were prepared and presented according to the accounting practices adopted in Brazil (BR GAAP), based on the requirements of the Brazilian Corporation Law, pursuant to resolutions of the Brazilian Securities and Exchange Commission (hereinafter referred to as CVM) and Pronouncements, Guidance and Interpretations issued by the Brazilian Accounting Pronouncements Committee (hereinafter referred to as CPC), i.e., the full application of the accounting pronouncements issued up to the date of these interim quarterly financial information.

The preparation of the Parent Company and Consolidated Quarterly Financial Information observe the requirements contained in CPC nº 37 – First-time adoption of International Financial Reporting Standards and CPC nº 21 – Interim Financial Reporting. The Company adopted January 1, 2009 as the transition date to the international accounting standards. Accordingly, the consolidated quarterly financial information in accordance with the International Financial Reporting Standards – IFRS, issued by the International Accounting Standard Board (hereinafter referred to as "IASB").

The following Interpretations, Technical Pronouncements and reviews of CPCs were approved and issued up to the disclosure date of this interim financial information, which are applicable to the fiscal years ended as of December 2010 and also applicable to financial statements ended as of December 31, 2009 to be disclosed jointly with the financial statements to be ended as of December 31, 2010 for comparison purposes:

- CPC nº 41 – Earnings per Share

The objective of this pronouncement is to improve the performance comparisons between different companies in the same period, as well as for the same company in different periods. The Company applied this pronouncement in this quarterly financial information.

- Technical Interpretation ICPC nº 13 – Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds

This Interpretation is applicable to account for contributor's financial statements due to its obligation to pay decommissioning costs. The Company does not have interests in this type of fund.

- Technical Interpretation ICPC nº 15 – Liabilities arising from Participating in a Specific Market – Waste of Electrical and Electronic Equipment

This Interpretation provides guidance for manufactures about how to account for certain liabilities originated by waste management under European Union Policy's rules regarding the generation of Electrical and Electronic Equipment waste based on the historical amounts of residential equipment sales. This Interpretation has no effects on the Company's financial statements.

- CPC nº 1 (R1) – Impairment of Assets

This reflects changes approved by IASB included in the reviewed version of CPC nº 1. It provides guidance for certain adequacies of content aiming at producing the same accounting effects of IAS 36. This revised version does not produce any effects on the Company's quarterly financial information.

- CPC nº 2 (R2) – The Effects of Changes in Foreign Exchanges Rates

This reflects changes approved by IASB included in the reviewed version of CPC nº 2. It provides guidance for certain adequacies of content aiming at producing the same accounting effects of IAS 21. This revised version does not produce any effects on the Company's quarterly financial information.

- CPC nº 3 (R2) – Statement of Cash Flows

This reflects changes approved by IASB included in the reviewed version of CPC nº 3. It provides guidance for certain adequacies of content aiming at producing the same accounting effects of IAS 7. This revised version does not produce any effects on the Company's quarterly financial information.

- CPC nº5 (R1) – Related Party Disclosures

This reflects changes approved by IASB included in the reviewed version of CPC nº 5. It provides guidance for certain adequacies of content aiming at producing the same accounting effects of IAS 24. This revised version does not produce any effects on the Company's quarterly financial information.

The following CPCs are under review and on exposure draft phase. These CPC have also been evaluated by the Company as following:

- Review of the CPC Technical Pronouncement nº 37 (R1) – First-time adoption of IFRS

The review proposal includes changes proposed by IASB subsequent to the approval date of CPC 37 and it reflects certain adequacies of content aiming at producing the same accounting effects of IFRS 1.

- Review of Technical Pronouncement CPC nº 7 (R1) – Accounting for Government Grants and Government Assistance

The review proposal includes the changes proposed by IASB subsequent to the approval date of CPC nº 7 and it reflects certain adequacies of content aiming at producing the same accounting effects of IAS 20. In addition, a portion of the content of the Technical Interpretation – Government Assistance – will be included in this pronouncement, without specific connection with operating activities, similar with pronouncement SIC nº 10 issued by IASB. The changes proposed shall not result in carrying values different from those calculated previously.

- Review of the Technical Pronouncement CPC nº 6 (R1) – Leases

The review proposal includes the changes proposed by IASB subsequent to the approval date of CPC nº 6 and it reflects certain adequacies of content aiming at producing the same accounting effects of IAS 17. The changes proposed shall not result in carrying values different from those calculated previously.

There are no other rules and interpretations issued and not yet adopted that, according to the Management's opinion, may significantly affect the Company's results or shareholders' equity.

The Company's Management authorized the conclusion of the quarterly financial information on October 27, 2010.

2.1.1. Application of new accounting practices

Until the period ended June 30, 2010, the Company reported its parent company and consolidated quarterly financial information according to the accounting practices adopted in Brazil (BR GAAP), which included the changes introduced by Laws 11638/07 and 11641/09 complemented by CPC Pronouncements, approved by resolutions of the Federal Accounting Council- CFC and CVM rules until December 31, 2008, which included the adoption of CPC 1 to 14.

As set forth in CPC nº 37 and CPC nº 43, the international standards and/or changes in the accounting practices were implemented retroactively as of January 1, 2009 (transaction date). Therefore, the parent company and consolidated financial statements for the year or previous period, originally disclosed, were adjusted and have been restated according to these new standards for comparison purposes (see item "k" of this Note).

Exemptions to the retrospective application adopted by the Company

When preparing this quarterly financial information according to the new accounting practices adopted in Brazil, the Company applied relevant mandatory exceptions and certain optional exemptions in relation to the entire retrospective application of the new BR GAAP described below, observing the prerogatives of CPC nº 37 (IFRS 1).

Exemptions to retrospective application:

- ✓ business combination – the Company applied the business combination exemption, thus, it did not reassess the business combinations calculation that took place before the transition date, that was January 1, 2009.

- ✓ employees benefit – the Company applied the exemption related to defined benefit plan at the transition date, January 1, 2009 and decided to recognize all actuarial gains and losses prospectively from the transition date directly in shareholders' equity.

Other exemptions included in IFRS 1 and CPC nº 37 are not applicable to the Company, in view of the following:

- ✓ Leases – the Company decided to review the agreements taking into account the facts and circumstances on the transition date. No effects were identified, since the accounting practices previously adopted by the Company were already in compliance with IFRS.

- ✓ Share-based payment – the accounting treatment of stock options granted by the Company in previous periods were not affected, since the accounting practices previously adopted by the Company were already in compliance with IFRS.

- ✓ Assets and liabilities of subsidiaries – the first-time adoption of the new accounting practices were concurrently and consistently applied to all Group's subsidiaries.

- ✓ Compound financial instruments – there are no operations involving this type of financial instrument.

- ✓ Decommissioning liabilities included in the cost of property, plant and equipment - The Company does not have liabilities related to assets restoration.

- ✓ Financial assets and intangible assets accounted for according to ICPC nº 1- Concession agreements – the Company does not have concession agreements.

- ✓ Deemed cost of Property, plant and equipment – the Company decided to apply the deemed cost on the transition date for certain classes of property, plant and equipment. The classes assessed were: machinery, equipment, buildings, land and farms (Note 2.1.1.a).

The main changes in the accounting practices promoted by the first-time adoption of CPC nº 37 and other CPCs were the following:

a) Deemed cost

This corresponds to the application of deemed cost to certain classes of property, plant and equipment, duly supported by assets appraisal reports prepared by independent experts, which included certain units of the Company and assets of its subsidiary Comercial e Agrícola Paineiras Ltda.

The deemed costs on the transition date are the following:

	Parent Company			Consolidated		
	Previous accounting practices	Adjustments	**New accounting practices**	Previous accounting practices	Adjustments	**New accounting practices**
Machinery and equipment	4,265,412	2,279,503	**6,544,915**	4,265,487	2,279,503	**6,544,990**
Buildings	743,968	302,522	**1,046,490**	744,778	302,522	**1,047,300**
Lands and farms	582,861	2,305,086	**2,887,947**	688,407	2,661,728	**3,350,135**
Total	5,592,241	4,887,111	**10,479,352**	5,698,672	5,243,753	**10,942,425**

As a result of the adjustment made on the assets of Consórcio de Papel e Celulose ("Conpacel") resulting from the acquisition of the subsidiary Ripasa S.A. Celulose e Papel, on the transition date, the Company applied the CPC nº 1 (R1) – Asset impairment on the intangible assets related to this company and recorded a provision for goodwill adjustment on that date.

Upon applying the deemed cost, the new carrying amount of lands and farms of the subsidiary Paineiras amounted to R$235,383.

b) Biological assets - Forests

These are represented by eucalyptus forests and they were measured at their fair value, as set forth by CPC nº 29 – Agriculture. According to the previous accounting practices, these assets were recorded at the historical formation cost.

The fair value of forests, calculated on the transition date is as follows:

	On January 1, 2009					
	Parent Company			Consolidated		
	Previous accounting practices	Adjustments	**New accounting practices**	Previous accounting practices	Adjustments	**New accounting practices**
Biological assets	860,371	432,161	**1,292,532**	865,157	432,161	**1,297,318**

c) Actuarial liabilities

During the transition to the new accounting practices, the Company reassessed the accounting treatment given to actuarial gains or losses. Previously, these were directly recognized in the income statement and upon adopting the CPC nº 33 – Employees benefits, the Company changed its accounting practice recognizing actuarial gains and losses in the shareholders' equity, prospectively.

d) Elimination of unrealized profits in sales transactions between parent company and its subsidiaries

According to ICPC nº 9 – Individual, Separate and Consolidated Financial Statements and Equity Pickup Accounting Method, the unrealized profits deriving from operations between the parent company and its subsidiaries shall be eliminated net of taxes, if applicable, when preparing the parent company's financial statements. Previously, as authorized by CVM Rule 247/96, the Company did not carry out these removals in its individual quarterly financial information, but only in its consolidated quarterly financial information. The Company applied this ICPC to the parent company's quarterly financial information.

e) Other Comprehensive Income

The adjustments to deemed cost, net of deferred income and social contribution taxes were recorded in a specific account in the equity, named "Other comprehensive income" on January 1, 2009.

f) Retained earnings

The biological assets fair value adjustments, the removal of unrealized profit in the parent company, actuarial liabilities, and the provision for goodwill adjustments, net of deferred income and social contribution taxes, were recorded against the retained earnings account on January 1, 2009.

g) Reclassifications

According to CPC nº 32 – Income Taxes, the deferred tax assets and liabilities are presented in net amounts when the Company and/or its subsidiaries are legally entitled to this offset, stated as net amount in non-current assets or liabilities.

h) Earnings per share

The earnings per share now are stated based on the net income for the period and on the weighted average of outstanding shares during the period, excluding treasury shares. The diluted earnings per share now are stated taking into account the potential effect deriving from the stock options related to share-based compensation plan and those provided for in certain loan agreements that may dilute results through increase in the number of shares.

i) Segment information

The Company is disclosing the segment information according to its current business model, divided into Pulp and Paper (Note 29).

j) Deferred income and social contribution taxes

The deferred income and social contribution taxes were calculated over the adjustments deriving from the adoption of new accounting practices, based on the nominal rate of these taxes.

k) Additional information to the financial statements

The table presented hereafter intends to demonstrate the reconciliations between the accounting practices previously adopted with the effects on the new accounting practices on the shareholders' equity amounts for the periods between January 1, 2009, December 31, 2009 and September 30, 2010, and on the statements of income for the three-month and nine-month period ended September 30, 2010 and September 30, 2009, as following:

		Parent Company			Consolidated		
	Note	9/30/2010	12/31/2009	01/01/2009	9/30/2010	12/31/2009	01/01/2009
Shareholders' equity according to the previous accounting practices:		**4,885,327**	4,397,466	3,774,963	**4,845,712**	4,383,780	3,736,659
Effects deriving from the new practices:		**3,410,167**	3,466,904	3,399,308	**3,449,782**	3,480,590	3,437,612
Mandatory minimum dividend		**-**	2,945	-	**-**	2,945	-
Deemed cost	2.1.1a	**4,858,478**	4,873,348	4,887,111	**5,215,120**	5,229,990	5,243,753
Equity pickup (deemed cost)	2.1.1a	**235,383**	235,383	235,383	**-**	-	-
Biological assets - forests	2.1.1b	**484,999**	512,346	432,161	**484,999**	512,346	432,161
Actuarial liabilities	2.1.1c	**(5,766)**	(5,766)	-	**(5,766)**	(5,766)	-
Provision for goodwill adjustment	2.1.1a	**(467,410)**	(467,410)	(467,410)	**(467,410)**	(467,410)	(467,410)
Elimination of unrealized profits by the parent company	2.1.1d	**(53,344)**	(25,978)	(175,532)	**-**	-	-
Deferred income and social contribution taxes	2.1.1j	**(1,642,173)**	(1,657,964)	(1,512,405)	**(1,777,161)**	(1,791,515)	(1,770,892)
Shareholders' equity according to the new accounting practices		**8,295,494**	7,864,370	7,174,271	**8,295,494**	7,864,370	7,174,271

		Parent Company				Consolidated			
		3-month period ended		9-month period ended		3-month period ended		9-month period ended	
	Note	9/30/2010	9/30/2009	9/30/2010	9/30/2009	9/30/2010	9/30/2009	9/30/2010	9/30/2009
Net income according to the previous accounting practices:		**276,020**	210,143	**572,156**	715,568	**281,374**	212,513	**546,227**	741,533
Effects deriving from the new practices:		**(3,173)**	(5,844)	**(53,792)**	9,537	**(8,527)**	(8,214)	**(27,863)**	(16,428)
Deemed cost	2.1.1a	**(5,417)**	(3,602)	**(14,870)**	(10,075)	**(5,417)**	(3,602)	**(14,870)**	(10,075)
Biological assets - forests	2.1.1b	**(7,504)**	(8,845)	**(27,347)**	(14,816)	**(7,504)**	(8,845)	**(27,347)**	(14,816)
Elimination of unrealized profits by the parent company	2.1.1d	**10,036**	3,591	**(33,512)**	89,129	**-**	-	**-**	-
Deferred income and social contribution taxes	2.1.1j	**(288)**	3,012	**21,937**	(54,701)	**4,394**	4,233	**14,354**	8,463
Net income according to the new accounting practices		**272,847**	204,299	**518,364**	725,105	**272,847**	204,299	**518,364**	725,105

2.1.2 Consolidated quarterly financial information

No significant changes occurred during the consolidation of the subsidiaries' financial statements when adopting the new accounting standards. The main consolidation procedures are:

- Elimination of intercompany assets and liabilities accounts balances;
- Elimination of interest in capital stock, reserves and retained earnings of consolidated companies;
- Elimination of balances from revenues and expenses, as well as unrealized profit, deriving from intercompany transactions;
- Calculation of taxes on unrealized profit amount, stated as deferred taxes in the consolidated balance sheets.

The reference date of the subsidiaries' financial statements included in the consolidation coincide with those of the parent company, except for FuturaGene whose reference date of its financial statements is August 31, 2010.

As required by CPC nº 19 – Investment in Joint Venture, we present below the main financial information related to Asapir Produção Florestal e Comércio Ltda. ("Asapir") and Consórcio de Papel e Celulose ("Conpacel"). Asapir was consolidated proportionally according to the quotaholders' agreement with Fibria Celulose S.A. Conpacel's assets, liabilities and statements of income were proportionally integrated to the parent company's quarterly financial information.

	Sep/2010	
Balance sheet	**Asapir**	**Conpacel**
Assets		
Current	23,185	76,581
Non-current	38,131	1,173,537
Long-term assets	29,905	14,969
Permanent assets	8,226	1,158,568
Property, plant and equipment	8,226	1,154,775
Intangible assets	-	3,793
	61,316	**1,250,118**
Liabilities		
Current	1,902	61,771
Non-current	16,493	1,188,347
Shareholders' equity	42,921	-
	61,316	**1,250,118**

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Statement of income	**Asapir**
Net operating revenues	655
Cost of products sold	(203)
Gross profit	452
Net operating expenses	(4,707)
Operating loss	(4,255)
Income and social contribution taxes	1,200
Loss for the period	**(3,055)**

3 Summary of the main accounting practices

3.1. Statement of income

Sales are stated at their gross amounts, including taxes and discounts incurred thereon, which are stated as sales deduction. Sales and expenses are recorded on accrual basis. Sales of products are recognized in the statement of income when its amounts can be measured reliably, all risks and rewards inherent to the product are transferred to the buyer, the Company does not have more control or responsibility over the goods sold and it is probable that the economic benefits will be generated for the Company. Revenues are not recognized if there is significant uncertainty to their realization. Interest income and expense are recognized by the effective interest rate method as financial income or expenses.

3.2. Investments and translation of foreign currency-denominated balances

a) Investments, functional currency and presentation of the quarterly financial information

The Company's functional currency is the Brazilian Real (BRL), same currency of preparation and presentation of unconsolidated and consolidated quarterly financial information . The quarterly financial information of each subsidiary included in the consolidation, which is also that used as basis of evaluation of investments by the equity accounting method, is prepared based on each entity's functional currency.

Concerning foreign subsidiaries, their monetary assets and liabilities are translated from their functional currency to Brazilian Reais, using the exchange rates of balance sheets closing dates and respective revenues and expenses accounts are calculated by the monthly average rates of the periods. Concerning non-monetary assets and liabilities, they are translated from their functional currency to Brazilian Reais by exchange rate of the accounting transaction date (historical rate). These subsidiaries are valued by the equity accounting method, whose results are recognized at the proportion of the Company's investments.

b) Transactions denominated in foreign currency:

Monetary assets and liabilities denominated in foreign currency are translated into the functional currency (Brazilian Real- BRL) using the exchange rate effective on the respective balance sheets dates. Gains and losses resulting from the adjustment of these assets and liabilities, verified between the exchange rate effective on the date of transaction and closing dates, are recognized as financial income or expenses in the income statement.

