



SUZANO

PAPEL E CELULOSE

SUZANO PAPEL E CELULOSE S.A.
C.N.P.J.M.F. no. 16.404.287/0001-55

Listed company

NOTICE TO STOCKHOLDERS

We hereby advise stockholders that the Company's Board of Directors, in a meeting held on July 18, 2006, approved the proposal by the Executive Officers for payment of Interest on Equity, which will be credited to stockholders on July 28, 2006, for payment on August 11, 2006. This interest on equity is payable to investors who hold the stock at the close of July 19, 2006. The shares will trade without this benefit on July 20, 2006. The amounts stated below are subject, under the current legislation, to withholding of income tax, at the rate of 15%.

1 – INTEREST ON EQUITY

1.1. In the gross amount of R\$ 56,806,732.99 (fifty-six million eight hundred and six thousand seven hundred and thirty two Reais and ninety-nine centavos), as follows:

- R\$ 0.17369 per common share;
- R\$ 0.19106 per Class A preferred share;
- R\$ 0.19106 per Class B preferred share;

1.2. For the purposes of the Corporate Law, these amounts are deemed part of the obligatory minimum dividend to be paid by the company for the current business year.

1.3. As required by legislation, entities that are exempt from the legislation should send documentary proof of such exemption to the following address by July 26, 2006:

Suzano Papel e Celulose S.A.
Investor Relations Department
Av. Brigadeiro Faria Lima, 1355, 7th floor,
01452-919 São Paulo, SP, Brazil.
Tel: (11) 3037.9061 – E-mail: ri@suzano.com.br

2 – INSTRUCTIONS RELATING TO CREDIT OF INTEREST ON EQUITY

2.1. Nominal shares: The credits specified above will be available to stockholders in their current bank accounts and bank domiciles as supplied to Banco Itaú S.A.

2.2. Stockholders who do not have their details up to date in the stockholder registry: Those stockholders whose entries in the stockholder registry do not include their tax number (CPF – for individuals, or CNPJ – for legal entities) and indication of a bank, branch and current account, shall have their payment of Interest on Equity credited on the third business day after they have regularized their registry with Banco Itaú S.A.

- 2.3. On the same date, the Company will make available the amounts relative to stockholders whose shares are in custody with stock exchanges. The exchanges will be responsible for passing these payments to brokers, for the brokers to credit the holders of the shares.
- 2.4. **Service locations:** Branches of Banco Itaú S.A. specialized in stockholder services, during banking hours. **Service locations:** The list of the branches is available on www.suzano.com.br, at the Investor Relations Link.

São Paulo, July 19, 2006.

The Management