To
BM&FBOVESPA – Bolsa de Valores, Mercadorias e Futuros
(Sao Paulo Stock Exchange)

Re:
Answer GAE/CREM 1307/12 April 05th, 2012 (text as follows)

CELULOSE IRANI S.A.
Mr. Odivan Carlos Cargnin
Director of Investors' Relations

Dear Sirs,

Considering the terms of the invitation notice for AGO/E dated 04/19/2012 and the proposal from Management, we hereby request you to inform us, by **04/09/2012**, for guidance to the market:

- Shareholding position to be considered for the split, i.e., the shareholders registered at which date in the Company's records shall be eligible to receive shares arising from the split;
- Date foreseen for the credit of the shares arising from the split;
- Whether shares from the split shall participate, *pari-passu*, in all benefits, including dividends and eventual capital remuneration that may be distributed by the company;
    - If yes, inform if such shares shall be entitled to the dividends to be decided about at the proposed Meeting; and
    - If participating in a pro-rated basis, inform from which time onwards such shares will become fully entitled to all benefits;
- New shareholding composition of the capital, after the split.

Cordially,

Jorge Antonio Tambucci
Coordination of Relationships with Issuers
BM&FBOVESPA S.A. – Bolsa de Valores, Mercadorias e Futuros (SP Stock Exchange)
Phone (11) 2565-7233/7064/7177/6618/6623/7353

NOTICE TO THE MARKET

CELULOSE IRANI S.A. ("Company"), in regards to the Notice of Invitation published on April 04th, 2012, and to the Relevant Notice released with it, regarding the proposals approved by the Management Council during its meeting held on April 03rd, 2012 regarding relevant by-laws modifications, hereby clarifies that the proposals for **splitting of shares** and other matters to be voted at the General Meeting called to take place on April 19th, 2012, that:

1. If the proposed split is approved by the General Assembly, the capital of the Company shall become represented by 162,090,000 shares, out of which 149,279,740 are common shares and 12,810,260 are preferred shares, all of which booked as nominative and without nominal value.

2. Are entitled to receiving shares arising from the split the shareholders registered by the Company as of the date of the said General Meeting, proportionally to the shares owed by them at such date.

3. The shares issued due to the split shall be entitled to the same rights as the other shares issued by the Company that are currently in circulation, including in regards to the full distribution of dividends and/or interest on own capital that may be distributed by the Company, which shall be decided during the same Ordinary General Meeting to be held on April 19th, 2012, observing the effects from the splitting of shares in the amount of dividend per share.

We also inform that, regarding the dividends to be declared by decision of the Ordinary General Meeting to be held on the same date of April 19th, 2012, the preferred shares shall be entitled to receiving dividends 10% higher than that of common shares, as presented under the financial statements for year ended 2011 of the Company, and according to the by-laws currently in force. Considering the proposal to change such entitlement, according to item "c" of the aforementioned Notice of Invitation for the Extraordinary General Meeting, we inform that – if approved – the preferred shares shall become entitled to receive dividends at the same proportion as the common shares, for declarations that may be decided, only after the date of April 19th, 2012.

4. Banco Itaú S.A., the custody agent for the Company's shares, shall be responsible for the automatic credit of the shares resulting from the split, into the accounts of the Company's shareholders, as above, on the 4th (fourth) working day counting from the decision of the general meeting approving such split, in other words, on April 25th, 2012.

5. The trading in the shares shall not be subject to any disruption neither suspension in light of the approval of the split by the aforementioned General Meeting.

Porto Alegre, April 9th, 2012.

Odivan Carlos Cargnin
Director of Investors' Relations