The exchange rates applied when translating the financial statements of foreign subsidiaries into the reporting currency of the quarterly financial information are the following:

Currency	Name	Country	Final rate		Average rate	
			9/30/2010	12/31/2009	3Q10	3Q09
USD	U.S. Dollar	United States	**1.6942**	1.7412	**1.7493**	1.8676
CHF	Swiss Franc	Switzerland	**1.7253**	1.6904	**1.6957**	1.7583
EUR	Euro	European Union	**2.3104**	2.5073	**2.2610**	2.6702
GBP	Pound Sterling	United Kingdom	**2.6619**	2.8241	**2.7129**	3.0640
ARS	Argentine Peso	Argentina	**0.4246**	0.4582	**0.4395**	0.4805

3.3. Financial instruments

Financial instruments are only recognized as of the date the Company becomes party of financial instruments contractual provisions. When recognized, these are initially recorded at their fair value, plus transaction costs which are directly attributable to their acquisition or issue, except for the financial assets and liabilities classified under the fair value category through profit or loss, where these costs are directly recorded in the income statement for the period. Their subsequent measure occurs every balance sheet date according to the rules set forth for each type of financial assets and liabilities classification. The Company does not adopt the hedge accounting as provided by CPC 38, 39 and 40.

3.3.1. Financial assets:
These are classified among the categories below according to the purpose to which they were acquired or issued:

a) Financial assets measured at fair value through profit or loss
These include financial assets held for trading and those assets designated in the initial recognition at fair value through profit or loss and derivatives. These are classified as held for trading if originated with the purpose of sale or repurchase in

the short term. These are measured at their fair value at every balance sheet date. Interest rates, monetary restatement, exchange variation and those variations deriving from fair value valuation are recognized as financial income or expenses in the income statement when incurred.

b) Loans (granted) and receivables
These include non-derivative financial assets with fixed or determinable payments, but not quoted on the active market. After initial recognition, these are measured by the amortized cost through the effective interest rate method. Interest rates, monetary restatement, exchange variation, less impairment, when applicable, are recognized as financial income or expenses in the income statement when incurred.

Main financial assets recognized by the Company are: cash and cash equivalents, marketable securities, unrealized gains in derivative transactions, classified in the category 3.3.1 (a); and trade accounts receivable, classified in the category 3.3.1 (b).

The Company did not identify financial assets that would be classified in the held-to-maturity investments category.

3.3.2. Financial liabilities:
These are classified between the categories below according to the nature of financial instruments contracted or issued:

a) Financial liabilities measured at fair value through profit or loss
These include financial liabilities usually traded before maturity, liabilities designated in the initial recognition at fair value through profit or loss and derivatives. They are measured by their fair value at every balance sheet date. Interest rates, monetary restatement, exchange variation and those variations deriving from fair value valuation, where applicable, are recognized in the income statement when incurred.

b) Financial liabilities not measured at fair value
Non-derivative financial liabilities that are not usually traded before maturity. After the initial recognition, they are measured by the amortized cost through the effective interest rate method. The interest rates, monetary restatement and exchange variation, where applicable, are recognized in the income statement when incurred.

Main financial liabilities recognized by the Company are: accounts payable to suppliers, debt related to land acquisition, farms and reforestation, loans, financing and debentures, classified in the category 3.3.2 (b) and unrealized losses in derivative operations, classified in the category 3.3.2 (a).

3.3.3. Fair value:
The fair value of financial instruments actively traded on the organized markets is determined based on the market quotes on the balance sheets closing dates. In the lack of an active market, the fair value is determined through valuation techniques. These techniques include the use of recent market arm's length transactions,

benchmark to the fair value of similar financial instruments, discounted cash flows analysis or other valuation models.

3.4. Cash and cash equivalents:

These include cash, positive balances in bank account, marketable securities or redeemable within 90 days as of balance sheet dates and with insignificant risk of changing their fair value. Marketable securities denominated as cash and cash equivalents are classified in the “financial assets at fair value through profit or loss” category.

3.5. Trade accounts receivable:

These are classified in the financial instruments category “loans (granted) and receivables”, stated at their net realization values, including currency adjustment when these are denominated in foreign currency and adjusted by allowance for doubtful accounts, which is defined in an amount deemed as sufficient by the Management to cover eventual losses in the accounts receivable realization.

3.6. Inventories:

These are valued at the average cost of acquisition or production, which include the depletion of biological assets, not exceeding their realization value. Provisions for low turnover or obsolete inventory are accrued when deemed necessary by Management.

3.7. Biological assets

These are eucalyptus forests (reforestation) for the supply of timber used in the pulp and paper manufacturing process. A non significant portion of this timber and under specific conditions is available for sale to third parties.

The forests are treated as biological assets within the scope of CPC nº 29, and they are recorded and stated in the financial statements by their fair value.

3.8. Property, plant and equipment

These are recorded at the cost of acquisition, formation or construction, including interest and other financial charges incurred during the project design or development, monetarily restated based on prevailing laws until December 31,1995.

On the transition date to the IFRS, the Company and its subsidiary Comercial Agrícola Paineiras Ltda., applied the provision of CPC nº 37 and in compliance with the Interpretation ICPC nº 10 – Interpretation on the First-Time Application to the Property, Plant and Equipment and Investment Property of the Technical Pronouncements CPCs 27, 28, 37 and 43, evaluated its machinery, equipment, buildings, land and farms to assign the deemed cost. The remaining useful life of these assets was reviewed, except for lands and farms.

The depreciation of assets is calculated by the straight-line method at rates mentioned in Note 14 and takes into account the estimated remaining useful life in the assets appraisal report which determined the new amounts attributed to the assets. The effects deriving from eventual changes of these estimates, if relevant, are treated as change of accounting estimates and recognized prospectively in the income statement for the period. Financial charges and expenditures that significantly increase assets' useful life are capitalized at the property, plant and equipment value and depreciated, taking into account the same criteria and useful life defined for the item to which these were incorporated. Maintenance and repair expenses, which do not significantly increase assets' useful life, are recorded as expenses when incurred.

Property, plant and equipment are net of PIS (Social Integration Program)/COFINS (Social Contribution on Revenues) and ICMS (Value-Added Tax on Sales and Revenues) credits and the corresponding entry is recorded as recoverable taxes.

3.9. Leases

Finance leases agreements are recognized in property, plant and equipment and against loans and financing, by the lower amount between the present value of minimum lease payments or the fair value of the related assets, plus, when applicable, initial direct costs incurred in the transaction. The amounts recorded in property, plant and equipment are depreciated by assets' estimated economic-useful life or the estimated lease agreement term, depending on specific characteristics of each transaction. Implicit interest rates in loans and financing liabilities are recorded in the income statement by the effective interest rate method. Operating leases agreements, when these are contracted, are recognized as expense on a systematic basis which represents the period in which the benefit over leased asset is obtained, even if these payments are not made on this basis.

3.10. Intangible assets

These refer to goodwill generated in the acquisition of investments made until December 31, 2008, and were amortized on a straight-line basis for a 5-to-10 year term until that date based on future profitability. As of January 1, 2009, they are no longer amortized and shall only be submitted to an annual impairment test (see Note 15).

The new business acquisitions and their effects are recorded as provided by CPC 15 – Business Combination.

3.11. Provision for impairment of assets

Management reviews, on an annual basis, the net carrying amount of assets aiming at assessing events or changes in economic, operational or technological circumstances that may indicate impairment or loss of their recoverable value. When this evidence is identified and the net book value exceeds the recoverable value, then a provision for asset impairment is recorded, adjusting the net book value to the recoverable value.

3.12. Actuarial liabilities:

Defined benefit plans are valued by an independent actuary at the end of each year, in order to check if the contributions paid are sufficient to set up the reserves required in current and future commitments.

Actuarial gains or losses are recognized directly in shareholders' equity, as provided by CPC 37 – Employees benefits.

3.13. Other assets and liabilities

Other assets are recognized only when it is probable that the economic benefits associated with the transaction will flow to the entity and its cost or value can be measured reliably. Contingent assets are not recognized.

A liability is recognized when the Company has a legal or constructive obligation arising from a past event, and it is probable that an economic resource will be required to settle this liability. Provisions are recorded based on the best estimates of the risk involved.

Assets and liabilities are classified as current when their realization or settlement is likely to occur over the next 12 months or when required by specific pronouncement. Otherwise, they are stated as non-current.

3.14. Income and social contribution taxes

The tax on income for the year comprises the Corporate Income Tax ("IRPJ") and the Social Contribution on Net Income ("CSLL"), which includes current and deferred tax, which are calculated based on the taxable income (adjusted book profit), at rates effective on the balance sheet dates: (i) income tax – calculated at the rate of 25% over adjusted book profit (15% over taxable income plus 10% surcharge for the profits exceeding R$240 in a 12-month period); (ii) Social contribution – calculated at the rate of 9% over the adjusted book profit. Inclusions to the book profit of temporarily non-deductible expenses, or exclusions of temporarily non-taxable income, which are considered when calculating current taxable income, generate deferred tax assets or liabilities.

Deferred tax assets and liabilities, deriving from tax losses, social contribution tax loss carryforward and temporary differences are recorded according to CPC 32 – Income Taxes.

3.15. Government grants and assistance

Government grants and assistance are recognized when it is reasonably certain that the conditions established by the granting governmental authority were observed and that these subsidies will be obtained. These are recorded as revenue or expense deduction in the income statement for the period of enjoyment of benefit and subsequently are allocated to the tax incentives reserve under shareholders' equity.

3.16. Share-based payments

The Company's executives and managers receive their compensation partially as: i) share-based payment plans to be paid in cash; and ii) share-based payment plans to be paid with shares, and alternatively in cash .

Share-based payment plans expenses to be paid in cash are initially recognized in the income statement, during the period when these services are rendered, against financial liabilities and measured at their fair value when the compensation plans are granted. Subsequently, liabilities are re-measured by their fair value at each balance sheet date, against the line "administrative expenses" in the income statement.

Share-based payment plans to be alternatively paid in cash or shares, these plans expenses are recognized in the income statement for the period similarly to the cash payment compensation plans mentioned in the previous paragraph. However, at the option exercise date, if such options are exercised by executive in order to receive Company shares, financial liabilities are reclassified to a shareholders' equity account called "stock options". Otherwise, the Company settles the financial liability in cash.

3.17. Adjustment at present value of assets and liabilities

Noncurrent monetary assets and liabilities are monetarily restated, therefore, they are adjusted by their present value. The present value adjustment of current monetary assets and liabilities is calculated and only recorded, if deemed as relevant when compared to the quarterly financial information taken as a whole. For the purposes of recording and determining materiality, the present value adjustment is calculated taking into account contractual cash flows and explicit interest rates, and implicit interest rates in certain cases, of respective assets and liabilities. Based on the analyses made and the management's best estimate, the Company concluded that the present value adjustment of current monetary assets and liabilities is irrelevant when compared to the quarterly financial information taken as a whole, thus, no adjustments was recorded.

3.18. Accounting estimates

These are used to measure and recognize certain assets and liabilities of the quarterly financial information of the Company and its subsidiaries. The calculation of these estimates takes into account experiences of past and current events, assumptions related to future events and other objective and subjective factors, based on the Management's judgment, in order to determine the value to be recorded in this quarterly financial information. Significant items subject to estimates include: the selection of property, plant and equipment and intangible assets' useful lives; allowance for doubtful accounts; provision for inventory losses; provision for investment losses; calculation of fair value of biological assets; calculation of deemed cost for certain groups of property, plant and equipment; impairment analysis of property, plant and equipment and intangible assets values; deferred income tax and social contribution taxes; rates and timing applied when determining the present value adjustment of certain assets and liabilities; provision for contingencies and actuarial liabilities; fair value measurement of share-based payment plans and financial instruments; estimates to disclose the sensitivity analysis chart of derivative financial instruments as required by CPC40 – Financial Instruments: Disclosure. The settlement of transactions involving these estimates may result in amounts significantly different from those recorded in the quarterly financial information due to inaccuracies inherent to their calculation process. The Company reviews its estimates and assumptions, at least, quarterly.

3.19. Statements of cash flows

The statements of cash flows were prepared using the indirect method and have been reported according to CPC 03 – Statements of Cash Flows.

4 Cash and cash equivalents

	Parent Company		Consolidated	
	Sep/2010	Dec/2009	Sep/2010	Dec/2009
Cash and banks	**105,312**	19,369	**422,141**	278,944
Marketable securities	**1,982,713**	2,242,520	**3,203,284**	2,254,341
	2,088,025	2,261,889	**3,625,425**	2,533,285

Cash and cash equivalents mainly refer to bank deposit certificates, compromised transactions, investment funds, farm credit bank notes (LCA's) and funds available abroad composed of U.S. dollar-denominated demand bank deposits.

On September 30, 2010, these investments yield interest at rates varying between 99.0% and 113.0% of Interbank Deposit Certificate – CDI (from 99.0% to 115.0% of CDI on December 31, 2009), except for an amount in LCAs, which are investments that mature in less than 30 days, yielding between 20.0% and 70.0% of Interbank Deposit Certificate – CDI.

Cash and cash equivalents were classified in the held-for-trading financial assets category, therefore, they were measured according to the criterion outlined in Note 3.3.1 (a).

5 Trade accounts receivable

	Parent Company		Consolidated	
	Sep/2010	Dec/2009	Sep/2010	Dec/2009
Domestic clients				
- Third parties	**561,565**	517,172	**564,820**	522,117
Foreign clients				
- Subsidiaries	**908,348**	617,738	**-**	-
- Third parties	**3,064**	4,473	**290,633**	282,607
Allowance for doubtful accounts	**(12,191)**	(35,641)	**(13,783)**	(38,550)
	1,460,786	1,103,742	**841,670**	766,174

Trade accounts receivable was classified in financial assets category "loans (granted) and receivables" , thus, it was measured according to the Note 3.3.1 (b).

6 Inventories

	Parent Company		Consolidated	
	Sep/2010	Dec/2009	Sep/2010	Dec/2009
Finished goods				
Pulp				
- Domestic	**16,959**	20,991	**16,959**	20,991
- Foreign	**-**	-	**57,126**	40,688
Paper				
- Domestic	**138,817**	127,434	**138,817**	127,434
- Foreign	**-**	-	**75,751**	60,820
Work in process	**20,581**	20,045	**20,581**	20,045
Raw materials	**170,472**	157,063	**170,656**	157,343
Maintenance and other materials	**212,871**	206,016	**218,277**	209,909
Provision for inventories losses	**(21,299)**	(21,299)	**(21,299)**	(21,299)
	538,401	510,250	**676,868**	615,931

7 Recoverable taxes

	Parent Company		Consolidated	
	Sep/2010	Dec/2009	Sep/2010	Dec/2009
Social contribution tax	**-**	10,460	**40**	10,500
Income tax	**4,906**	55,299	**5,743**	56,094
PIS/COFINS	**106,009**	150,045	**106,009**	150,045
State value added tax (ICMS)	**113,528**	125,535	**113,624**	125,631
Provision for ICMS loss	**(7,751)**	(6,986)	**(7,751)**	(6,986)
Federal value added tax (IPI)	**-**	2,751	**-**	2,751
Other taxes and contributions	**8,897**	10,890	**9,312**	11,198
	225,589	347,994	**226,977**	349,233
Current	**127,686**	237,587	**129,026**	238,825
Non-current	**97,903**	110,407	**97,951**	110,408

In addition to the benefit of accelerated depreciation, referred to in the Note 8, Law 11196 of November 21, 2005 also authorizes the use of PIS/COFINS credits over acquisitions made as of January 1, 2006 of certain machinery and equipment, in 12 months instead of 24 months.

The amount of recoverable PIS/COFINS stated in the table above, basically is due to tax assets over the acquisition of fixed assets related to Mucuri expansion project. The Company will realize these credits with debits deriving from the increase of business activities and through other federal taxes carryforward, according to SRF (Federal Income Office) Instruction 600/05.

From the amount of ICMS recoverable shown in the table above, R$64,587 on September 30, 2010 (R$58,216 on December 31, 2009) refers to tax credits on export of pulp and paper generated at Mucuri plant located in Bahia. In order to realize these amounts, the Company has requested from the Finance Office of the State of Bahia - SEFAZ/BA to recognize the authenticity of the approval of tax credits generated from August 2006 to September 2008, already audited by fiscal authorities, amounting to R$37,901. In addition, the Company awaits inspection and ratification of new credits for the period between October 2008 and December 2009, amounting to R$20,315, so that the Company can also use them in offset authorized by RICMS/BA or trade them on the active market, to which the expected average discount is approximately 12% over the credit value. Therefore, the Company recorded a provision for loss of these credits in the amount of R$7,751 (R$6,986 on December 31, 2009).

8 Income and social contribution taxes

Neutrality for tax purposes of first-time adoption of Law 11941/09

The Company opted for the Transition Tax Regime (RTT) introduced by Law 11941 of May 27, 2009, by means of which, the calculations of corporate income tax (IRPJ), social contribution on net income (CSLL), Social Integration Program (PIS) and Social Contribution on Revenues (COFINS), for the two-year period of 2008-2009, are still determined based on the accounting methods and criteria set forth by Law 6404 of December 15, 1976, effective on December 31, 2007. Therefore, deferred income and social contribution taxes, calculated over the adjustments deriving from the adoption of new accounting practices resulting from Law 11638/07 and 11941/09 were recorded in the Company's quarterly financial information, where applicable, according to CPC 32 – Income Taxes. The Company declared this option in the 2009 corporate income tax return (DIPJ).

Deferred income and social contribution taxes

Deferred income and social contribution taxes are recorded in order to reflect future tax effects, attributable to temporary differences and over tax losses and social contribution tax loss carryforward.

