



Celulosa Arauco y Constitución S.A.

First Quarter 2016 Results

May 17, 2016

HIGHLIGHTS

REVENUES U.S.\$ 1,146.0 MILLION

Arauco's revenues reached US\$ 1,146.0 million during the first quarter of 2016, a 5.0% decrease compared to the U.S.\$ 1,206.8 million obtained in the fourth quarter of 2015.

NET INCOME U.S.\$ 52.9 MILLION

Net income reached U.S.\$ 52.9 million, a decrease of 40.6% or U.S.\$ 36.2 million compared to the U.S.\$ 89.1 million obtained in the fourth quarter of 2015.

ADJUSTED EBITDA U.S.\$ 251.8 MILLION

Adjusted EBITDA reached U.S.\$ 251.8 million, a decrease of 12.9% compared to the U.S.\$ 289.1 million obtained during the fourth quarter of 2015.

NET FINANCIAL DEBT/ LTM ADJUSTED EBITDA

Net Financial Debt / LTM⁽¹⁾ Adjusted EBITDA ratio increased from 3.0x in the fourth quarter of 2015 to 3.1x in this quarter.

(1) LTM = Last Twelve Months

CAPEX

CAPEX reached U.S.\$ 117.0 million, an increase of 40.0% or U.S.\$ 33.4 million compared to the U.S.\$ 83.5 million during the fourth quarter of 2015.

Conference Call

Tuesday, May 24th, 2016

11:00 Santiago Time

11:00 Eastern Time (New York)

Please Dial:

+1 (844) 839 2184 from USA

+1 (412) 317 2505 from other countries

Password: Arauco



For further information, please contact:

José Luis Rosso

jose.rosso@arauco.cl

Phone: (562) 2461 7309

Fernanda Paz Vásquez

fernanda.vasquez@arauco.cl

Phone: (562) 2461 7494

investor_relations@arauco.cl

For more details on Arauco's financial statements please refer to www.svs.cl or www.arauco.cl

Readers are referred to the documents filed by Arauco with the United States Securities and Exchange Commission, specifically the most recent filing on Form 20-F that identifies important risk factors that could cause actual results to differ from those contained in the forward-looking statements. All forward-looking statements are based on information available to Arauco on the date hereof and Arauco does not assume any obligation to update such statements. References herein to "U.S.\$" are to United States dollars. Discrepancies in any table between totals and sums of the amounts listed are due to rounding. This report is unaudited.

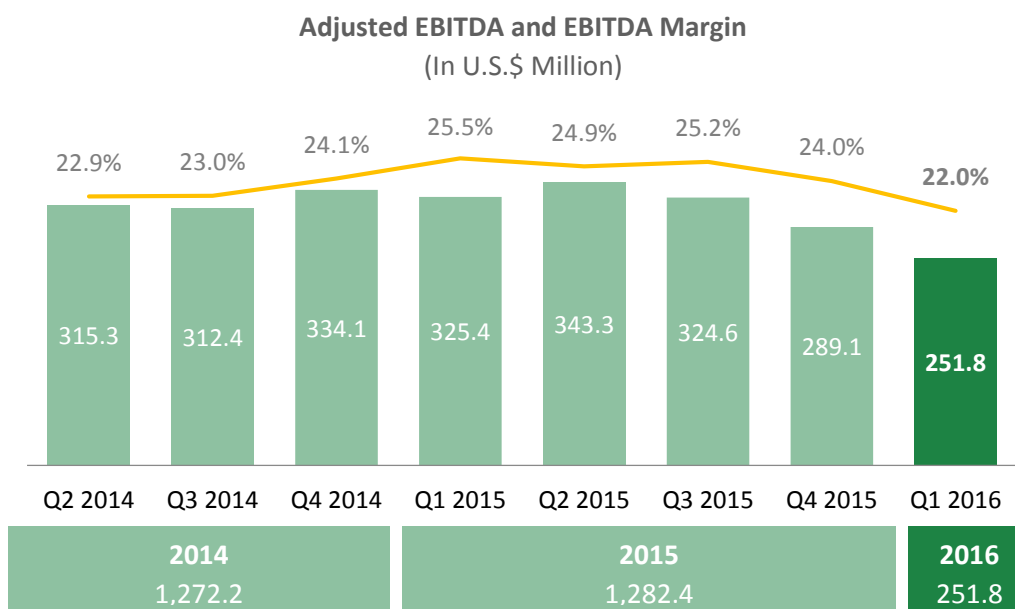
OVERVIEW

During this quarter, our net income reached U.S.\$ 52.9 million, a decrease compared to the U.S.\$ 89.1 million from the previous quarter and the U.S.\$ 85.7 million of the same quarter of last year.

