



Sucuriú

Project

September 2024

arauco

The Project

Capacity of

3,500,000

ADt/year for BHKP pulp.

Energy self-sufficiency

400 MW

of clean energy

Surplus energy of

220 MW

to be sold in Brazil's interconnected system.

First bale in

Q4 2027



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Investment
US\$ 4.6 billion
(BR\$ 25.3 billion)



Pulp production
capacity
3.5 million tons
per year



Jobs at the peak of
construction
14.000
new jobs



Jobs in operation
6.000
Jobs (Forestry, Mill,
and Logistics)



Forestry area
400.000
ha of eucalyptus
plantation

Considerations

Regarding the Mill

- 100% “PROVEN TECHNOLOGY,” featuring 2 Fiber Lines and 3 Drying Machines.
- A single Recovery Boiler (the largest in the world), 2 Lime Kilns, and 3 Turbogenerators.
- Lime Kilns that do not burn oil: (Gasification based on chips, with oil and gas as options only).
“Best in Class” plant in automation.
- No solid waste sent to landfill.
- With environmental parameters that allow access to “green” financing markets.

Regarding the vendor

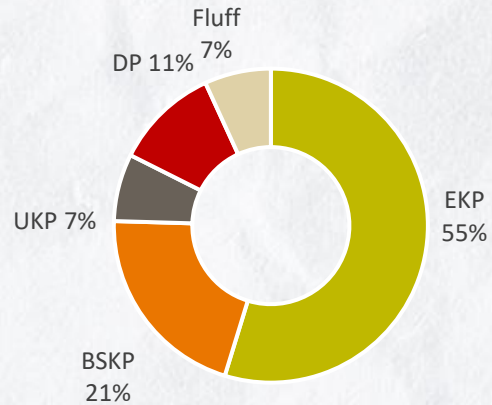
- The main islands of production were awarded to a single vendor (VALMET) to achieve a better partnership within the project, a better price, and the guarantee of production for the complete plant.
- It includes incentive/penalty bonuses in case of exceeding or failing to meet target productions.



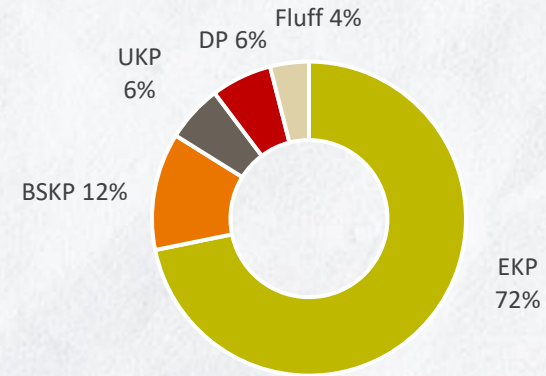
The operation includes automated systems designed to maximize energy efficiency, reduce operating costs, optimize performance, and minimize waste generation and greenhouse gas emissions, in line with the most stringent environmental standards available worldwide.

Our Pulp Business Diversification (tons)

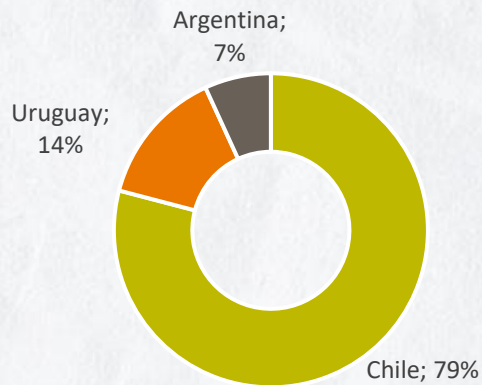
Products diversification as of June 2024