Deferred income and social contribution taxes are originated as follows:

	Parent Company		Consolidated	
	Sep/2010	Dec/2009	Sep/2010	Dec/2009
Income tax				
Income tax losses carryforward	**300,084**	346,539	**302,218**	348,973
Credits over temporary differences:				
- Credits over provisions	**72,941**	69,036	**85,805**	76,336
- Credits over goodwill amortization	**31,253**	39,435	**31,253**	39,435
Credits over effects of Law No. 11941/09	**34,322**	31,234	**34,322**	31,234
	438,600	486,244	**453,598**	495,978
Social contribution				
Credits over negative basis of social contribution	**-**	9,084	**809**	10,026
Credits over temporary differences:				
- Credits over provisions	**41,283**	37,040	**45,702**	39,669
- Credits over goodwill amortization	**11,251**	14,196	**11,251**	14,196
Credits over effects of Law No. 11941/09	**12,356**	11,244	**12,356**	11,244
	64,890	71,564	**70,118**	75,135
Total assets	**503,490**	557,808	**523,716**	571,113
Income tax				
Debits over accelerated depreciation	**582,405**	592,805	**582,405**	592,805
Debits over goodwill amortization	**46,995**	26,855	**46,995**	26,855
Reforestation costs	**2,157**	2,896	**2,157**	2,895
Debits over effects of Law No. 11941/09	**-**	9,140	**-**	9,140
Debits over adjustments of new CPCs	**1,217,575**	1,228,129	**1,306,736**	1,317,291
	1,849,132	1,859,825	**1,938,293**	1,948,986
Social contribution				
Debits over goodwill amortization	**16,918**	9,667	**16,918**	9,667
Reforestation costs	**777**	1,028	**777**	1,028
Debits over effects of Law No. 11941/09	**-**	3,290	**-**	3,290
Debits over adjustments of new CPCs	**438,327**	442,127	**470,425**	474,224
	456,022	456,112	**488,120**	488,209
Total liabilities	**2,305,154**	2,315,937	**2,426,413**	2,437,195
Total non-current assets, net	**-**	-	**19,426**	11,356
Total non-current liabilities, net	**1,801,664**	1,758,129	**1,922,123**	1,877,438

The first-time adoption of Law 11941/09 determined the end of goodwill accounting amortization due to future profitability as of January 1, 2009. Additionally, the Company recorded a impairment provision on goodwill balance of Ripasa on the transition date. However, these changes do not cause any effects for tax purposes. The Company recorded deferred income and social contribution taxes liabilities over the amounts amortized on a tax basis, from January 1, 2009 until September 30,2010.

The breakdown of accumulated tax losses and social contribution negative basis is shown below:

	Parent Company		Consolidated	
	Sep/2010	Dec/2009	Sep/2010	Dec/2009
Income tax losses carryforward	**1,200,337**	1,386,155	**1,208,874**	1,395,892
Negative basis of social contribution	**-**	100,932	**8,986**	111,402

According to CPC 32 – Income Taxes, the Company, based on the expectation of generating future taxable income determined in a technical study approved by Management, recognized deferred tax assets over temporary differences, income tax loss carryforward and negative basis of social contribution, which do not have expiring date. The book value of deferred tax assets is annually reviewed by the Company and resulting adjustments have not been relevant when compared to the Management's initial estimate.

The Company, based on this technical study of generating future taxable income with balances of the period, estimates to recover these deferred tax assets in the following years:

	Parent Company		Consolidated	
	Sep/2010	Dec/2009	Sep/2010	Dec/2009
2010 (from Oct/10 to Sep/11)	**76,401**	62,384	**90,712**	69,295
2011	**11,721**	65,658	**11,721**	65,658
2012	**72,369**	71,731	**73,380**	73,681
2013	**87,750**	87,257	**87,750**	87,257
2014	**63,217**	62,542	**63,217**	62,542
2015 onwards	**192,032**	208,236	**196,936**	212,680
	503,490	557,808	**523,716**	571,113

The estimates of tax assets recovery were based on taxable income projections, taking into account several financial and business assumptions on the date the balance sheets were prepared. Accordingly, these estimates might not materialize in the future, due to uncertainties inherent thereto.

75% income tax reduction - SUDENE – Mucuri Plant (line 1)

The Company has from SUDENE or Superintendence for the Development of the Northeast (formerly ADENE or Brazilian Agency for the Development of the Northeast) a tax incentive of 75% income tax reduction related to Mucuri Plant (line 1 pulp and paper machine), to be used until 2011 for pulp and until 2012 for paper. This tax incentive is calculated based on the exploration profit, proportionally to Mucuri Plant's net revenues (line 1 pulp and paper machine).

The income tax reduction deriving from this benefit is recorded as reduction of income tax and social contribution expenses in the income for the period. Nevertheless, at the end of each fiscal year, after calculating net income, the tax reduction is allocated to a capital reserve, as partial allocation of net income earned, thus complying with the legal provision of not distributing this amount.

75% income tax reduction - SUDENE – Mucuri Plant (line 2)

The Company submitted to SUDENE a request for identical tax incentive of reducing the income tax to Mucuri's line 2 pulp and paper (expansion), and on August 18, 2009, the Company obtained the Tax Benefit Report ("Laudo Constitutivo") nº 0082/2009, issued by SUDENE, granting the benefit of reducing income tax and surcharges not refundable at the percentage of 75%, for a 10-year enjoyment term, effective from 2009 calendar year until 2018.

Income Tax – accelerated depreciation incentive related to Mucuri Plant

Law 11196 of November 21, 2005, in its Article 31, established that legal entities with project approved in less developed micro-regions, where SUDENE and SUDAM (Superintendence for the Development of Amazon) operate, are eligible to accelerated depreciation for the assets acquired as from January 1, 2006. This benefit was granted to Mucuri Plant by Ordinance 0018/2007 of ADENE (current SUDENE), on March 29, 2007, however, with retroactive effect in relation to the acquisitions made during the 2006 fiscal year. This accelerated incentive depreciation consists in full depreciation in the year of acquisition, for tax purposes, representing an exclusion from taxable income, made through Taxable Income Control Register,(LALUR) not changing, however, the depreciation expense that will be recorded in the statement of income, upon beginning of activities of the expansion project, based on the estimated useful lives of the assets.

Accelerated incentive depreciation represents deferral of income tax payment (but not of Social Contribution Tax on Net Income) over the useful life of the asset and the depreciation recorded in each of the years for these assets must be added in future years to taxable income.

Reconciliation of income tax and social contribution expenses

The reconciliation of expense calculated by applying combined nominal tax rates and income and social contribution taxes expenses recorded in income statement is show as follows:

	Parent Company		Consolidated	
	9-month period ended			
	Sep/2010	Sep/2009	Sep/2010	Sep/2009
Income before income and social contribution taxes	**671,989**	1,066,284	**676,964**	1,068,591
Exclusion of equity pickup	**(90,661)**	(23,455)	**-**	-
Income after the exclusion of equity pickup	**581,328**	1,042,829	**676,964**	1,068,591
Income and social contribution taxes by the nominal tax rate of 34%	**(197,652)**	(354,562)	**(230,168)**	(363,321)
Adjustment from book profit to taxes:				
Income taxation of foreign subsidiaries	**(162)**	(92)	**-**	-
Realization of foreign subsidiaries' inventory losses, without tax basis for deduction	**-**	(32,859)	**-**	(32,859)
Exchange effect of translating foreign subsidiaries´ financial statements	**-**	-	**28,143**	(12,474)
Taxation over adjustments to Law No. 11941/09 recorded in foreign subsidiaries	**44**	6,439	**-**	6,439
Interest on shareholders' equity	**20,001**	-	**20,001**	-
Tax incentives - SUDENE reduction	**33,651**	14,378	**33,651**	14,378
Deducted goodwill amortization of liquidated subsidiary Ripasa	**-**	25,024	**-**	25,024
Effect of SUDENE reduction over the calculation of temporary differences	**(7,834)**	1,143	**(7,834)**	1,143
Other	**(1,673)**	(650)	**(2,393)**	18,184
Current income and social contribution taxes	**(117,671)**	(192,799)	**(122,350)**	(197,177)
Deferred income and social contribution taxes	**(35,954)**	(148,380)	**(36,250)**	(146,309)
Income and social contribution taxes expense recorded in the income statement for the period	**(153,625)**	(341,179)	**(158,600)**	(343,486)
Effective rate	***26.4%***	*32.7%*	***23.4%***	*32.1%*

9 Related parties

Balances and transactions in the nine-month period ended September 30, 2010

	Assets			Liabilities				9M10	
	Current		Non-current	Current		Non-current		Revenues (expenses)	
Consolidated companies									
Suzano Trading Ltd.	900,578	**(2)**	-	106,591		63,533	**(1)**	1,693,925	
Suzano America, Inc.	289		-	366		-		-	
Suzano Europe S.A.	140		-	3,457		-		-	
Comercial e Agrícola Paineiras Ltda.	-		-	4,922		-		(19,440)	
Stenfar S/A Indl. Coml. Imp. Y. Exp.	8,559	**(2)**	-	2		-		27,709	
Ondurman Empreendimentos Imobiliários Ltda.	-		561	-		-		(8,440)	
Asapir Produção Florestal e Comércio Ltda.	-		-	10,451		-		-	
	909,566		561	125,789		63,533		1,693,753	
Non-consolidated companies									
Suzano Holding S.A.	-		-	-		-		(15,015)	
Agaprint Indl. e Coml. Ltda.	541	**(5)**	-	-		-		20,151	
Central Distribuidora de Papéis Ltda	2,585	**(5)**	-	-		-		50,244	
Nova Mercante de Papéis Ltda	16,718	**(5)**	-	-		-		8,453	
Nemonorte Imóveis e Participações Ltda.	-		-	-		-		(371)	
Mabex Representações e Participações Ltda.	-		-	-		-		(831)	
Brasilprev Seguros e Previdência S.A.	-		-	-		-		(2,901)	**(3)**
Lazam MDS Corretora e Adm. Seguros S.A.	-		-	-		-		(224)	
Shareholders				497	**(4)**				
CONSOLIDATED	19,844		-	497		-		59,506	
PARENT COMPANY	929,410		561	126,286		63,533		1,753,259	

Balances on December 31, 2009 and transactions in the nine-month period ended September 30, 2009

	Assets			Liabilities				9M09	
	Current		Non-current	Current		Non-current		Revenues (expenses)	
Consolidated companies									
Suzano Trading Ltd.	610,429	**(2)**	1,111	2,635		174,119	**(1)**	1,390,412	
Suzano America, Inc.	282		-	285		-		-	
Suzano Europe S.A.	149		-	2,902		-		-	
Comercial e Agrícola Paineiras Ltda.	-		-	1,986		-		(23,069)	
Stenfar S/A Indl. Coml. Imp. Y. Exp.	8,378	**(2)**	-	33		-		20,985	
Asapir Produção Florestal e Comércio Ltda.	-		-	11,251		-		-	
	619,238		1,111	19,092		174,119		1,388,328	
Non-consolidated companies									
Suzano Holding S.A.	-		-	-		-		(5,475)	
SPP Agaprint Indl. e Coml. Ltda.	66	**(5)**	-	-		-		8,183	
Central Distribuidora de Papéis Ltda	2,822	**(5)**	-	-		-		40,577	
Nova Mercante de Papéis Ltda	7,740	**(5)**	-	-		-		33,458	
Nemonorte Imóveis e Participações Ltda.	-		-	-		-		(166)	
Mabex Representações e Participações Ltda.	-		-	-		-		(331)	
Brasilprev Seguros e Previdência S.A.	-		-	-		-		(3,082)	**(3)**
Lazam MDS Corretora e Adm. Seguros S.A.	-		-	-		-		(187)	
Shareholders				167,519	**(4)**				
CONSOLIDATED	10,628		-	167,519		-		72,977	
PARENT COMPANY	629,866		1,111	186,611		174,119		1,461,305	

(1) - These refer to U.S. dollar-denominated import financing, maturing in the years of 2012, 2013 and 2014 contracted by the wholly-owned subsidiary Suzano Trading Ltd. and transferred to the Company in an export prepayment operation.
(2) - These refer to pulp and paper sales operations;
(3) - Expenses related to defined contribution private pension plan for the Company's employees.
(4) – These refer to dividends and interest on shareholders' equity.
(5) – Vendor operations are carried out with these companies, which are classified as loans and financing (Note 16).

Related parties transactions were carried out under usual market conditions.

Management compensation

Company's key management compensation expenses, recognized in the income statement for the nine-month period ended September 30, 2010, amounted to R$32,988 in the parent company and R$33,177 in the consolidated (R$17,793 and R$19,511, respectively, in the nine-month period ended September 30, 2009).

10 Indemnification for land expropriation

On July 1st, 1987, Companhia Santista de Papel, one of the invested companies owned by the former group Ripasa S.A. Papel e Celulose (subsequently named Consortium Paulista de Papel - Conpacel), filed a claim requiring indemnity due to indirect expropriation of its property, which was declared in an area of public interest (property included in the State Park of Serra do Mar). On December 2, 2004, the Company had a favorable judicial decision. During this phase, given the uncertainties related to the receipt of the amounts and for not having ownership of the expropriated property, the former Ripasa wrote off the net book value of these lands and did not record the amount receivable in its financial statements.

However, on January 28, 2008, the 2nd Judicial District Court of Cubatão issued an official communication to the Chief Justice requiring necessary actions to revert the amount in favor to the Company, through issuance of securities to cover court-ordered debts, payable in ten (10) annual equal and successive installments (2010 to 2019), duly restated by the indexes established in the related court decision. The first installment was deposited in court on the last day of January 2010, and is temporarily blocked based on preliminary injunction. By means of decision of March 25, 2010, rendered on interlocutory appeal, lodged by the Company, an interlocutory relief on appeal was granted in order to remove the obstacle to draw the respective amount. On April 20, 2010, the Company withdrew the first installment deposited in court.

On September 30, 2010, this receivable balance was R$56,512 (R$61,623 on December 31, 2009), of which R$6,279 were recorded in current assets and R$50,233 were recorded in non-current assets.

11 Advance to suppliers – Timber development program

This development program is a system where independent producers plant eucalyptus at their own farms in order to supply the agricultural product (timber) to the Company, and these advances are not subject to valuation by fair value.

On September 30, 2010, the Company had advances from development financial resources amounting to R$255,613, classified under current and non-current assets (R$249,150 on December 31, 2009).

12 Investments

		September 2010			Equity			
		Subsidiary's information			Pickup		Investments	
		Shareholders' equity	Income (loss) for the period	Equity interest	9-month period ended			
					Sep/2010	Sep/2009	Sep/2010	Dec/2009
PARENT COMPANY								
Asapir Produção Florestal e Comércio Ltda.		**42,921**	**(3,055)**	**50%**	**(1,528)**	(359)	**21,461**	22,988
Comercial e Agrícola Paineiras Ltda.		**429,185**	**7,909**	**100%**	**7,909**	3,505	**429,185**	421,274
Stenfar S.A., Ind. Com. Imp. Y Exp.	(b) / (e)	**12,364**	**3,389**	**15.70%**	**338**	(1,406)	**1,941**	1,603
Suzano Trading Ltd.	(a) / (b)	**54,779**	**79,367**	**100%**	**79,971**	26,104	**54,778**	(25,193)
Suzano America, Inc.	(b)	**12,036**	**827**	**100%**	**516**	(2,479)	**12,036**	11,520
Bahia Sul Holdings GmbH	(b)	**4**	**1**	**100%**	**1**	(10)	**4**	4
Suzano Europe S.A.	(b)	**12,105**	**2,752**	**100%**	**2,941**	179	**12,105**	9,164
Sun Paper and Board Limited	(b)	**15,209**	**373**	**100%**	**(531)**	(2,526)	**15,209**	15,740
Ondurman Empreendimentos Imobiliários Ltda.		**1,017**	**1,046**	**100%**	**1,044**	(52)	**1,017**	(27)
Buram Empreendimentos Imobiliários Ltda.	(d)	**-**	**-**	**100%**	**-**	376	**-**	-
Grasdate Empreendimentos Imobiliários Ltda.	(c)	**-**	**-**	**100%**	**-**	2	**-**	-
Vanua Empreendimentos Imobiliários Ltda.	(c)	**-**	**-**	**100%**	**-**	121	**-**	-
Total investments in direct and indirect subsidiaries					**90,661**	23,455	**547,736**	457,073
CONSOLIDATED								
Futuragene PLC.	(b)	**270**	**(2,184)**	**100%**	**-**	-	**-**	-
Stenfar S.A., Ind. Com. Imp. Y Exp.	(b)	**12,364**	**3,389**	**84.30%**	**-**	-	**-**	-
Total investments in direct and indirect subsidiaries							**-**	-

(a) On September 30, 2010, investment in this subsidiary considered the elimination of profit on unrealized inventory, net of tax effects, in the amount of R$131 (R$58 on December 31, 2009);

(b) The equity pickup of these foreign subsidiaries, related to the nine-month period ended September 30, 2010, includes exchange variation loss of investment in these subsidiaries, amounting to R$406 (loss of R$10,338 in the nine-month period ended September 30, 2009);

(c) These subsidiaries were dissolved in May 2009;

(d) This subsidiary was dissolved in September 2009.

(e) Investment that the Company indirectly controls through its subsidiary Comercial e Agrícola Paineiras Ltda.

Acquisition of Ripasa

Upon acquisition of the Ripasa shares on March 31, 2005, a Purchase and Sale Option Agreement was signed with one of the three groups of former controlling shareholders of Ripasa, referring to their interest, to be exercised during a period of up to six years. In view of the incorporation of such shares into Ripasa Participações S.A. and its subsequent spin-off, with transfer of net assets to Suzano and VCP equity, such option now refers to 5,428,955 common shares and 1,795,986 Class “A” preferred shares issued by Suzano. During the first five years, the sellers have the option to sell and, in the last year, the buyers have the option to purchase.

After the partial exercise by Ripasa's former controlling shareholders during 2008, 786,403 class "A" preferred shares remained for acquisition, whose put option exercise occurred on April 16, 2010, in the total amount of R$42,560 paid on May 10, 2010, of which R$23,580 refer to the stock market value recorded under treasury shares in shareholders' equity and R$18,980 recorded under financial expenses in the income statement for the second quarter.

Acquisition of FuturaGene

On July 13, 2010, the Company's subsidiary, Suzano Trading Ltd., obtained authorizations from the United Kingdom's appropriate authorities to acquire the total capital stock of FuturaGene, obtaining the control of the Company. The operation was settled on July 19, 2010 for £55,275,845, corresponding to US$84,169 thousand.

Suzano Trading Ltd. held non-relevant investments in the acquired company and with this operation acquired 100% of the shares, with an initial goodwill of US$85,575 thousand, which will be submitted to valuation in order to allocate the fair value to the acquired assets and liabilities, as provided by CPC 15 – Business Combination.

The assets and liabilities acquired from FuturaGene are as follows:

Assets	**Jun/2010**	**Liabilities**	**Jun/2010**
Current	5,742	Current	4,220
Non-current	355	Shareholders' equity	1,877
	6,097		**6,097**

13 Biological assets

The determination of fair value for the forest biological assets includes a complex exercise of judgment and estimate which requires an understanding of the Company's business, the utilization of this asset during the manufacturing process, opportunities and restrictions to use timber, and also, the forest formation and growth cycle.

