São Paulo, February 24, 2017 - SUZANO PAPEL E CELULOSE S.A. ("Company") (Bovespa: SUZB5), complementing the Material Fact notice of November 12, 2015, hereby announces to its shareholders and the general market its decision to acquire converting equipment that will enable it to sell finished products in the tissue segment.

With the decision to sell finished products, the estimated total investment has been revised from R$425 million to R$540 million, and it considers total annual tissue production capacity of 120,000 tons. The maximum annual conversion capacity is 60,000 tons.

The startup of production is slated for the third quarter of 2017 at the Mucuri Unit and for the fourth quarter of 2017 at the Imperatriz Unit. The ramp-up of tissue production will be gradual.

The Investor Relations team remains available for any further clarifications.

São Paulo, February 24, 2017

Marcelo Feriozzi Bacci
Investor Relations Officer