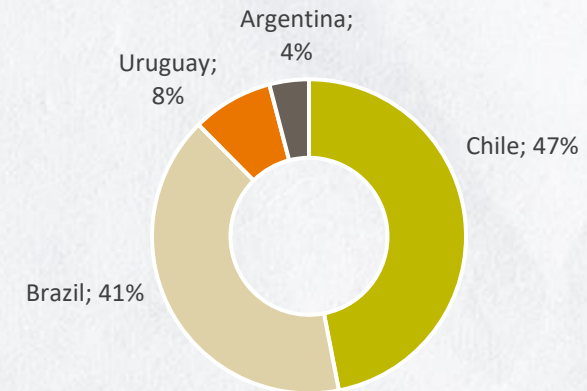
Products diversification with Sucuriú



Country Diversification as of June 2024



Country Diversification with Sucuriú

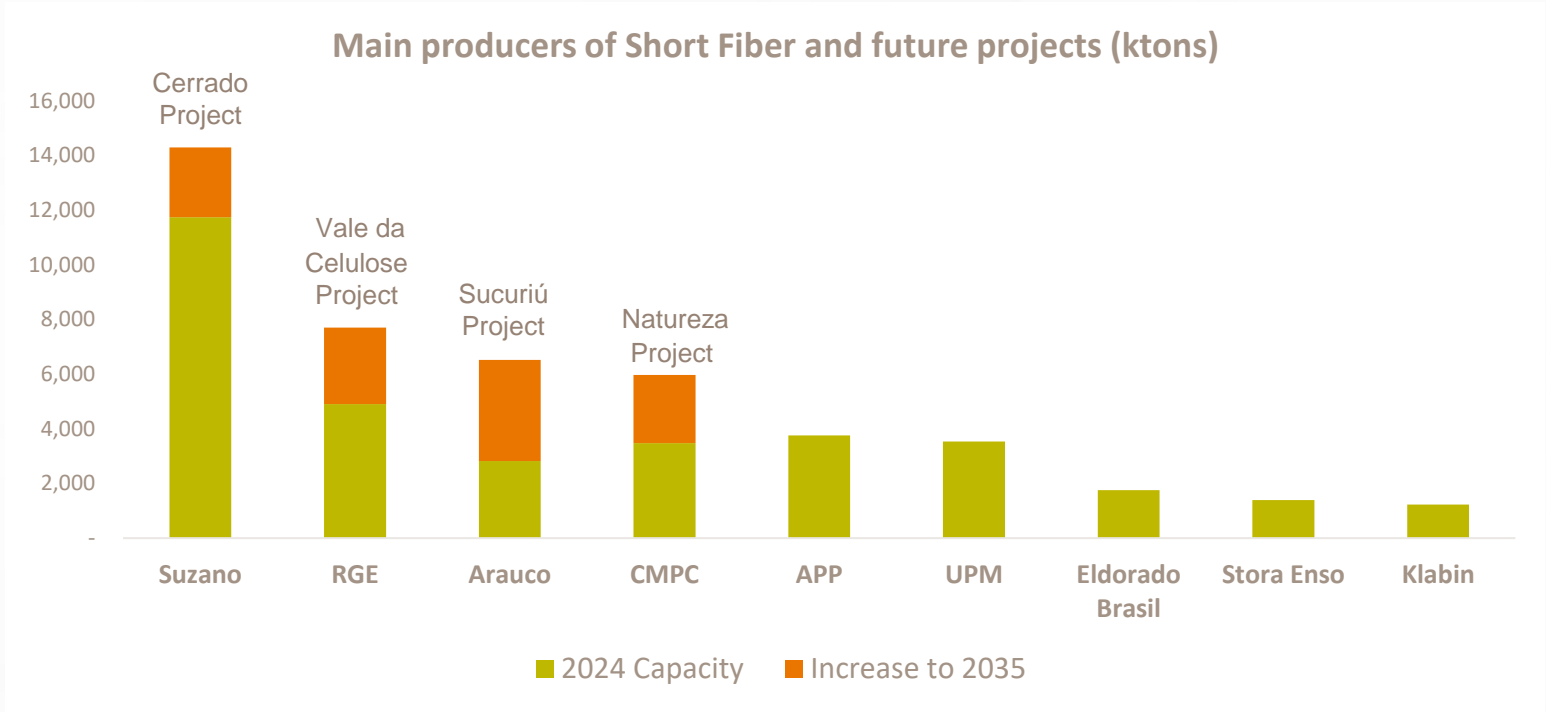


Pulp Capacity as of June 2024: 5.1 million tons