The volume of timber traded on the market by the Company is not sufficient to fairly represent the eucalyptus price on the market for the purposes of determining the fair value of forests.

When the Company determined the fair value of its assets, it took into account all the implementation, renovation and maintenance costs, net of taxes paid, to third parties. The price was established by considering the cost plus method.

The eucalyptus forests valuation was made through the Income Approach method, based on the discounted future cash flows at present value, in order to reflect the economic model of a business unit solely concerned with the eucalyptus plantation.

In the discounted future cash flows, the flow projections based on the expected production of vertical tree bark existing on the balance sheets reference date take into account the future assumptions of growth, productivity in cubic meters per region and forest formation costs until the appropriate cutting period of the vertical tree (harvest period, i.e., matured assets), within the growth cycle of this type of forests in Brazil. The projected volume takes into account the annual average increase (IMA) similarly to those released on the market.

The fair value of the biological assets is calculated yearly and are stated in the Note 2.1.1. item “b”. The adjustment effects are recorded under other operating income and their monthly realization through depletion, under cost of products sold.

Below, a breakdown of the biological assets balances, and the opening balances include the adjustment mentioned in the Note 2.1.1 “b” related to their valuation by fair value.

					Parent Company
Balance on 12/31/2009	Additions	Cuts in the period (depletion)	Other write-offs	Transfers	Balance on 9/30/2010
1,583,605	277,465	(133,733)	(2,517)	734	**1,725,554**

					Consolidated
Balance on 12/31/2009	Additions	Cuts in the period (depletion)	Other write-offs	Transfers	Balance on 9/30/2010
1,588,945	277,724	(133,834)	(5,284)	734	**1,728,285**

On September 30, 2010, the Company had eucalyptus forests acquired from Vale S.A. for R$144,640 (Note 21).

14 Property, plant and equipment

The opening balances stated include the adjustment mentioned in the Note 2.1.1 “a” related to the deemed cost.

06.01 – NOTES TO THE FINANCIAL STATEMENTS

Parent Company

	Buildings	Machinery and equipment	Other assets	Lands and farms	Works in progress	Total
Annual average depreciation rate	**2.28%**	**4.66%**	**16.37%**	**-**	**-**	**-**
Cost						
Balances on 12/31/2009	1,448,281	9,793,548	233,373	2,640,278	31,917	**14,147,397**
Additions	7	12,082	3,174	32,944	83,620	**131,827**
Transfers	6,204	24,560	2,308	(472)	(32,691)	**(91)**
Write-offs	(3,966)	(10,675)	(2,218)	(625)	-	**(17,484)**
Balances on 9/30/2010	1,450,526	9,819,515	236,637	2,672,125	82,846	**14,261,649**
Depreciation and amortization						
Balances on 12/31/2009	(416,571)	(3,087,843)	(187,837)	-	-	**(3,692,251)**
Transfers	-	3	(254)	-	-	**(251)**
Write-offs	2,791	10,186	1,531	-	-	**14,508**
Depreciation and amortization	(16,404)	(247,673)	(11,112)	-	-	**(275,189)**
Balances on 9/30/2010	(430,184)	(3,325,327)	(197,672)	-	-	**(3,953,183)**
Net property, plant and equipment on 9/30/2010	**1,020,342**	**6,494,188**	**38,965**	**2,672,125**	**82,846**	**10,308,466**
Net property, plant and equipment on 12/31/2009	1,031,710	6,705,705	45,536	2,640,278	31,917	**10,455,146**

Consolidated

	Buildings	Machinery and equipment	Other assets	Lands and farms	Works in progress	Total
Annual average depreciation rate	**2.28%**	**4.66%**	**16.37%**	**-**	**-**	**-**
Cost						
Balances on 12/31/2009	1,454,519	9,793,779	463,108	3,083,524	31,917	**14,826,847**
Additions	7	12,082	4,017	32,944	83,620	**132,670**
Transfers	6,204	24,560	2,308	(472)	(32,691)	**(91)**
Write-offs	(3,966)	(10,675)	(2,218)	(9,065)	-	**(25,924)**
Balances on 9/30/2010	1,456,764	9,819,746	467,215	3,106,931	82,846	**14,933,502**
Depreciation and amortization						
Balances on 12/31/2009	(422,247)	(3,088,010)	(212,137)	-	-	**(3,722,394)**
Transfers	-	3	(500)	-	-	**(497)**
Write-offs	2,791	10,186	1,531	-	-	**14,508**
Depreciation and amortization	(16,591)	(247,681)	(17,255)	-	-	**(281,527)**
Balances on 9/30/2010	(436,047)	(3,325,502)	(228,361)	-	-	**(3,989,910)**
Net property, plant and equipment on 9/30/2010	**1,020,717**	**6,494,244**	**238,854**	**3,106,931**	**82,846**	**10,943,592**
Net property, plant and equipment on 12/31/2009	1,032,272	6,705,769	250,971	3,083,524	31,917	11,104,453

Machinery and equipment include amounts recognized as financial leasing outlined in Note 16.

On September 30, 2010 other consolidated assets basically refer to turbines of Complexo Energético Amador Aguiar (energy complex), in the amount of R$196,493 (R$201,990 on December 31, 2009).

On September 30, 2010, the amount of R$89,124 recorded as lands and farms, was related to acquisitions deriving from agreements executed with Vale S.A. (Note 21).

The consolidated balances related to the capitalization of interest rates and charges over financing, net of depreciation, amounted to R$404,555 on September 30, 2010 (R$419,098 on December 31,2009).

15 Intangible assets

On September 30, 2010, intangible assets recorded in the quarterly financial information are goodwill rose from investment acquisitions, and are economically based on future profitability expectations. The goodwill was amortized on a straight-line basis from the date of acquisition of each subsidiary until December 31, 2008. As of that date, the residual balances are yearly tested for impairment, according to CPC nº 1 (R1).

Below, the breakdown of goodwill balances:

				Sep/2010	Dec/2009
	Cost	**Amortization**	**Provision for goodwill adjustment**	**Net**	**Net**
Ripasa S.A. Celulose e Papel	722,646	(255,236)	(467,410)	-	-
B.L.D.S.P.E. Celulose e Papel S.A.	49,305	(15,253)	-	34,052	34,052
Total parent company	**771,951**	**(270,489)**	**(467,410)**	**34,052**	**34,052**
Futuragene PLC	**144,981**	**-**	**-**	**144,981**	**-**
Total consolidated	**916,932**	**(270,489)**	**(467,410)**	**179,033**	**34,052**

The goodwill related to acquisition of subsidiary FuturaGene will be subjected to the purchase price allocation analysis – PPA.

On December 31,2009, the Company assessed the carrying value of goodwill based on its value in use, through the model of discounted cash flows of the cash generating units, representing the set of tangible and intangible assets used in the operation. The process for estimating the value in use involves the use of assumptions, judgments and estimates about future cash flows, growth rates and discount. The future cash flow assumptions and growth projections are based on the Company's long-term business plan, duly approved by the Board of Directors, as well based on as comparable market data. At December 31, 2009, the test of impairment of the Company's intangible assets did not result in the recognition of losses, given that value in use exceeds its net book value at the assessment date.

The Company will carry out a new recovery analysis of the goodwill carrying value on a date close by December 31, 2010.

16 Loans and financing

	Index		Annual average interest rates in Sep/10	Parent Company Sep/2010	Parent Company Dec/2009	Consolidated Sep/2010	Consolidated Dec/2009
Property, plant and equipment:							
BNDES - Finem	TJLP	(1) (2)	8.52%	**1,752,959**	1,811,753	**1,809,621**	1,876,437
BNDES - Finem	Currency basket	(2)	6.33%	**277,274**	286,137	**277,274**	286,137
BNDES - Finame	TJLP	(1) (2)	5.91%	**7,618**	9,637	**7,618**	9,637
BNDES - Finame	Currency basket		7.09%	**75**	120	**75**	120
BNDES - Automatic	TJLP	(1) (2)	9.30%	**3,278**	4,622	**3,278**	4,622
BNDES - Automatic	Currency basket		7.09%	**332**	477	**332**	477
FNE - BNB	Fixed rate		8.50%	**134,379**	147,921	**134,379**	147,921
FINEP	TJLP		4.82%	**35,495**	14,599	**35,495**	14,599
Rural credit	Fixed rate + CDI		7.65%	**40,463**	22,321	**40,463**	22,321
Financial leasing	CDI + US$		11.57%	**68,631**	77,136	**68,631**	77,136
Working capital:							
Export financing	US$	(3)	3.62%	**1,802,088**	2,192,358	**1,886,798**	2,280,195
Import financing	US$	(4)	2.25%	**226,111**	258,369	**311,008**	346,755
Nordic Investment Bank	US$	(5)	5.74%	**80,870**	87,572	**80,870**	87,572
Export credit note	CDI		10.45%	**337,745**	382,836	**337,745**	382,836
Export credit note	US$		6.65%	**51,549**	53,867	**51,549**	53,867
BNDES - EXIM	TJLP	(1)	6.86%	**308,111**	100,792	**308,111**	100,792
Notes due 2021	US$	(6)	5.88%	**-**	-	**1,097,303**	-
Vendor operations				**177,372**	144,979	**177,372**	144,979
Other				**1,284**	743	**11,979**	7,905
				5,305,634	5,596,239	**6,639,901**	5,844,308
Current (including interest rates payable)				**1,035,462**	1,412,981	**1,163,873**	1,432,731
Non-current				**4,270,172**	4,183,258	**5,476,028**	4,411,577

Non-current loans and financing mature as follows:

	Parent Company Sep/2010	Parent Company Dec/2009	Consolidated Sep/2010	Consolidated Dec/2009
2011 (from Oct/11 to Dec/11)	**401,331**	845,110	**403,874**	942,396
2012	**1,260,229**	1,286,203	**1,291,578**	1,296,430
2013	**974,361**	525,942	**1,005,710**	623,228
2014	**467,956**	463,065	**499,305**	473,291
2015	**408,042**	400,732	**417,309**	410,049
2016	**392,878**	388,403	**396,833**	392,380
2017	**227,809**	183,413	**227,809**	183,413
2018 onwards	**137,566**	90,390	**1,233,610**	90,390
	4,270,172	4,183,258	**5,476,028**	4,411,577

1) Term of capitalization corresponds to that one exceeding 6% of long-term interest rate (TJLP) published by Brazilian Central Bank;

2) Loans and financing are secured, depending on the agreements, by (i) plant mortgages; (ii) rural properties and forests; (iii) fiduciary alienation of assets, purpose of financing; (iv) shareholders' guarantee and (v) bank guarantee.

3) In September 2009, the Company, through its subsidiary Suzano Trading, signed a loan agreement with Banco WestLB AG of US$50 million, in order to finance exports. This agreement contains clauses establishing maximum indebtedness and leverage levels, which were complied with on September 30, 2010.

4) In October 2006, the Company signed a loan agreement with BNP Paribas and Société Générale, in the proportion 50% for each one, in the amount of US$150 million, to finance imported equipment for Mucuri project. This agreement contains

clauses establishing maximum indebtedness and leverage levels, which were complied with on September 30, 2010.

5) In November 2006, the Company executed with Nordic Investment Bank, a Credit Facility Agreement, in the amount of up to US$50 million to finance equipment and specialized workforce related to Mucuri project. This agreement contains clauses establishing maximum indebtedness and leverage levels, which were complied with on September 30, 2010.

6) In September 2010, the Company through its international subsidiary Suzano Trading Ltd., issued US$650 million on the international market (corresponding to R$1,101 million on September 30, 2010) to mature on January 23, 2021 and payment of half-yearly interest rates of 5.875% p.a. (yield to maturity 6.125% p.a.).

   The Company is guarantor of the issue, which represents an unsecured senior debt of the issuer or the Company and equally concurs with other companies similar liabilities.

Finance lease

The Company has finance lease agreements related to:

i) Equipment used in the pulp and paper industrial process, located in the cities of Suzano-São Paulo, Limeira-São Paulo and Mucuri-Bahia. These agreements are denominated in U.S. dollars and contain purchase option clauses of these assets at the expiration of leasing term, which varies between 8 and 15 years, for a price substantially lower than their fair value.

ii) Hardware equipment and installation service. These agreements were executed in Brazilian Reais and contain purchase option clauses of assets at the end of 5 years, for a price substantially lower than their fair value.

The Management intends to exercise the purchase options on the dates estimated in each agreement.

The amounts capitalized in property, plant and equipment, net of depreciation, and the present value of mandatory installments of the agreement (financing) corresponding to these assets are stated below:

	Parent Company and Consolidated	
	Sep/2010	**Dec/2009**
Machinery and equipment	**98,557**	98,557
(-) Accumulated depreciation	**(46,379)**	(39,236)
Property, plant and equipment, net	**52,178**	59,321

Present value of mandatory installments (financing):		
Less than 1 year	**15,828**	14,986
From 1 to 5 years	**42,409**	50,280
Over 5 years	**10,394**	11,870
Total present value of mandatory installments (financing)	**68,631**	77,136
Financial charges to be appropriated in the future	**12,063**	12,959
Value of mandatory installments at the expiration of agreements	**80,694**	90,095

17 Debentures

			Sep/2010			Dec/2009	Index	Interest	Due Date
Issue	Series	Number	Current	Non-current	Current and non-current	Current and non-current			
3rd	1st	333,000	**21,004**	**466,251**	**487,255**	455,939	IGP-M	10% *	4/1/2014
3rd	2nd	167,000	**2,607**	**93,387**	**95,994**	96,669	USD	9.85%	5/7/2019
4th	1st	79,735	**29,607**	**54,659**	**84,266**	82,548	TJLP	2.50%	12/1/2012
4th	2nd	159,471	**59,028**	**109,101**	**168,129**	164,554	TJLP	2.50%	12/1/2012
			112,246	**723,398**	**835,644**	799,710			

* Debentures were issued with discount of R$38,278, fully incorporated into the value of the corresponding debentures, which changed the effective interest rate of the operation from 8% p.a to 10% p.a.

3rd issue Debentures

The 3rd issue in August 2004, in the amount of R$500,000 is composed of two series, the first one in the nominal amount of R$333,000 and the second one in the amount of R$167,000, both maturing in 2014 in a sole installment. The first series offered to the local market yield interest by IGP-M plus annual coupon of 8%, payable yearly and was priced on the basis of the concepts set in CVM Rule 404, by granting premium and discount on the issue price. The second series, not traded on the market, was fully purchased by Banco Votorantim.

The Debenture Holders General Meeting held on May 22, 2007, ratified the change of maturity of 2nd series Debentures which previously had a 10-year maturity on April 1, 2014, and now they mature within 15 years on May 7, 2019. Interest yield which until May 22, 2007 was 10.38% p.a. now is 9.85% p.a. up to maturity date.

The Debenture Holders General Meeting held on May 4, 2010, ratified with the approval of 93.88% of 1st series Debenture Holders and 100% of 2nd series Debenture Holders: (i) changes in the limits for Net Debt/Shareholders' Equity ratio and Net Debt/EBITDA ratio; (ii) adjustment to the definition of "Consolidated Net Debt" contained in the Deed of Debentures; (iii) the introduction of a buyback option of Debentures by the issuer in certain cases of early maturity. In order to implement these changes, the Company paid to debenture holders on May 11, 2010, a premium corresponding to 0.75% of Debentures in the amount of R$ 4,234.

The 3rd issue debentures contains clauses establishing maximum indebtedness and leverage levels, based on the financial statements and consolidated quarterly financial information of the Company. The Company was performing all the contractual conditions, according to the changes implemented.

4th issue debentures

The 4th issue occurred in August 2006, with issue date on December 1, 2005, composed of two series, the first one in the nominal amount of R$80,000 and the second one in the nominal amount of R$160,000, both convertible into shares to be privately placed and with preemptive right for shareholders' subscription. Minority shareholders subscribed the nominal amount of R$18,081 and the remaining in the nominal amount of R$221,919 were subscribed by BNDES PARTICIPAÇÕES S.A. – BNDESPAR, pursuant to the agreement executed with this BNDES' subsidiary. 4th issue debentures have final maturity in December 2012, and amortizable in three annual installments, after a 4-year grace period, on the dates of December 1, 2010, 2011 and 2012. Annual interest rates are 2.5% plus TJLP (until 6%), payable six-month period on June and December 1st of each year. The TJLP exceeding 6% p.a. will be capitalized for amortization jointly with principal. Debentures will be convertible into shares, at any moment at the holder's discretion, by the price of R$13.84 per share, as of April 30, 2010. Concerning the common shares resulting from conversion, BNDESPAR undertakes to sell and the Company's controlling shareholder undertakes to buy these shares, by the same conversion price plus interest calculated between conversion date and effective payment.

There are contractual clauses for the fourth-issue debentures, which are restrictive and non-financial. If such clauses are not observed, the resulting effect is that the debt is immediately redeemable. On September 30, 2010, these contractual clauses were fully observed.

18 Provision for contingencies and actuarial liabilities

Provisions for contingencies were recorded in order to deal with the probable losses in administrative and legal proceedings related to tax, civil and labor claims, in amount deemed as sufficient by the Management, according to legal counsels' opinion and evaluation.

	Parent Company					
	Sep/2010			Dec/2009		
	Judicial deposits	Provision	Net liabilities	Judicial deposits	Provision	Net liabilities
Taxes	**(7,115)**	**107,805**	**100,690**	(7,116)	89,420	82,304
Social security	**-**	**3,335**	**3,335**	-	3,278	3,278
Labor and civil	**(5,188)**	**20,979**	**15,791**	(5,192)	16,869	11,677
Actuarial liabilities and Others	**-**	**213,339**	**213,339**	-	187,462	187,462
	(12,303)	**345,458**	**333,155**	(12,308)	297,029	284,721

	Consolidated					
	Sep/2010			Dec/2009		
	Judicial deposits	Provision	Net liabilities	Judicial deposits	Provision	Net liabilities
Taxes	**(7,115)**	**107,805**	**100,690**	(7,116)	89,420	82,304
Social security	**-**	**3,336**	**3,336**	-	3,278	3,278
Labor and civil	**(5,188)**	**29,345**	**24,157**	(5,192)	24,747	19,555
Actuarial liabilities and Others	**-**	**213,339**	**213,339**	-	187,462	187,462
	(12,303)	**353,825**	**341,522**	(12,308)	304,907	292,599

Below is presented the movement of the provision for contingencies (without deducting the judicial deposits) and actuarial liabilities:

	Parent Company		Consolidated	
	Sep/2010	Dec/2009	Sep/2010	Dec/2009
At beginning of the period	**297,029**	277,815	**304,907**	284,185
Entry of new processes and additional actuarial liabilities	**63,376**	72,007	**63,864**	74,438
Monetary restatement	**6,280**	13,923	**6,281**	13,923
Proceedings write-off	**(21,227)**	(66,716)	**(21,227)**	(67,639)
At end of the period	**345,458**	297,029	**353,825**	304,907

Significant proceedings are commented below:

PIS/COFINS – The Company has PIS and COFINS court deposits, mainly related to the extension of the calculation basis, in the amount of R$42,379, to which no provision was recorded, in view of a remote probability of loss, taking into account current case laws on this matter.

Income tax on foreign profits – The Company was assessed in September 2005, related to the taxation over the availability of foreign subsidiaries' profit (Law 9249/95 and 9532/97) proceeding 16327.0001341/2005-72 and over exchange variation included in the foreign investments equity pick-up (IN 213/2002) proceeding 16327.001342/2005-17. Tax assessments amounted to R$51,226 and R$122,643, respectively. The Company's Management, based on its legal counsels' opinion, understands that the probability of an unfavorable decision is remote and no loss provision for this contingency was recorded.

On January 29, 2010, the proceeding 16327.0001341/2005-72 was judged by the 2nd Ordinary Panel of the 1st Chamber of the Administrative Council of Tax Appeals (CARF), with a favorable decision to the Company.

Actuarial liabilities: The Company, in an agreement with the Union of Pulp, Paper and Wood Pulp Industry of the State of São Paulo, insures permanent health care for former employees who requested retirement until 2003 (until 1998 for Ripasa's former employees), as well as their spouses for life and dependants until they complete full age.

The Company also bears Bradesco Saúde health care expenses for a group of former employees, who exceptionally, according to the Company's criteria and resolution, were vested with rights related to the compliance with Articles 30 and 31 of Law 9656/98.

On December 31, 2009, these groups recorded 4,425 participants (holders and dependants), and the amount of these benefits future liabilities, calculated by independent actuary and recorded by the Company was R$187,462 (R$128,452 on December 31, 2008). The actuarial methods adopted comply with the CPC 33 – Employees Benefits. The economic and biometric assumptions used in 2009 calculations were: annual discount rate of 6.75%, health costs annual growth rate of 3.0% and general mortality biometric table AT-83.

The Management did not identify any relevant changes in the assumptions or in the basis of benefits that could significantly affect the actuarial liabilities on September 30, 2010.

19 Defined contribution private pension plan

In January 2005, the Company established a supplementary defined contribution private pension plan for its employees, called Suzano Prev, and hired a financial institution to manage this plan. When Suzano Prev was created, the Company defined that will pay the contribution related to previous year for all employees, on account of services rendered to the Company in periods prior to the organization of the Plan (past service). This disbursement will occur over the following years, calculated separately, until each employee then can enjoy the benefits of the Plan. The contributions made by the Company, in the nine-month period ended September 30, 2010, amounted to R$2,901 and employees contributions amounted to R$4,469 (R$3,081 and R$4,091 in the nine-month period ended September 30, 2009, respectively).

20 Share-based payments

Description of Share-based payment plans paid in cash:

The Company has a long-term incentive plan (ILP) for its senior management, linked to the Company share price to be paid in Brazilian Reals (BRL). General grant conditions are established by the Company concerning “phantom shares” to these executives (beneficiaries), to be defined in specific regulations that shall be administered by the Management Committee according to the guidelines and conditions established by the Company’s Bylaws and Board of Directors. Below, we point out the applicable conditions.

Annually, the Management Committee establishes performance indicators within the corporate scope (vesting condition) and if these indicators are achieved, the executives are eligible to phantom shares.

The amounts of share rights to be granted are defined by dividing the amount of wages granted by the average of the closing prices of the Company's preferred shares traded in the last 90 sessions. The amounts given in wages are determined based on: i) achievement of goals; ii) discretionary value allocated by the Executive Board in relation to the progress level of the performance indicators, iii) vested quantities, based on the beneficiary’s short-term compensation investment, limited to two salaries, added by a similar amount contributed by the Company. Between 2004 and 2006, the share rights appreciation was limited to 120% of their value at the vesting date. A group of executives is entitled to a percentage tied to the performance of the Company in relation to its competitors.

The regulation establishes the following conditions for these beneficiaries to be entitled to exercising phantom shares (conditions of acquisition and non-acquisition): i) in the programs in which vesting is possible, as item iii) in the previous article, in case of the dismissal for cause or voluntary resignation, if applicable, the beneficiary automatically loses any right to exercise the phantom shares granted to him with no indemnification whatsoever, except only in vesting-related quantities; ii) in case of dismissal without cause or retirement before becoming vested to the exercise of phantom shares, given to the beneficiary the right to immediately exercise all of the phantom shares stock, iii) in the absence of the situation (i) above, the conditions of acquisition are considered fully met, thus allowing to the beneficiary exercising his phantom shares as defined by the regulations.

Except under the above mentioned conditions of non-acquisition, phantom shares may be exercised only after a one to three years vesting (period of acquisition) and, where applicable, to a maximum period of six years from the date of the grant.

The exercise price for each phantom share (price in exercise), by which the beneficiaries may exercise their option, is calculated as follows:

Pe = [VMA + (DIV+JCP)] x TRS:

Pe = exercise price of the original lot which was set on the date of grant, according to the terms of the Plan.

VMA = average price of shares of the Company established in the last 90 sessions from the date of exercise.
JCP + DIV = correspond to dividends and interest on shareholders' equity distributed in the period between the grant and exercise, where applicable.
TRS = percentage tied to the performance of the Company in relation to its competitors that can vary from 75% to 125%, where applicable

In July 2008, the Company decided to anticipate the granting of the ILP in 2008 and 2009, keeping the end of the vesting period for 2011 and 2012. The information on this advance is shown in the summary below.

Additionally, for certain executives, the Company established another long-term incentive program. The conditions for payment of compensation to such beneficiaries occur in January of each year, if the market value of the Company exceeds the highest market value observed in January of the previous three years. The amount of compensation paid to the executives is a function of increasing market value of the preferred shares in relation to the January of previous year, and is paid in the subsequent March. The market value of the Company's preferred shares is determined by multiplying average price quotation of preferred shares, determined based on the last 90 sessions, by the total amount of preferred shares.

On September 30, 2010, the maximum limit of compensations to be paid from 2010 to 2011, for this plan to a group of eligible executives is US$223,000.

This program determines that such compensation be entirely designed by the beneficiaries through the purchase of the Company's shares in the open market, and the maintenance thereof safe kept and unavailable in percentage and varying periods over time, with the deadline by 2011.

The sale of shares by the beneficiary out of the specified periods, implies in an indemnification to the Company for the total value transacted plus the fine of 1% per month. In the event of dismissal without cause, by the Company, the beneficiary may sell all their shares without the limits of time and percentage of retention.

Share-based payment plan paid in shares or alternatively in cash (Class "A" preferred shares stock option)

At the Special Shareholders' Meeting held on August 29, 2008, the Class "A" preferred shares Stock Option Plan was approved to certain executives. On August 10, 2009 (grant date) and on August 11, 2010, the Board of Directors, by means of Special Commission created for this purpose, approved the Regulation and Agreements of the Company's First and Second Stock Option Program, respectively.

The plan establishes the Company's general conditions for the granting of class "A" preferred shares stock options issued thereby to its executives, Management and employees (beneficiaries), to be defined in specific regulations that shall be administered by the Management Committee according to the guidelines and conditions established by the Company's Bylaws and the Board of Directors.

According to this Plan, the options granted cannot exceed 2% of the Company's total paid-up and subscribed capital stock, as well as, they shall derive from, as suggested by the Management Committee and approved by the Board of Directors: (i) issue of new shares, within the limit of the Company's authorized capital; and/or (ii) treasury shares. During the vesting period for the options exercise, the beneficiary is forbidden to sell or to create any burden to incur on these Options.

At the meetings of the Special Commission, appointed by the Board of Directors for this purpose, held on August 10, 2009 and August 11,2010 *(grant date)*, the first and second regulation of the Stock Option Plan were approved, in which the Company granted stock options to beneficiaries, as well as, it defined the following conditions so that these beneficiaries are entitled to exercise these options (*vesting and non-vesting conditions*): i) in the event of dismissal with cause, or request for voluntary dismissal or retirement, the beneficiary will automatically lose any right to exercise the options granted thereto, without indemnification; ii) in the assumption of dismissal without cause, the terms foreseen to exercise the stock options will be anticipated and the beneficiary will be entitled to immediately exercise all the options; iii) in the lack of the situation (i) mentioned above, the *vesting conditions* are deemed as fully met, thus allowing the beneficiary to exercise his/her options under the terms defined by regulation.

Except under the conditions of non-acquisition mentioned above, vesting periods were defined, during which the beneficiaries may exercise their options, in whole or in part, on limited amounts of shares, as follows:

Program	Grace period	Number of Class "A" preferred shares
Program 1	1st exercise date: from 6/1/2010 to 12/31/2012	62,500 shares or 12.5% of total shares under option
	2nd exercise date: from 6/1/2011 to 12/31/2012	62,500 shares or 12.5% of total shares under option
	3rd exercise date: from 6/1/2012 to 12/31/2012	Remaining balance of shares or 75% of total shares under option
Program 2	1st exercise date: from 8/1/2013 to 12/31/2015	120,000 shares or 20% of total shares under option
	2nd exercise date: from 8/1/2014 to 12/31/2015	120,000 shares or 20% of total shares under option
	3rd exercise date: from 8/1/2015 to 12/31/2015	Remaining balance of shares or 60% of total shares under option

The price for each preferred class "A" share (exercise price) for which beneficiaries may partially or fully exercise their option, is calculated as follows:

$Pe = Pb \times (1+WACC)^{t/252} - (D+JCP) \times (1+WACC)^{t/252}$, where:

Pe = Exercise Price of the original lot which was set on the grant date, according to the terms of the Plan.
Pb = Fixed base price at R$14.56 per option for the Program 1 and R$15.53 for the Program 2.
WACC = weighted average cost of capital of the Company, to be calculated using the average of the WACC awarded to the Company by the market analysts of four renowned financial institutions
D+JCP = corresponds to the dividends and interest on shareholders' equity distributed in the period at issue.

Specific condition for the Program 1: if (i) on the options exercise date, the difference between the Exercise Price and the unit price of Class "A" preferred shares issued by the Company traded at the São Paulo Stock Exchange, on the start date of each vesting period is less than eight reais (R$8.00) or (ii) the beneficiary declares he/she does not intend to exercise the option fully or partially, alternatively, the Company will make an extraordinary payment in cash ("Extraordinary Payment") to the Beneficiary in the amount corresponding to the following formula:

Pex = VR – ((PM x Q)-(Pe x Q))

Pex = Extraordinary payment
VR = Benchmark Value, which is calculated by (R$8.00 x amount. Series options not exercised by the beneficiary)
PM = Market price corresponding to the unit price of shares issued by the Company traded at the São Paulo Stock Exchange, at the beginning of each grace period.
Q = Amount of series options not exercised by the beneficiary
Pe = Strike price of the original lot, which was defined on the grant date, observing the terms of the Plan.

On September 30, 2010, there were 4,154 thousand preferred treasury shares which can guarantee the options granted by the Plan.

The table below shows the maximum percentage of dilution of the holding to which current shareholders may be submitted in the event the beneficiaries exercise until 2015 all stock options granted and not opt for the alternative settlement in cash, where applicable:

Assumptions	2010
Number of shares (thousand)	393,103
Balance of series granted in effect (thousand)	1,038
Maximum percentage of equity interest dilution	0.26%

Summary of information related to Share-based payments

Below, the breakdown and information on the series in effect and exercised related to Share-based payments. Whenever applicable, the bonus shares were included, according to the material fact of April 30, 2010:

Long-Term Incentive – phantom shares

Parent Company and Consolidated

Sep/2010

Granted program	Grant date	Fair value on the grant date	Fair value at the end of the period	1st exercise date	2nd exercise date and settlement	Amount					Weighted average price of exercised shares
						Granted	Exercised	Exercised due to dismissal	Not exercised due to dismissal	Total in effect on 6/30/2010	
ILP2005	Mar-06	10.03	17.66	Mar-09	Mar-12	13,706	(13,706)	-	-	-	16.12
ILP2006 (P)	May-07	23.38	17.66	Sep-10	Sep-13	31,105	(19,493)	(1,071)	-	10,541	16.16
ILP2006 (D)	May-07	16.32	17.66	Sep-10	Sep-13	15,783	-	-	-	15,783	-
ILP2007 (PN)	Mar-08	34.74	20.07	Mar-11	Mar-14	146,180	-	(5,657)	-	140,523	16.82
ILP2007 (PA)	Mar-08	43.38	18.57	Mar-11	Mar-14	10,181	-	-	-	10,181	-
ILP2007 (PE)	Aug-08	34.74	20.07	Sep-14	-	8,996	-	-	-	8,996	-
ILP2008 (R3)	Mar-08	25.68	16.06	Mar-11	-	238,670	-	-	-	238,670	-
ILP2008 (A)	Jul-08	34.74	20.07	Mar-12	Mar-15	78,019	-	(2,919)	-	75,100	16.82
ILP2009 (A)	Jul-08	34.74	20.07	Mar-13	Mar-16	78,019	-	(2,919)	-	75,100	16.82
ILP2008 (PN)	Jan-09	18.01	20.07	Mar-12	Mar-15	23,334	-	-	-	23,334	-
ILP2008 (PN)	Mar-09	15.11	20.07	Mar-12	Mar-15	276,997	-	(7,715)	-	269,282	16.82
ILP2009 (D)	Mar-09	15.11	20.07	Mar-12	Mar-15	129,926	-	(6,430)	-	123,496	16.82
ILP2009 (M)	Sep-09	15.11	20.07	Mar-12	Mar-15	209,057	-	(3,906)	-	205,151	16.82
ILP2009	Mar-10	23.86	20.07	Mar-13	Mar-16	275,448	-	(6,624)	-	268,824	16.82
ILP2009 (B)	Mar-10	19.29	20.07	Sep-13	Sep-16	32,406	-	-	-	32,406	-
ILP2009 (J)	May-10	21.56	20.07	Sep-13	Sep-16	3,188	-	-	-	3,188	-
ILP2009 (L)	Aug-10	20.15	20.07	Sep-13	Sep-16	4,653	-	-	-	4,653	-
TOTAL						1,575,668	(33,199)	(37,241)	-	1,505,228	16.49

Parent Company and Consolidated

Dec/2009

Granted program	Grant date	Fair value on the grant date	Fair value at the end of the period	1st exercise date	2nd exercise date and settlement	Amount					Weighted average price of exercised shares
						Granted	Exercised	Exercised due to dismissal	Not exercised due to dismissal	Total in effect on 12/31/2009	
ILP2005	Mar-06	10.03	19.87	Mar-09	Mar-12	10,965	-	-	-	10,965	-
ILP2006 (P)	May-07	23.38	19.87	Sep-10	Sep-13	24,884	-	-	-	24,884	-
ILP2006 (D)	May-07	16.32	19.87	Sep-10	Sep-13	12,626	-	-	-	12,626	-
ILP2007 (PN)	Mar-08	34.74	22.58	Mar-11	Mar-14	120,586	-	-	-	120,586	-
ILP2007 (PA)	Mar-08	43.38	20.62	Mar-11	Mar-14	5,227	-	-	-	5,227	-
ILP2007 (PE)	Aug-08	34.74	22.58	Sep-14	-	7,197	-	-	-	7,197	-
ILP2008 (R2)	Mar-08	25.68	18.07	Mar-10	-	285,089	-	-	-	285,089	-
ILP2008 (R3)	Mar-08	25.68	18.07	Mar-11	-	190,936	-	-	-	190,936	-
ILP2008 (A)	Jul-08	34.74	22.58	Mar-12	Mar-15	62,416	-	-	-	62,416	-
ILP2009 (A)	Jul-08	34.74	22.58	Mar-13	Mar-16	62,416	-	-	-	62,416	-
ILP2008 (PN)	Jan-09	18.01	22.58	Mar-12	Mar-15	13,879	-	-	-	13,879	-
ILP2008 (PN)	Mar-09	15.11	22.58	Mar-12	Mar-15	218,248	-	-	-	218,248	-
ILP2009 (D)	Mar-09	15.11	22.58	Mar-12	Mar-15	100,591	-	-	-	100,591	-
ILP2009 (M)	Sep-09	15.92	22.58	Mar-12	Mar-15	174,597	-	-	-	174,597	-
TOTAL						1,289,657	-	-	-	1,289,657	-

Long-Term Incentive – Class “A” preferred shares stock option

Parent Company and Consolidated

Sep/2010

Program	Granted series	Grant date	1st exercise date	2nd exercise date and expiration	Price		Number of shares				
					On the grant date	End of the period	Granted	Exercised	Not exercised due to dismissal	Expired	Total in effect on 9/30/2010
Program 1	Series I	8/10/2009	06/01/2010	12/31/2012	11.36	-	62,500	62,500	-	-	-
	Series II	8/10/2009	06/01/2011	12/31/2012	11.36	8.03	62,500	-	-	-	62,500
	Series III	8/10/2009	06/01/2012	12/31/2012	11.36	8.03	375,000	-	-	-	375,000
Program 2	Series I	8/11/2010	08/01/2013	12/31/2015	5.97	5.29	120,000	-	-	-	120,000
	Series II	8/11/2010	08/01/2014	12/31/2015	5.97	5.29	120,000	-	-	-	120,000
	Series III	8/11/2010	08/01/2015	12/31/2015	5.97	5.29	360,000	-	-	-	360,000
TOTAL							1,100,000	62,500	-	-	1,037,500

Recognition and measurement of the fair value of share-based payments

In order to calculate the fair value of phantom stocks and class “A” preferred shares stock option, with or without alternative payment in cash, the Company defined, as per program calculation model, the arithmetic average of the closing price of the last 90 (ninety) sessions for Suzb5 share of each year, multiplied by TRS of 125%, where applicable.