Pulp Capacity with Sucuriú: 8.6 million tons



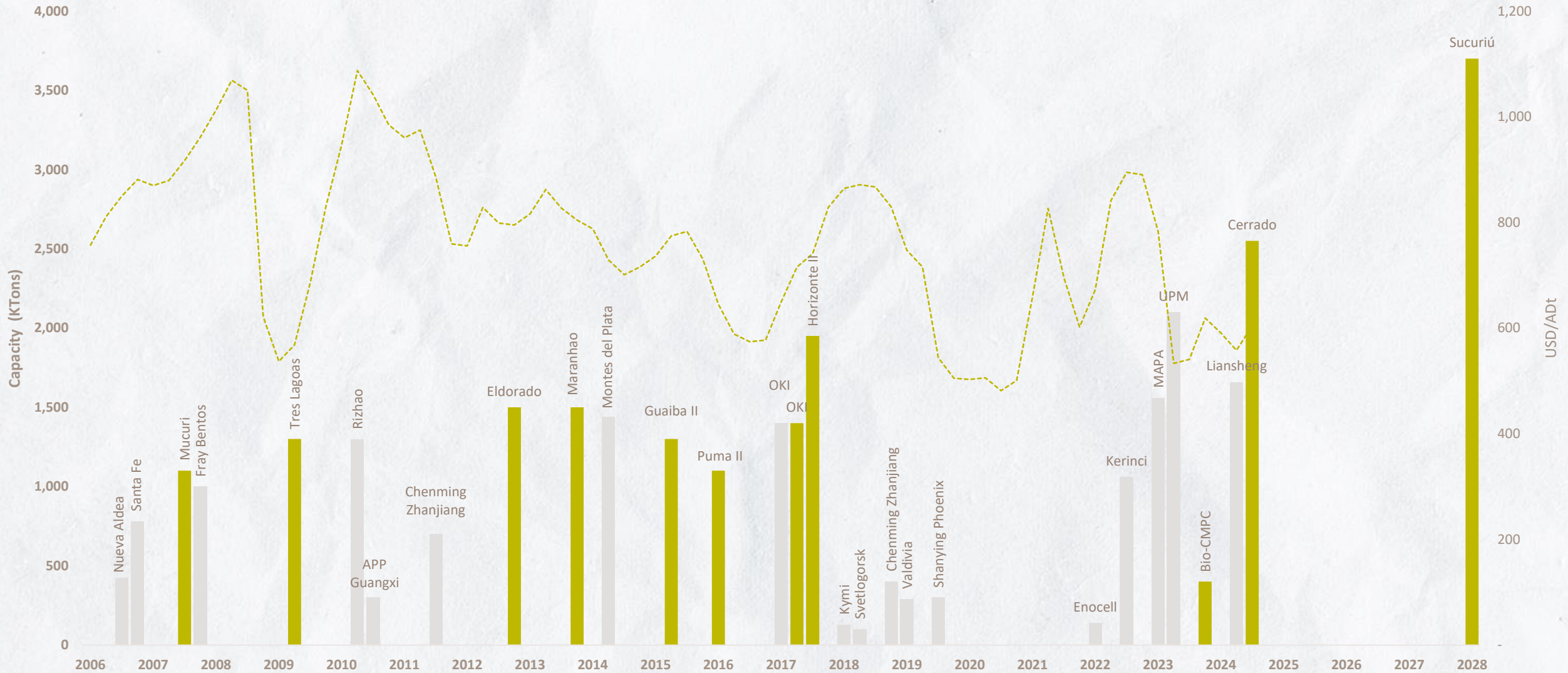
MAIN PLAYERS IN SHORT FIBER



- Market Consolidation:
- Suzano: Includes 50% of Veracel
 - RGE: Includes Bracell, APRIL, Symbol
 - Arauco: Includes 50% of MdP
 - Stora Enso: Includes 50% of Veracel and MdP