For the ILP 2007 program, due to the alternative choice of shares with combined characteristics of share and share option, defined in the program policy effective in December 2007, to determine the fair value of these phantom Shares and also to measure the fair value of Class “A” preferred shares stock options at the end of the period, the Company used the mathematical model of approximation for U.S. type options Bjerksund & Stensland, which considers the dividends distribution rate and the following mathematical assumptions:

Description of assumptions	Index		
	Phantom stocks	Option	
		Program I	Program II
Asset base price (1)	R$17.19/share	R$17.56 /share	R$16.05/share
Expectation of volatility (2)	50.09% p.a.	43.26% p.a.	42.27% p.a.
Phantom stocks / options average life expectancy (3)	3.72 years	2.29 years	4.91 years
Dividends expectation (4)	2.82% p.a.		
Risk-free weighted average interest rates (5)	12.23% average	11.88% average	11.76% average

(1) The asset base price was defined considering the arithmetic average of the closing price of the last 90 trading sessions for Suzb5 share;

(2) The expectation of volatility was calculated for each exercise date, taking into account the remaining time to complete the vesting period, as well as the historical volatility of returns, considering a standard deviation of 90 observations of returns;

(3) The expectation of average life of phantom stocks and stock options was defined by the remaining term until the limit exercise date;

(4) The expectation of dividends was defined based on historical earnings per share of the Company;

(5) Risk-free weighted average interest rate used was the BRL yield curve (DI expectation) observed on the open market, which is the best comparison basis with the Brazilian market risk-free interest rates. The rate used for each exercise date changes according to the vesting period.

The fair value of compensations granted to executives as long-term incentive programs – phantom shares and class “A” preferred shares stock options - with alternative payment in cash, is recorded as expense during the vesting period in both financial statements and financial quarterly information of the Company, under administrative expenses against a financial liability of share-based payment under non-current liabilities.

The fair value of compensations granted to executives as class “A” preferred shares stock options, without alternative payment in cash, is recorded during the vesting period as expense in the Company’s financial statements, recognized in the operating income under “administrative expenses” against the stock options account under shareholders’ equity.

The amounts corresponding to the services rendered recognized in the financial statements of the parent company and consolidated are shown below.

	Parent Company and Consolidated			
	Liabilities and Shareholders' equity		Net income	
			9-month period ended	
	Sep/2010	Dec/2009	Sep/2010	Sep/2009
Non-current liabilities				
Provision including phantom stocks plan	**14,485**	12,302	**(2,183)**	(5,603)
Provision including stock option plan	**1,765**	549	**(1,216)**	(183)
Total share-based compensation plan	**16,250**	12,851		
Shareholders' equity				
Stock option reserve	**140**	-	**(140)**	-
Net income			**(3,539)**	(5,786)

21 Debt related to the acquisition of land, farms and reforestation

On July 13, 2009, a partnership with Vale S/A (“Vale”) was ratified concerning the development of forest base that partially ensures the Company’s new growth cycle projects. On that date, the companies entered into agreements, in the total amount of R$ 233,367, composed of as follows: i) acquisition of 8.2 million m³ planted eucalyptus forests in the total amount of R$144,640 to be paid in 12 quarterly installments; and ii) acquisition of 84.7 thousand hectares of land in the total amount of R$88,727, of which: a) 12.9 thousand hectares of land, in the amount of R$13,727, directly acquired by parent company and to be paid in 12 quarterly installments; and ii.b) 71.8 thousand hectares, in the amount of R$75,000, acquired by subsidiary Ondurman Empreendimentos Imobiliários Ltda (“Ondurman”), to be paid in 168 monthly installments, and receivables flow deriving from this operation, on the same act and with buyer’s agreement, was assigned by Vale to Brazilian Securities, a securitization company, which in its turn, used as guarantee in the issue of Real Estate Receivables Certificates (C.R.I.’s).

The issue of C.R.I.’s was made on October 27, 2009 and was structured pursuant to CVM Rule 476/2009, with payment term identical to the receivables flow used as guarantee, and 168 monthly installments of R$877, adjusted by savings deposits basic adjustment index (TR) and initial and final maturity dates on November 27,2009 and October 27,2023, respectively. The operation was formalized by means of the signature by all the parties involved of the “Private Instrument for the Installment Purchase and Sale of Real Properties, Issue of Real Estate Credit Certificates, Assignment of Credits and Other Covenants”, which was used as guarantee by Brazilian Securities for said issue, which also had Oliveira Trust Distribuidora de Títulos e Valores Mobiliários S/A as trustee.

In order to ensure the compliance with principal and ancillary obligations assumed by the Company in the “Private Instrument for the Installment Purchase and Sale of Real Properties, Issue of Real Estate Credit Certificates, Assignment of Credits and Other

Covenants", a fiduciary alienation of Ondurman quotas was created and the parent company tendered guarantee, both on behalf of Brazilian Securities.

In the event of impossibility to dispose of any of the properties acquired in the transaction, as a result of events preventing the permanent transfer of assets during the contract period, Suzano may opt, if of its interest, to indemnify the securitization company on behalf of Vale, terminating the assignment of the property at issue. In this case, Suzano shall be subsequently reimbursed by the seller by the indemnified amounts, monetarily restated and increased by interest.

On September 30,2010, the Company had debt related to the acquisition of land, farms and reforestation amounting to R$117,020 in parent company and R$189,910 in consolidated, classified in current and non-current liabilities. (R$151,137 in the parent company and R$225,827 in the consolidated on December 31, 2009).

22 Commitments

Vale Florestar

In 2009, the Company entered into an agreement with Vale to acquire 31.5 million m^3 of timber deriving from cultivation of eucalyptus trees of "Programa Vale Florestar", which has been implemented in the state of Pará since 2007, to be provided to the Company during 2014 and 2028. These volumes price conditions will be determined upon the harvest of volumes to be delivered to the Company.

Rail freights

In order to meet an important logistic structure necessary for the future Industrial Unit of Maranhão, the Company entered into an agreement with Ferrovia Norte Sul S.A. for the railway transportation of 1.3 million tonnes/year of eucalyptus pulp as of 2014, for a 360-month term as of the first day of the month immediately subsequent to the effective startup of this new industrial plant.

23 Financial instruments

a. Overview

The Company's management is focused on generating consistent and sustainable results over time. Factors of external risk related to fluctuations of market prices may introduce an unwelcome level of volatility in the Company's cash flows and income statement. To manage this volatility, so as not to distort or hinder the Company's consistent growth over a long time, the Company has policies and procedures for market risk management.

These policies seek: (i) to protect the Company's cash flows and assets against fluctuations of the market prices of raw material and products, exchange rates and interest rates, price indices and restatement, or other assets or instruments traded on net value or not ("market risk") to which the value of assets, liabilities and cash flow of the Company are exposed; and (ii) to optimize the process of taking out financial instruments for protection against exposure to risk, drawing on natural hedges and correlations between prices of different assets and markets, avoiding the waste of funds through taking out inefficient operations. All financial transactions entered by the Company have the objective of protecting it against existing exposures, being forbidden the assuming of new risks, except those arising from operating activities of Suzano.

Market risk management process comprises the following sequential and recurrent phases: (i) identification of risk factors and exposure of assets value, cash flows and Company's results to market risks; (ii) measurement and report of the values at risk; (iii) evaluation and definition of strategies for market risk management; and (iv) implementation and monitoring of performance of the strategies. The evaluation and control of risk exposures are made with the assistance of integrated operational systems, with appropriate separation of duties in the reconciliations with counterparties.

The Company uses the more liquid financial instruments and: (i) does not take out leveraged transactions or other types of embedded options which change its purpose of protection (hedge); (ii) has no debt with double index or other forms of implicit options; and (iii) neither has transactions that require margin deposit or other forms of guarantee for the credit risk of the counterparties.

b. Valuation

The financial instruments recorded in the balance sheets, such as cash and banks, loans and financing, are stated by their contractual values. The marketable securities and derivative agreements, used for protection purposes only, are valued by their fair value.

For determining fair values of assets or liquid financial instruments traded on the public market, was used the closing market price at the balance sheet dates. The fair value of swaps and of the interest rate and index is calculated at the present value of its future cash flows, discounted at current interest rates available for operations with conditions and terms of similar remaining maturity. This calculation is made based on BM&FBovespa and Anbima (Brazilian Association of Capital and Financial Market Institutions) quotes for Reais-denominated interest rate operations, British Bankers Association and Bloomberg for Libor rate operations. The fair value of futures or forward exchange rate agreements is determined using forward exchange rates prevailing on the balance sheet dates, according to BM&FBovespa quotes.

The fair value of debt deriving from the 1st series of the 3rd issue of the Company's debentures is calculated based on the secondary market quotes published by Anbima on the balance sheet dates. In order to determine the fair value of assets or financial instruments traded on the over-the-counter markets or without liquidity, several assumptions and methods are used based on the usual market conditions (and not for settlement or forced sale) at each balance sheet date, including the utilization of option pricing models, such as Black & Scholes and Garman-Kolhagen, and estimates of future discounted cash flows. The fair value of agreements for pulp and paper pricing is obtained through the price quotation for corresponding for instruments with similar conditions and remaining terms with major participants of this market. Finally, the fair value of agreements for oil pricing is based on the New York Mercantile Exchange quotes (NYMEX).

The result of financial instruments trading is recognized on the closing dates or contracting of operations, where the Company undertakes to buy or sell these instruments. The liabilities deriving from the contracting of financial instruments are removed from our financial statements and quarterly financial information only when these instruments expire or when the risks, obligations and rights deriving therefrom are transferred.

The comparison between fair value and carrying value of outstanding financial instruments is shown as follows:

	Consolidated			
	Sep/2010		Dec/2009	
	Book Value	Fair Value	Book Value	Fair Value
ASSETS				
Cash and cash equivalents	**3,625,425**	**3,625,425**	2,533,285	2,533,285
Derivatives operations gains (current and non-current)	**33,679**	**33,679**	28,050	28,050
Trade accounts receivable	**841,670**	**841,670**	766,174	766,174
LIABILITIES				
Accounts payable to suppliers	**251,306**	**251,306**	268,050	268,050
Loans and financing (current and non-current)	**6,639,901**	**6,855,703**	5,844,308	5,684,636
Debentures (current and non-current)	**835,644**	**925,050**	799,710	838,888
Derivative operations losses (current and non-current)	**90,328**	**90,328**	77,381	77,381

c. Credit risk

Sales and credit policies, determined by the Management of the Company and its subsidiaries, aim at minimizing eventual risks deriving from their clients' default. This objective is achieved by means of a sensible selection of client portfolio, which takes into account the payment capacity (credit analysis), and sales diversification (risk pooling), besides obtaining guarantees or contracting instruments that mitigate credit risks, mainly exports credit insurance policy.

d. Interest rate and exchange rate risk

The collection of funds and hedge exchange rate policy of the Company are guided by the fact that more than 50% of net revenue comes from exports with prices in Dollars, while most of the production cost is tied to the Real. This structure allows that the Company engage financing for export in Dollars at more competitive costs than those of local lines and reconcile financing payments with the flow of receipts from sales, providing a natural hedge of cash for these commitments. The exceeding revenue in dollars not tied to the commitments of debt and other obligations is sold in the exchange market by the time of the funds inflow into the country.

As additional protection, sales of Dollars in futures markets are contracted as a way to provide attractive levels of operating margins for one portion of the revenue. Sales in the futures markets are limited to a minority percentage of the exceeding of the measurements on the timeline of one year and, therefore, are in accordance with the ready availability of foreign exchange rate for short-term sale.

On September 30, 2010, the principal net amount of operations contracted for forward sale of U.S. dollars was US$124.7 million, US$49.7 million through of NDF's (Non Deliverable Forwards) and US$75 million through "zero cost collar". Their maturities fall between October 2010 and May 2011, as a way of setting the operational margins of a minority portion of sales over this period. The cash effect of these operations only will occur on their maturity dates, when cash disbursement or receipt is generated, where applicable.

So, in the case of a depreciation of the Real, as occurred in 2008, two effects are observed: (i) the first, negative and sharp, is related to the restatement of net currency exposure (balance of assets and liabilities accounts stated in foreign currency, including, among others, the balances of gross debt and cash denominated in Dollars, the inventory, accounts receivable and payable in foreign currency and the value of positions in swaps of currency to hedge the currency exposure of cash flows); and (ii) the second, positive and permanent, is related to the higher operating cash generation due to increased revenue from exports denominated in Dollars.

In addition to the foreign exchange hedge operations, contracts are concluded for the swap from floating interest rates to fixed rates, to reduce the effect of changes in interest rates on the debt value, and contracts of swap between different interest rates and rates restatement, as a way to minimize the disconnection among the different financial assets and liabilities. In this regard, on September 30, 2010, the Company had outstanding (i) US$982.2 million in outstanding swaps to fix the Libor on contracts for financing, (ii) US$210 million in coupon swaps for a 3-month fixed Libor rate and (iii) R$507 million in swaps of Previous for % for DI.

The Company does not adopt the hedge accounting. Therefore, all results (gains and losses) verified in derivative operations (settled and outstanding) are fully recognized in the unconsolidated and consolidated income statement for the year. Note 26 (net financial result) shows derivatives gains and losses affected the statement of income for the period.

e. Outstanding derivatives

Consolidated positions of outstanding derivatives on September 30, 2010 and December 31, 2009, grouped by asset or benchmark index, all of them traded at the over-the-counter market, are stated as follows:

06.01 – NOTES TO THE FINANCIAL STATEMENTS

Description	Maturities	Benchmark value (notional) on		Fair value on		Equity balances on			
						9.30.2010		12.31.2009	
		9.30.2010	12.31.2009	9.30.2010	12.31.2009	Payable	Receivable	Payable	Receivable
Foreign currency swaps									
Long position- US$ Libor	10/1/2010 to	1,664,082	1,706,764	1,467,357	1,607,366	-	-	-	-
Short position - US$ fixed rate	11/4/2019	1,664,082	1,706,764	1,549,647	1,660,993	-	-	-	-
Subtotal				(82,290)	(53,627)	82,513	223	62,927	9,300
Value at Risk (VaR) (1)				2,481	3,736	-	-	-	-
Rates and indexes swaps									
Long position - R$ fixed rate	12/15/2010 to 3/15/2013	506,984	10,000	516,573	11,894	-	-	-	-
Long position - TR + coupon			27,500		33,447				
Short position- % DI		506,984	37,500	514,635	43,770	-	-	-	-
Subtotal				1,938	1,571	460	2,398	-	1,571
Value at Risk (VaR) (1)				918	8	-	-	-	-
Currency swaps									
Long position in R$ x US$	10/8/2010 to	-	-	-	-	-	-	-	-
Short position in R$ x US$	3/8/2011	84,236	420,695	12,182	5,732	-	-	-	-
Subtotal				12,182	5,732	-	12,182	-	5,732
Value at Risk (VaR) (1)				758	5,573	-	-	-	-
Currency options									
Launching position in R$ x US$ - sell	11/1/2010 to	127,066	130,590	(275)	(565)	-	-	-	-
Holding position in R$ x US$ - buy	5/2/2011	127,066	130,590	6,020	4,353	-	-	-	-
Subtotal				5,745	3,788	275	6,020	565	4,353
Value at Risk (VaR) (1)				868	987	-	-	-	-
Commodities swaps									
Short position in BHKP Pulp	9/30/2010 (2) to 3/31/2011	171,792	226,913	(6,573)	(13,889)	-	-	-	-
Subtotal				(6,573)	(13,889)	7,080	507	13,889	-
Value at Risk (VaR) (1)				58	3,687	-	-	-	-
Commodities swaps									
Long position in oil	9/30/2010 (2) to 10/31/2010	29,470	-	1,425	-	-	-	-	-
Subtotal				1,425	-	-	1,425	-	-
Value at Risk (VaR) (1)				17	-	-	-	-	-
Other									
Long position - currency coupon	12/12/2011 to	355,782	261,180	59,016	44,700	-	-	-	-
Short position - US$ fixed Libor	4/1/2015	355,782	261,180	48,092	37,606	-	-	-	-
Subtotal				10,924	7,094	-	10,924	-	7,094
Value at Risk (VaR) (1)				101	79	-	-	-	-
Total result in swaps				(56,649)	(49,331)	90,328	33,679	77,381	28,050

(1) VaR with 1-day holding period, with a confidence level of 95%
(2) Settlement date different from maturity date

Same consolidated positions of outstanding derivatives on September 30, 2010 and December 31, 2009, grouped by counterparty, are stated as follows:

Description	Benchmark value (notional) on		Fair value on		Equity balances on	
					9.30.2010	
	9.30.2010	12.31.2009	9.30.2010	12.31.2009	Payable	Receivable
Foreign currency swaps						
Counterparties						
BTG Pactual	**286,199**	294,139	**(19,985)**	(6,573)		
Itaú BBA	**508,260**	522,359	**(29,005)**	(28,586)		
JP Morgan	**262,601**	322,122	**(9,163)**	(8,254)		
Banco Santander	**-**	31,342		(95)		
Merrill Lynch	**84,710**	**-**	**(1,833)**	-		
Standard Bank	**127,064**	130,590	**(11,118)**	(1,809)		
Standard Chartered	**395,247**	406,212	**(11,186)**	(8,310)		
Subtotal			**(82,290)**	(53,627)	**82,513**	**223**
Rates and indexes swaps						
Counterparties						
Itaú BBA		10,000		384		
Banco Santander		27,500		1,187		
Banco do Brasil	**317,000**	**-**	**2,117**	-		
Barclays	**10,000**	**-**	**16**	-		
HSBC	**179,984**	**-**	**(195)**	-		
Subtotal			**1,938**	1,571	**460**	**2,398**
Currency swaps - NDF						
Counterparties						
Short position in R$ x US$						
BTG Pactual	**-**	60,942	**-**	431		
Banco do Brasil S.A.	**-**	207,781	**-**	3,038		
Itaú BBA	**8,132**	-	**827**	-		
Merrill Lynch	**49,403**	87,060	**7,397**	1,564		
Standard Bank	**26,701**	47,500	**3,958**	386		
Rabobank Brasil	**-**	17,412	**-**	313		
Subtotal			**12,182**	5,732	**-**	**12,182**
Currency options - Zero Cost Collar						
Counterparty						
Launching position in R$ x US$ - buy						
Merrill Lynch	**42,355**	43,530	**0**	(380)		
Standard Bank	**42,355**	43,530	**(275)**	0		
Votorantim	**42,355**	43,530	**0**	(185)		
Holding position in R$ x US$ - sell						
Merrill Lynch	**42,355**	43,530	**1,455**	970		
Standard Bank	**42,355**	43,530	**3,110**	2,413		
Votorantim	**42,355**	43,530	**1,455**	970		
Subtotal			**5,745**	3,788	**275**	**6,020**
Commodities swaps - pulp						
Counterparty						
Nordea Bank Finland P/C	**153,495**	208,108	**(5,608)**	(11,738)		
Standard Chartered	**18,297**	18,805	**(965)**	(2,151)		
Subtotal			**(6,573)**	(13,889)	**7,080**	**507**
Commodities swaps - oil						
Counterparty						
JP Morgan	**29,470**	-	**1,425**	-		
Standard Bank	**-**	**-**	**-**	**-**		
			1,425		**-**	**1,425**
Other						
Counterparty						
JP Morgan	**355,782**	261,180	**10,924**	7,094		
Subtotal			**10,924**	7,094	**-**	**10,924**
Total result in swaps			**(56,649)**	(49,331)	**90,328**	**33,679**

f. Settled derivatives

Accumulated settled derivatives positions in the nine-month periods ended September 30, 2010 and 2009, grouped by asset or referential index, all of them traded at the over-the-counter market, are stated as follows:

06.01 – NOTES TO THE FINANCIAL STATEMENTS

Description	Maturities	Benchmark value (notional) accumulated on		Fair value accumulated on	
		9.30.2010	9.30.2009	**9.30.2010**	9.30.2009
Foreign currency swaps					
Long position- US$ Libor	2009: 1/5 to 9/30 **2010: 1/4 to 9/30**	**2.338.210**	947.727	-	-
Short position - US$ fixed rate		**2.338.210**	947.727	-	-
Subtotal				**-31.627**	-8.288
Rates and indexes swaps					
Long position - TR + coupon	2009: 4/28 to 7/2 **2010: 4/14 to 5/10**	**27.500**	40.000	-	-
Long position - R$ fixed rate		**10.000**	-	-	-
Short position- % DI		**37.500**	40.000	-	-
Subtotal				**1.636**	-441
Currency swaps					
Long position in R$ x US$	2009: 1/2 to 9/29 **2010: 2/8 to 9/9**	**390.388**	-	**-**	-
Short position in R$ x US$		**1.390.310**	763.889	**-**	-
Subtotal				**27.604**	-81.723
Currency options					
Launching position in R$ x US$ - sell	**2010: 1/2**	**44.525**	**-**	**-**	-
Holding position in R$ x US$ - buy		**44.525**	-	**-**	-
Subtotal				**-**	-
Commodities swaps	2009: 1/8 to 9/8				
Short position in BHKP Pulp	**2010: 1/8 to 9/8**	**104.183**	43.829	-	-
Subtotal				**-26.840**	10.205
Commodities swaps					
Long position in oil	**2010: 4/7 to 9/8**	**114.514**	-	-	-
Short position in oil		**27.026**	-	-	-
Subtotal				**1.146**	-
Outros					
Long position - currency coupon	**2009: 9/11** **2010: 3/11 to 9/13**	**52.767**	17.781	-	-
Short position - US$ fixed Libor		**52.767**	17.781	-	-
Subtotal				**1.021**	218
Total result in swaps		-	-	**-27.060**	-80.029

g. Statement of sensitivity analysis

The table below shows the sensitivity of outstanding derivatives consolidated positions on September 30, 2010, as stated in item (e), prices and rates variations in underlying assets:

Description	Fair value	Scenarios on 12/31/2010			
		Risk	Probable	25% deterioration	50% deterioration
Foreign currency swaps Asset US$ Libor x Liability US$ Fixed (1)	**(82,289)**	Libor drop	(83,928)	(92,708)	(101,824)
Rates and indexes swaps Asset fixed rate(2) in R$ x Liability % DI	**1,938**	High curve - fixed	10,978	(11,393)	(32,080)
Currency swaps (NDF) Long position in R$ x US$ (3)	**12,182**	R$/US$ exchange rate increase	10,081	(11,353)	(32,787)
Launching position- buy Foreign currency - R$ x US$ (4)	**(275)**	R$/US$ exchange rate increase	(385)	(6,260)	(34,045)
Holding position - sell Foreign currency - R$ x US$ (5)	**6,020**	R$/US$ exchange rate increase	4,005	108	0
Commodities swaps Pulp scenario(6)	**(6,573)**	Pulp up	(12,160)	(23,334)	(34,508)
Commodities swaps Oil scenario(7)	**1,425**	Oil down	2,085	(2,059)	(6,203)

(1) Source for the probable scenario: Bloomberg - Market curve on 10/5/2010. Probable 3-month Libor rate on 12/31/2010: 0.29000% p.a.
25% deterioration: 3-month Libor rate on 12/31/2010 of 0.21750% p.a. 50% deterioration: 3-month Libor rate on 12/31/2010 of 0.14500% p.a.

(2) Source for the probable scenario: Brazilian Central Bank Focus Report on 10/1/2010. Probable Selic rate on 12/31/2010: 10.75% p.a.
25% deterioration: Selic rate on 12/31/2010 of 13.44% p.a. 50% deterioration: Selic rate on 12/31/2010 of 16.13% p.a.

(3) Source for the probable scenario: Brazilian Central Bank Focus Report on 1/10/2010. Probable exchange rate on 12/31/2010: R$1.7300 / US$.
25% deterioration: Exchange rate on 12/31/2010 of R$2.1625 / US$. 50% deterioration: Exchange rate on 12/31/2010 of R$2.5950 / US$.

(4) Source for the probable scenario: Brazilian Central Bank Focus Report on 10/1/2010. Probable exchange rate on 12/31/2010: R$1.7300 / US$.
25% deterioration: Exchange rate on 12/31/2010 of R$2.1625 / US$. 50% deterioration: Exchange rate on 12/31/2010 of R$2.5950 / US$.

(5) Source for the probable scenario: Brazilian Central Bank Focus Report on 10/1/2010. Probable exchange rate on 12/31/2010: R$1.7300 / US$.
25% deterioration: Exchange rate on 12/31/2010 of R$2.1625 / US$. 50% deterioration: Exchange rate on 12/31/2010 of R$2.5950 / US$.

(6) Source for the probable scenario: RISI Report on 9/30/2010. Probable BHKP pulp price on 12/31/2010: US$ 800 / ton.
25% deterioration: Price on 12/31/2010 of US$1,000 / ton. 50% deterioration: Price on 12/31/2010 of US$1,200 / ton.

(7) Source for the probable scenario: Bloomberg - quotation of CLZ0 agreement for 10/5/2010. Probable oil price in Dec/2010: US$83.64
25% deterioration: Price in Dec/2010 of US$62.73. 50% deterioration: Price in Dec/2010 of US$41.82

It is worth mentioning that the management of these positions is dynamic and with the use of current mechanisms to restrict losses (stop loss systems) and risk exposures, which are affected by assets volatility, the positions are adjusted to the extent eventual losses are materialized. Therefore, in the event an impairment scenario occurs as exemplified in the chart above, the Company's positions subject to this impairment would already have been dismantled when they reach the limits established by stop loss systems.

A probable scenario on September 30, 2010 was not elaborated a little further nor the sensitivity analysis for swaps listed under "Other" category in chart of item (e), since these swaps refer to arbitration operations between Libor rate and currency coupon, and both at fixed rates in said operations, inhibiting the eventual occurrence of any result different from that one already stipulated in agreement.

24 Shareholders' equity

Capital Stock

On September 30, 2010, subscribed capital stock was R$2,466,659 fully paid-in capital (R$2,054,430 on December 31, 2009) and divided into 393,103,120 non-par shares, of which: 134,776,890 were registered common shares; 256,400,131 were class "A" preferred shares and 1,926,099 were class "B" preferred shares, both book-entry shares. 10,940,879 common shares, 6,786,194 common shares, 2,244,986 class "A" preferred shares and 1,909,699 class "B" preferred shares are held in treasury.

On April 30, 2010, the Special Shareholders' Meeting approved the Company's capital stock increase, in the amount of R$412,229, absorbing part of existing reserves on December 31, 2009, of which R$303,506 refer to tax incentive reserve and R$108,723 refer to goodwill special reserve on merger.

At this same meeting, the issue of new Company shares was approved for shareholders composing the ownership structure on the date of the Special Shareholders' Meeting that approves the matter, at the ratio of a new share for each group of four pre-existing shares, of same type and class, consisting of the issue of 78,620,624 new shares, 26,955,378 common shares, 51,280,026 class "A" preferred shares and 385,220 class "B" preferred shares. New shares will enjoy the same political and economic rights of original shares, including dividend over 2010 results. The shareholders to result in shareholding position of fractional share will receive shares from the Company's controlling shareholder, as donation, so that to reach the whole number of shares immediately sequential.

Class "A" preferred shares are entitled to dividends per share, at least, 10% higher than those attributed to common shares. Class "B" preferred shares are entitled to priority dividend of 6% p.a. over their share in the capital stock or at least 10% higher than those attributed to common shares. Preferred shares are not entitled to voting right, unless when this is provided for by laws.

Payment of interest on shareholders' equity

At the Board of Directors' Meeting held on August 10, 2010, the board members approved the proposal to pay interest on shareholders' equity of R$58,828, corresponding to R$0.14433 per share for the common shares; R$0.15877 per share for the class "A" preferred shares; and R$0.15877 per share for the class "B" preferred shares. These interest on shareholders' equity was credited and paid on September 10, 2010, based on the shareholding position as of August 10, 2010, now shares are traded "ex-rights" as of August 11, 2010.

The interest on shareholders' equity, pursuant to CVM Resolution 207/96, was attributed to the mandatory minimum dividend account, net of withholding income tax, recorded as financial expenses and reversed in specific account, returning to profit or loss, thus, not affecting the net income, except for the tax effects recognized under income and social contribution taxes.

Earnings per share

Basic

Basic earnings per share is calculated by dividing the profit attributable to the Company's shareholders by the weighted average common shares issued during the period, excluding the common shares acquired by the Company and held as treasury shares.

Diluted

Diluted earnings per share is calculated by adjusting the weighted average of outstanding preferred and common shares supposing the conversion of all preferred and common shares which would cause dilution. The Company reports two categories of potential shares that would cause dilution: call options by option of the holder and debentures convertible into common and preferred shares.

EARNINGS PER SHARE - BASIC

R$ thousand				**9/30/2010**
	Common	Class A Preferred	Class B Preferred	Total
Profit attributed to shareholders	162,657	355,684	23	518,364
Weighted average number of shares in the period	125,792	239,307	1,798	366,896
Weighted average treasury shares	(6,334)	(1,833)	(1,782)	(9,949)
Weighted average number of outstanding shares	119,458	237,474	15	356,947
Basic earnings per share	**1,362**	**1,498**	**1,498**	

EARNINGS PER SHARE - DILUTED

R$ thousand				**9/30/2010**
	Common	Class A Preferred	Class B Preferred	Total
Profit attributed to shareholders	162,657	355,684	23	518,364
Weighted average number of outstanding shares	119,458	237,474	15	356,947
Adjustment by stock options	959	3,773	-	4,733
Weighted average number of shares (diluted)	120,417	241,247	15	361,679
Diluted earnings per share	**1,351**	**1,474**	**1,498**	

25 Other operating income, net

	Parent Company		Consolidated	
	9-month period ended			
	Sep/2010	Sep/2009	Sep/2010	Sep/2009
Gain on sale of other products	**5,495**	4,051	**11,993**	12,746
Gain on sale of electricity	**-**	-	**156**	142
Provision for contingencies (a)	**(9,678)**	-	**(9,678)**	-
Other income (expenses)	**(9,770)**	5,098	**1,526**	5,055
Additional actuarial liability	**(16,209)**	(11,826)	**(16,209)**	(11,826)
Gains on the sale of fixed assets (b)	**280,910**	6,988	**280,910**	6,984
Gain (losses) on the sale of investments	**46**	(1,115)	**46**	(1,115)
Payment notice to government expense	**(986)**	-	**(986)**	-
Total other operating expenses	**(36,643)**	(12,941)	**(26,873)**	(12,941)
Total other operating income	**286,451**	16,137	**294,631**	24,927
Other operating income, net	**249,808**	3,196	**267,758**	11,986

(a) It refers to provision for contractual liabilities related to the sale of land in the state of Minas Gerais and eucalyptus plantation in the first quarter of 2010, amounting to R$9,678.

(b) It refers to the positive result related to the sale of land in the state of Minas Gerais and eucalyptus plantation, amounting to R$262,996 (comprised by revenues of R$334,204 and costs of R$71,208) made in the first quarter of 2010.

26 Net financial result

	Parent Company		Consolidated	
	9-month period ended			
	Sep/2010	Sep/2009	Sep/2010	Sep/2009
Interest expenses	**(278,644)**	(318,204)	**(305,309)**	(323,581)
Monetary and exchange variations - on liabilities	**34,555**	1,024,824	**41,572**	1,016,451
Derivative losses - interest rate	**(49,908)**	(23,647)	**(53,968)**	(14,691)
Derivative losses - exchange rate	**(15,531)**	(16,311)	**(15,531)**	(16,311)
Derivative losses - commodities	**-**	-	**4,011**	3,898
Other financial expenses	**(42,643)**	(3,385)	**(55,119)**	(9,324)
Total financial expenses	**(352,171)**	663,277	**(384,344)**	656,442
Interest income	**151,153**	152,731	**151,277**	151,950
Derivative gains - interest rate	**(7,467)**	4,374	**(7,235)**	(4,730)
Derivative gains - exchange rate	**51,542**	80,084	**51,542**	80,084
Derivative gains - commodities	**-**	-	**(14,316)**	(11,254)
Monetary and exchange variations - on assets	**(37,116)**	(260,142)	**(35,198)**	(188,322)
Total financial income	**158,112**	(22,953)	**146,070**	27,728
Net financial result	**(194,059)**	640,324	**(238,274)**	684,170

27 Statement of adjusted EBITDA (not reviewed)

	Parent Company		Consolidated	
	9-month period ended			
	Sep/2010	Sep/2009	Sep/2010	Sep/2009
Operating income	**671,989**	1,066,284	**676,964**	1,068,591
Financial expenses	**352,171**	(663,277)	**384,344**	(656,442)
Financial income	**(158,112)**	22,953	**(146,070)**	(27,728)
Equity Pickup in Subsidiaries and Affiliates	**(90,661)**	(23,455)	**-**	-
Depreciation, depletion and amortization	**403,219**	374,413	**409,658**	381,285
Earnings before interest, equity pickup in subsidiaries and affiliates, taxes, depreciations, depletions and amortizations - adjusted EBITDA	**1,178,606**	776,918	**1,324,896**	765,706

28 Insurance coverage

The Company maintains insurance coverage for operational risks and other in order to safekeep its fixed assets and inventories.

The amount of insurance contracted is deemed as sufficient to cover eventual losses, according to the opinion of insurance expert advisors.

29 Segment information

The Management defined pulp and paper as the Group’s operational segments.

The main information, by business segment, corresponding to the nine-month period ended September 30, 2010 and 2009 are the following:

	Consolidated			
	9-month period ended Sep/2010			
	Pulp	Paper	Not Segmented (*)	Total
Net revenues	**1,516,732**	**1,801,777**	**-**	**3,318,509**
Operating income	**379,811**	**267,669**	**29,484**	**676,964**

	Consolidated			
	9-month period ended Sep/2009			
	Pulp	Paper	Not Segmented (*)	Total
Net revenues	1,198,082	1,734,715	-	2,932,797
Operating income	96,317	276,118	696,156	1,068,591

(*) It includes the Net Financial Result (Note 26) and Other Operating Income, net (Note 25).

The geographical areas are determined based on the consumer market location. The Company's net revenues classified by geographical area may be thus represented:

	Consolidated					
	9-month period ended					
	Sep/2010			Sep/2009		
	Pulp	Paper	Total	Pulp	Paper	Total
Net revenue	**1,516,732**	**1,801,777**	**3,318,509**	1,198,082	1,734,715	2,932,797
Domestic market	**262,715**	**1,135,436**	**1,398,151**	164,973	1,038,157	1,203,130
Foreign market	**1,254,017**	**666,341**	**1,920,358**	1,033,109	696,558	1,729,667
Asia	**525,071**	**43,947**	**569,018**	541,187	116,236	657,423
Europe	**585,267**	**154,089**	**739,356**	390,939	181,202	572,141
North America	**137,303**	**179,035**	**316,338**	89,916	195,055	284,971
South and Central America	**6,376**	**287,542**	**293,918**	11,067	199,924	210,991
Africa	**-**	**1,728**	**1,728**	-	4,141	4,141

See item 12.01 – Comments on the Company's Consolidated Performance in the Quarter.