Source: The Outlook for Market Pulp, Hawkins Wright, August 2024 / Arauco

EVOLUTION OF NEW BHKP PLANT CAPACITIES AND ACTUAL MARKET PRICES

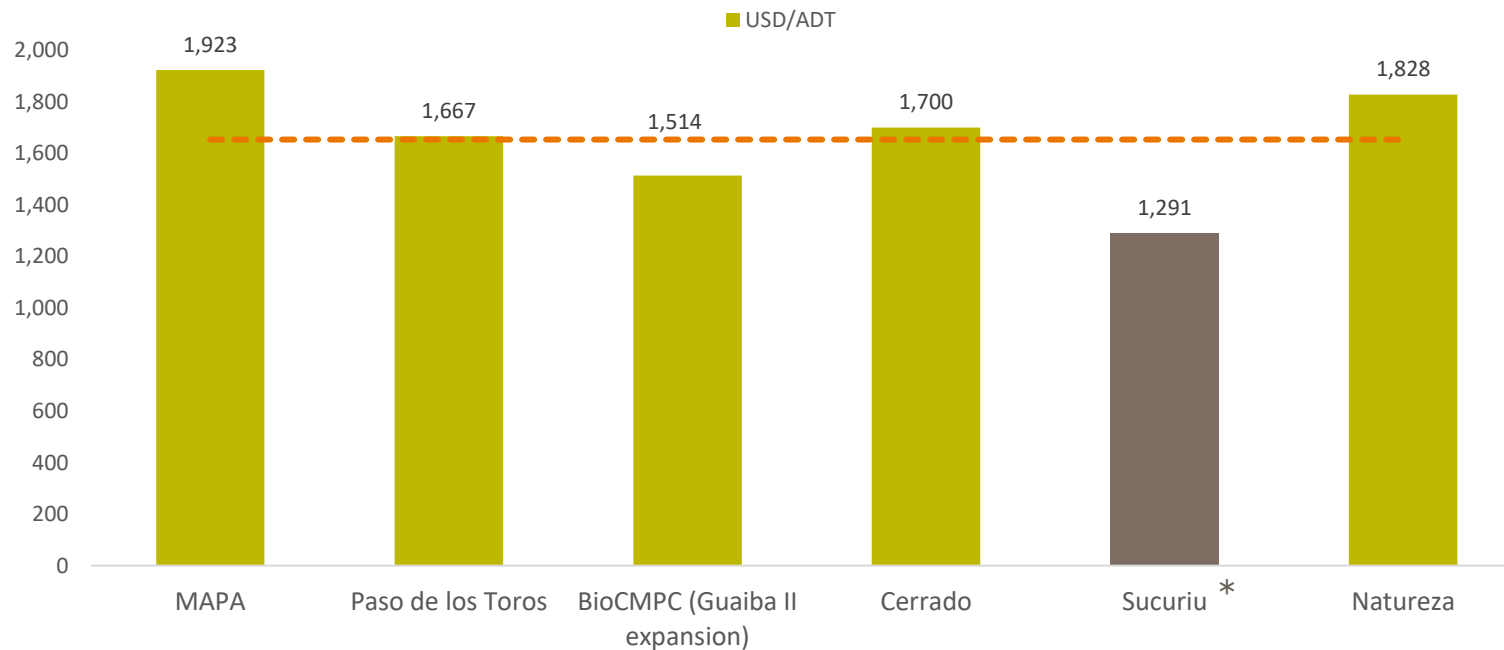


The mills in Brazil are highlighted in green.
 Prices C&F Shanghai port (or equivalent). Deflator used for real prices: 2% Annual Inflation.
 Considers new market EKP pulp capacity (excludes integrated).

INDUSTRIAL CAPEX

	2024	2025	2026	2027	2028	Total
Billions	0,2	1,3	1,8	1,2	0,1	4,6

CAPEX intensity of recent BHKP projects in Latin America



* Inside the fence



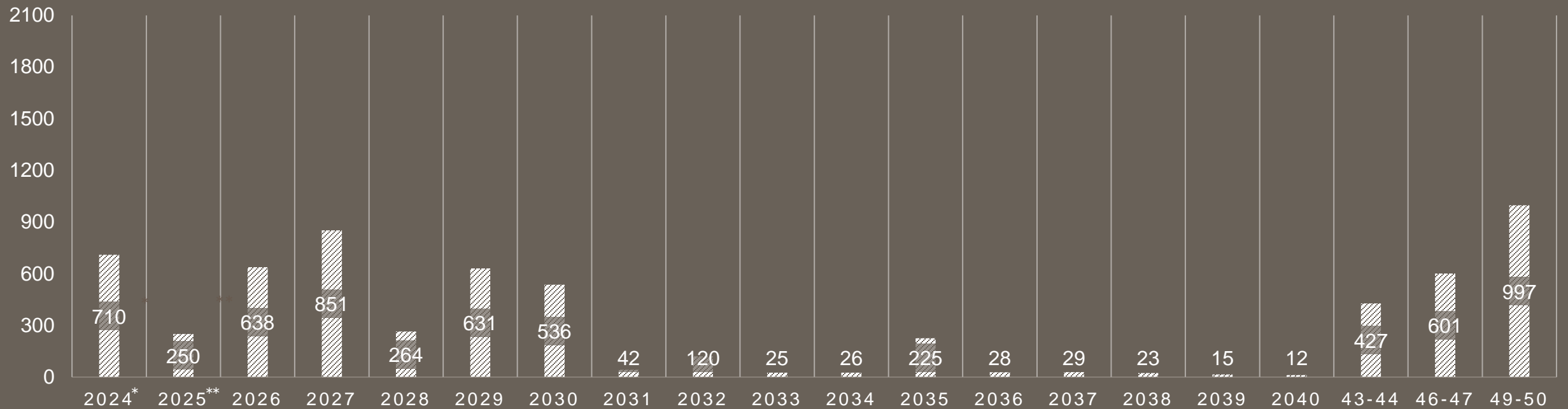
DEBT PROFILE

Financing (MMUS\$)

Capex	4,600
Equity	1,200
Free Cash Flow	900
Debt	2,500



We are evaluating different financing alternatives such as ECA's, Multilaterals, Bond issuances, among others



*Considers the payment of the Yankee Bond 2024 on august

**Payment of the RCF on July 2024

TAKEAWAYS

- The Sucuriú Project aligns with our long-term strategy, as we continue to expand globally, seeking new challenges to maximize the Company's value in a social, environmental and economical responsible way, continuing as pioneers in sustainability.
- With this project we will increase our diversification by location, allowing us to produce Wood Pulp in 4 different countries.
- Once the ramp up of the mill will be over, increase in volumes will allow us to consolidate even more our position as key players in the market, additionally leading us to achieve higher economies of scale and cost efficiency.
- Our long-term debt amortization profile gives us the availability to use gaps for future financing for the project.



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