01.01 - IDENTIFICATION

1 - CVM CODE	2 - COMPANY NAME	3 - CNPJ (Corporate Taxpayer's ID)
01398-6	SUZANO PAPEL E CELULOSE S.A.	16.404.287/0001-55

14.01 - CHARACTERISTICS OF PUBLIC OR PRIVATE ISSUANCE OF DEBENTURES

1 – ITEM	01
2 – ORDER N°.	3rd
3 –REGISTRY N°. AT CVM	2004/023
4 – REGISTRATION DATE AT CVM	8/17/2004
5 – ISSUED SERIES	1st
6 – TYPE OF ISSUE	SIMPLE
7 – NATURE OF ISSUE	PUBLIC
8 – DATE OF ISSUE	4/1/2004
9 – EXPIRATION DATE	4/1/2014
10 – TYPE OF DEBENTURE	WITHOUT PREFERENCE
11 – CONDITION FOR CURRENT REMUNERATION	IGPM-M + 10% p.a.
12 – PREMIUM/NEGATIVE GOODWILL	11.63
13 – NOMINAL VALUE (Reais)	1,000.00
14 – AMOUNT ISSUED (R$ thousand)	333,000
15 – NUMBER OF SECURITIES ISSUED (UNIT)	333,000
16 – OUTSTANDING SECURITIES (UNIT)	333,000
17 – TREASURY SECURITIES (UNIT)	0
18 – REDEEMED SECURITIES (UNIT)	0
19 – CONVERTED SECURITIES (UNIT)	0
20 – SECURITIES TO BE DISTRIBUTED (UNIT)	0
21 – DATE OF THE LAST RENEGOTIATION	
22 – DATE OF NEXT EVENT	

01.01 - IDENTIFICATION

1 - CVM CODE	2 - COMPANY NAME	3 - CNPJ (Corporate Taxpayer's ID)
01398-6	SUZANO PAPEL E CELULOSE S.A.	16.404.287/0001-55

14.01 - CHARACTERISTICS OF PUBLIC OR PRIVATE ISSUANCE OF DEBENTURES

1 – ITEM	02
2 – ORDER N°.	3rd
3 –REGISTRY N°. AT CVM	2004/024
4 – REGISTRATION DATE AT CVM	8/17/2004
5 – ISSUED SERIES	2nd
6 – TYPE OF ISSUE	SIMPLE
7 – NATURE OF ISSUE	PUBLIC
8 – DATE OF ISSUE	4/1/2004
9 – EXPIRATION DATE	5/7/2019
10 – TYPE OF DEBENTURE	WITHOUT PREFERENCE
11 – CONDITION FOR CURRENT REMUNERATION	Exchange variation (U.S. Dollar) + 9.8% p.a.
12 – PREMIUM/NEGATIVE GOODWILL	
13 – NOMINAL VALUE (Reais)	1,000.00
14 – AMOUNT ISSUED (R$ thousand)	167,000
15 – NUMBER OF SECURITIES ISSUED (UNIT)	167,000
16 – OUTSTANDING SECURITIES (UNIT)	167,000
17 – TREASURY SECURITIES (UNIT)	0
18 – REDEEMED SECURITIES (UNIT)	0
19 – CONVERTED SECURITIES (UNIT)	0
20 – SECURITIES TO BE DISTRIBUTED (UNIT)	0
21 – DATE OF THE LAST RENEGOTIATION	
22 – DATE OF NEXT EVENT	

(A free translation of the original in Portuguese)

01.01 - IDENTIFICATION

1 - CVM CODE	2 - COMPANY NAME	3 - CNPJ (Corporate Taxpayer's ID)
01398-6	SUZANO PAPEL E CELULOSE S.A.	16.404.287/0001-55

14.01 - CHARACTERISTICS OF PUBLIC OR PRIVATE ISSUANCE OF DEBENTURES

1 – ITEM	03
2 – ORDER N°.	4th
3 –REGISTRY N°. AT CVM	
4 – REGISTRATION DATE AT CVM	
5 – ISSUED SERIES	1st
6 – TYPE OF ISSUE	CONVERTIBLE
7 – NATURE OF ISSUE	PRIVATE
8 – DATE OF ISSUE	12/1/2005
9 – EXPIRATION DATE	12/1/2012
10 – TYPE OF DEBENTURE	FLOATING
11 – CONDITION FOR CURRENT REMUNERATION	2.5% p.a. + TJLP
12 – PREMIUM/NEGATIVE GOODWILL	
13 – NOMINAL VALUE (Reais)	1,000.00
14 – AMOUNT ISSUED (R$ thousand)	80,000
15 – NUMBER OF SECURITIES ISSUED (UNIT)	80,000
16 – OUTSTANDING SECURITIES (UNIT)	79,735
17 – TREASURY SECURITIES (UNIT)	0
18 – REDEEMED SECURITIES (UNIT)	0
19 – CONVERTED SECURITIES (UNIT)	265
20 – SECURITIES TO BE DISTRIBUTED (UNIT)	0
21 – DATE OF THE LAST RENEGOTIATION	
22 – DATE OF NEXT EVENT	

(A free translation of the original in Portuguese)

01.01 - IDENTIFICATION

1 - CVM CODE	2 - COMPANY NAME	3 - CNPJ (Corporate Taxpayer's ID)
01398-6	SUZANO PAPEL E CELULOSE S.A.	16.404.287/0001-55

14.01 - CHARACTERISTICS OF PUBLIC OR PRIVATE ISSUANCE OF DEBENTURES

1 – ITEM	04
2 – ORDER N°.	4th
3 –REGISTRY N°. AT CVM	
4 – REGISTRATION DATE AT CVM	
5 – ISSUED SERIES	2nd
6 – TYPE OF ISSUE	CONVERTIBLE
7 – NATURE OF ISSUE	PRIVATE
8 – DATE OF ISSUE	12/1/2005
9 – EXPIRATION DATE	12/1/2012
10 – TYPE OF DEBENTURE	FLOATING
11 – CONDITION FOR CURRENT REMUNERATION	2.5% p.a. + TJLP
12 – PREMIUM/NEGATIVE GOODWILL	
13 – NOMINAL VALUE (Reais)	1,000.00
14 – AMOUNT ISSUED (R$ thousand)	160,000
15 – NUMBER OF SECURITIES ISSUED (UNIT)	160,000
16 – OUTSTANDING SECURITIES (UNIT)	159,471
17 – TREASURY SECURITIES (UNIT)	0
18 – REDEEMED SECURITIES (UNIT)	0
19 – CONVERTED SECURITIES (UNIT)	529
20 – SECURITIES TO BE DISTRIBUTED (UNIT)	0
21 – DATE OF THE LAST RENEGOTIATION	
22 – DATE OF NEXT EVENT	

20.01 – OTHER INFORMATION DEEMED AS RELEVANT BY THE COMPANY

In compliance with the Corporate Governance Special Practices Rules (Level 1), below, a statement of the ownership structure of investor or shareholder owning more than 5% of shares of each type and class of the Company's capital stock, directly or indirectly, including individuals, on September 30,2010.

OWNERSHIP STRUCTURE – SUZANO PAPEL E CELULOSE S/A Position on 9/30/2010 CAPITAL STOCK - R$2,466,659,118.32								
SHAREHOLDER	COMMON SHARES		CLASS "A" PREFERRED SHARES		CLASS "B" PREFERRED SHARES		TOTAL	
	NUMBER OF SHARES	%	NUMBER OF SHARES	%	NUMBER OF SHARES	%	NUMBER OF SHARES	%
SUZANO HOLDING S.A	117,977,817	87.54%	694,857	0.27%	2,978	0.15%	118,675,652	30.19%
IPLF HOLDING S.A	10,000,000	7.42%	-	-	-	-	10,000,000	2.54%
FANNY FEFFER	3,757	-	14,333,360	5.59%	-	-	14,337,117	3.65%
BETTY VAIDERGORN FEFFER	2,829	-	16,771,375	6.54%	-	-	16,774,204	4.27%
TREASURY	6,786,194	5.04%	2,244,986	0.88%	1,909,699	99.15%	10,940,879	2.78%
OTHER	6,293	0.01%	222,355,553	86.72%	13,422	0.70%	222,375,268	56.57%
TOTAL	134,776,890	100.00%	256,400,131	100.00%	1,926,099	100.00%	393,103,120	100.00%

OWNERSHIP STRUCTURE - SUZANO HOLDING S.A Position on 9/30/2010 CAPITAL STOCK - R$1,018,819,520.73 (Annual Shareholders' Meeting - AGO 4/30/2010)								
SHAREHOLDER	COMMON SHARES		CLASS "A" PREFERRED SHARES		CLASS "B" PREFERRED SHARES		TOTAL	
	NUMBER OF SHARES	%	NUMBER OF SHARES	%	NUMBER OF SHARES	%	NUMBER OF SHARES	%
FANNY FEFFER	14,630,000	27.50%	12,986,379	25.21%	6,063,196	27.52%	33,679,575	26.57%
BETTY FEFFER	11,970,000	22.50%	11,528,842	22.38%	4,955,224	22.49%	28,454,066	22.45%
DANIEL FEFFER	6,650,000	12.50%	6,191,122	12.02%	2,752,894	12.50%	15,594,016	12.30%
DAVID FEFFER	6,650,000	12.50%	6,190,591	12.02%	2,752,894	12.50%	15,593,485	12.30%
JORGE FEFFER	6,650,000	12.50%	6,142,975	11.92%	2,752,894	12.50%	15,545,869	12.27%
RUBEN FEFFER	6,650,000	12.50%	6,113,342	11.87%	2,752,894	12.50%	15,516,236	12.24%
OTHER	-	-	2,369,295	4.60%	3	-	2,369,298	1.87%
TOTAL	53,200,000	100.00%	51,522,546	100.00%	22,029,999	100.00%	126,752,545	100.00%

OWNERSHIP STRUCTURE - IPLF HOLDING S.A Position on 9/30/2010 CAPITAL STOCK: R$338,166,982.72 (Special Shareholders' Meeting - AGE 4/30/2010)						
SHAREHOLDER	COMMON SHARES		PREFERRED SHARES		TOTAL	
	NUMBER OF SHARES	%	NUMBER OF SHARES	%	NUMBER OF SHARES	%
FANNY FEFFER	126,764,000	27.50%	1,194	27.48%	126,765,194	27.50%
BETTY FEFFER	103,716,000	22.50%	884	20.35%	103,716,884	22.50%
DANIEL FEFFER	57,620,000	12.50%	566	13.03%	57,620,566	12.50%
DAVID FEFFER	57,620,000	12.50%	566	13.03%	57,620,566	12.50%
JORGE FEFFER	57,620,000	12.50%	566	13.03%	57,620,566	12.50%
RUBEN FEFFER	57,620,000	12.50%	566	13.03%	57,620,566	12.50%
OTHER	-	-	3	0.07%	3	-
TOTAL	460,960,000	100.00%	4,345	100.00%	460,964,345	100.00%

20.01 – OTHER INFORMATION DEEMED AS RELEVANT BY THE COMPANY

In compliance with the Corporate Governance Special Practices Rules (Level 1), below, a statement of the amount and characteristics of securities issued by the Company to which the Controlling Shareholder, officers and members of the Fiscal Council, Board of Directors and Management Committee are direct or indirect holders, on September 30, 2010 and 2009.

OWNERSHIP STRUCTURE - SUZANO PAPEL E CELULOSE S/A
Position on 9/30/2010
CAPITAL STOCK - R$2,466,659,118.32

SHAREHOLDER	COMMON SHARES		CLASS "A" PREFERRED SHARES		CLASS "B" PREFERRED SHARES		TOTAL	
	NUMBER OF SHARES	%	NUMBER OF SHARES	%	NUMBER OF SHARES	%	NUMBER OF SHARES	%
CONTROLLING SHAREHOLDER	127,990,696	94.96%	78,392,193	30.57%	11,045	0.57%	206,393,934	52.50%
TREASURY	6,786,194	5.04%	2,244,986	0.88%	1,909,699	99.15%	10,940,879	2.78%
BOARD OF DIRECTORS	-	-	68,747	0.03%	-	-	68,747	0.02%
BOARD OF EXECUTIVE OFFICERS	-	-	660,431	0.26%	-	-	660,431	0.17%
FISCAL COUNCIL	-	-	14,202	0.01%	-	-	14,202	-
MANAGEMENT COMMITTEE	-	-	9,819	-	-	-	9,819	-
Other Shareholders	-	-	175,009,753	68.26%	5,355	0.28%	175,015,108	44.52%
TOTAL	134,776,890	100.00%	256,400,131	100.00%	1,926,099	100.00%	393,103,120	100.00%

OWNERSHIP STRUCTURE - SUZANO PAPEL E CELULOSE S/A
Position on 9/30/2009
CAPITAL STOCK - R$2,054,429,845.57

SHAREHOLDER	COMMON SHARES		CLASS "A" PREFERRED SHARES		CLASS "B" PREFERRED SHARES		TOTAL	
	NUMBER OF SHARES	%	NUMBER OF SHARES	%	NUMBER OF SHARES	%	NUMBER OF SHARES	%
CONTROLLING SHAREHOLDER	102,392,557	94.96%	60,894,986	29.69%	8,838	0.57%	163,296,381	51.93%
TREASURY	5,428,955	5.04%	1,009,583	0.49%	1,527,759	99.15%	7,966,297	2.53%
BOARD OF DIRECTORS	-	-	5,020	-	-	-	5,020	-
BOARD OF EXECUTIVE OFFICERS	-	-	450,811	0.22%	-	-	450,811	0.14%
FISCAL COUNCIL	-	-	11,361	0.01%	-	-	11,361	-
MANAGEMENT COMMITTEE	-	-	35,935	0.02%	-	-	35,935	0.01%
Other Shareholders	-	-	142,712,409	69.58%	4,282	0.28%	142,716,691	45.38%
TOTAL	107,821,512	100.00%	205,120,105	100.00%	1,540,879	100.00%	314,482,496	100.00%

In compliance with the Corporate Governance Special Practices Rule (Level 1), below, a statement of the number of outstanding shares and their percentage in relation to total shares issued, on September 30, 2010.

OWNERSHIP STRUCTURE - SUZANO PAPEL E CELULOSE S/A
Position on 9/30/2010
CAPITAL STOCK - R$2,466,659,118.32

SHAREHOLDER	COMMON SHARES		CLASS "A" PREFERRED SHARES		CLASS "B" PREFERRED SHARES		TOTAL	
	NUMBER OF SHARES	%	NUMBER OF SHARES	%	NUMBER OF SHARES	%	NUMBER OF SHARES	%
SUZANO HOLDING S.A.	117,977,817	87.54%	694,857	0.27%	2,978	0.15%	118,675,652	30.19%
IPLF HOLDING S/A	10,000,000	7.42%	-	-	-	-	10,000,000	2.54%
TREASURY	6,786,194	5.04%	2,244,986	0.88%	1,909,699	99.15%	10,940,879	2.78%
OTHER CONTROLLING SHAREHOLDERS	12,879	0.01%	77,697,336	30.30%	8,067	0.42%	77,718,282	19.77%
MANAGEMENT*	-	-	729,178	0.28%	-	-	729,178	0.19%
OUTSTANDING SHARES	-	-	175,033,774	68.27%	5,355	0.28%	175,039,129	44.53%
TOTAL	134,776,890	100.00%	256,400,131	100.00%	1,926,099	100.00%	393,103,120	100.00%

*Management = Board of Executive Officers, Board of Directors

21.01 – SPECIAL REVIEW REPORT - UNQUALIFIED

To the Board of Directors and Shareholders of

Suzano Papel e Celulose S.A.

1. We have performed a review of the accompanying unconsolidated and consolidated Quarterly Financial Information of Suzano Papel e Celulose S.A. and subsidiaries ("the Company") for the quarter ended September 30, 2010, including the balance sheets, statements of income, statements of cash flows and changes in shareholders' equity, report on the Company's performance and relevant information prepared under Company's management responsibility. The assets, liabilities and income statement accounts of Consórcio Paulista de Papel e Celulose, for the nine-month period ended September 30, 2010, were prepared based on the accounting practices adopted in Brazil effective until December 31, 2009 and reviewed by other independent auditors. Our review report on the assets, liabilities, and income statement accounts of Consórcio Paulista de Papel e Celulose prepared based on the accounting practices adopted in Brazil effective until December 31, 2009, included in the notes to consolidated and unconsolidated Quarterly Financial Information of the Company, are exclusively based on the review report issued by these auditors.

2. Our review was conducted in accordance with the specific procedures determined by the Institute of Independent Auditors of Brazil (IBRACON) together with the Federal Board of Accountancy (CFC), and included principally: (a) inquiries of and discussions with the management responsible for the Company's accounting, financial and operational areas about the criteria adopted for the preparation of the quarterly information and (b) review of information and subsequent events which have or could have significant effects on the Company's operations and financial position.

3. Based on our review we are not aware of any material modification that should be made to the Quarterly Financial Information referred in Paragraph 1 for it to comply with accounting practices adopted in Brazil and specific regulations established by the Brazilian Securities and Exchange Commission (CVM), applicable to the preparation of Quarterly Financial Information.

4. As mentioned in Note 2, during 2009, the Brazilian Securities and Exchange Commission (CVM) has approved several Technical Pronouncements, Interpretations and Guidance issued by the Brazilian Accounting Pronouncements Committee (CPC) effective as of 2010, which amended the accounting practices adopted in Brazil. These changes were adopted by the Company in the preparation of its Quarterly Financial Information (ITR) referring to the quarter ended September 30, 2010 and disclosed in Note 2. The Quarterly Financial Information referring to the previous period, presented for comparison purposes, was adjusted in order to include the changes of the accounting practices adopted in Brazil effective as of 2010. As part of our review of the Quarterly Financial Information for the quarter ended September 30, 2010, we also reviewed the adjustments described in Note 2. These adjustments were made in order to adapt the assets, liabilities and income accounts of Consórcio Paulista de Papel e Celulose for the nine-month period ended September 30, 2010 and 2009 and, based on this review, we are not aware of any relevant changes that should be made to these adjustments, for it to be in compliance with the accounting practices adopted in Brazil and rules of the Brazilian Securities and Exchange Commission (CVM), applicable to this Quarterly Financial Information. We have not been hired to audit, review or apply any other procedures on the assets, liabilities and income accounts of Consórcio Paulista de Papel e Celulose and, therefore, we have not reviewed the referred accounts.

21.01 – SPECIAL REVIEW REPORT - UNQUALIFIED

São Paulo, October 27, 2010

ERNST & YOUNG TERCO
Auditores Independentes S.S.
CRC 2SP015199/O-6-F-BA

Antonio Carlos Fioravante Accountant CRC-1SP184973/O-0/S-BA	Alexandre Rubio Accountant CRC-1SP223361/0-2/S-BA

(A free translation of the original in Portuguese)

FEDERAL PUBLIC SERVICE
CVM - BRAZILIAN SECURITIES AND EXCHANGE COMMISSION
QUARTERLY INFORMATION - ITR
COMMERCIAL, INDUSTRIAL & OTHER TYPES OF COMPANY

September 30, 2010 Brazilian Corporation Law

01.01 - IDENTIFICATION

1 - CVM CODE	2 - COMPANY NAME	3 - CNPJ (Corporate Taxpayer's ID)
01398-6	SUZANO PAPEL E CELULOSE S.A.	16.404.287/0001-55

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