In part, seasonal factors that usually impact the pulp and wood markets during the Northern Hemisphere's winter explain this lower performance, however, there was a downward price trend during the fourth quarter of 2015 that continued this first quarter of the year. In addition, the beginning of 2016, came with strong volatility in all markets, mainly driven by fears of the Chinese economy and its growth expectations in the medium term. In general, global pulp prices had downward adjustments, including those of Arauco.

Our Free Cash Flow was U.S.\$ 106.8 million positive, which in turn helped to reduce our Net Debt by U.S.\$ 60.2 million. Compared with the previous quarter, our cash from operations increased by U.S.\$ 61.5 million and Cash from financing activities net of proceeds and repayments by U.S.\$ 43.5 million.

Despite having a decrease in Cost of Sales, Distribution Costs and Administrative Expenses, the 5% drop in revenues meant a lower quarterly Adjusted EBITDA. This downward trend also occurred during the last two quarters. Our Adjusted EBITDA margin was 22.0% during this quarter.



INCOME STATEMENT

Net income for the first quarter of 2016 was U.S.\$ 52.9 million, a decrease of 40.6% or U.S.\$ 36.2 million compared to the U.S.\$ 89.1 million obtained in the fourth quarter of last year.

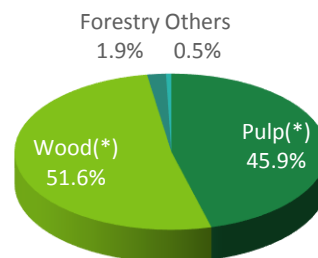
In U.S.\$ Million	Q1 2016	Q4 2015	QoQ
Revenues	1,146.0	1,206.8	-5.0%
Cost of sales	(826.5)	(847.0)	-2.4%
Distribution costs	(110.2)	(124.2)	-11.3%
Administrative expenses	(112.7)	(138.0)	-18.3%
Other income	58.0	90.5	-35.9%
Other expenses	(20.5)	(11.1)	85.3%
Financial income	11.3	15.2	-25.7%
Financial costs	(70.3)	(69.2)	1.6%
Participation in (loss) profit in associates and joint ventures accounted through equity method	4.0	5.5	-26.5%
Exchange rate differences	1.1	(13.3)	-108.3%
Income before income tax	80.3	115.3	-30.3%
Income tax	(27.4)	(26.1)	4.7%
Net income	52.9	89.1	-40.6%

Revenues reached U.S.\$ 1,146.0 million during the first quarter of 2016 compared with the U.S.\$ 1,206.8 million in the previous quarter, as a result of a decrease in sales volume from our pulp business and wood products businesses, which includes panels and sawn timber. Average prices in our pulp business decreased 5.5% compared to last quarter, while sales volume decreased 4.0%. In our wood products business, average prices decreased 1.1% compared to last quarter, while sales volume decreased 0.9%. The following table shows revenue sales separated by business segment:

In U.S.\$ Million	Q1 2016	Q4 2015	QoQ
Pulp(*)	525.8	569.9	-7.7%
Wood Products(*)	591.7	601.5	-1.6%
Forestry	22.3	28.0	-20.7%
Others	6.2	7.3	-15.2%
Total	1,146.0	1,206.8	-5.0%

(*) Pulp and Wood division sales include energy

Sales by Business Segment 1Q 2016



For the first quarter of the year, **cost of sales** reached U.S.\$ 826.5 million, U.S.\$ 20.4 million or 2.4% lower than the U.S.\$ 847.0 million obtained in the fourth quarter of 2015. In terms of costs by concept, most concepts, with the exception of Timber and Cost of electricity, decreased. Forestry labor costs declined during this quarter, falling 16.4% or U.S.\$ 25.8 million due to less sales volume. Maintenance costs also declined by 14.7% or U.S.\$ 12.3 million, mostly because during the fourth quarter there were maintenance stoppages for the Nueva Aldea Mill and the Valdivia Mill, while this first quarter no pulp mills were set for maintenance stoppages.

In U.S.\$ Million	Q1 2016	Q4 2015	QoQ
Timber	188.9	130.2	45.0%
Forestry labor costs	131.7	157.5	-16.4%
Depreciation and amortization	87.4	94.5	-7.5%
Maintenance costs	71.8	84.1	-14.7%
Chemical costs	118.0	122.9	-4.0%
Sawmill services	27.8	34.5	-19.2%
Other raw materials and indirect costs	83.0	97.0	-14.4%
Energy and fuel	32.4	37.2	-12.8%
Cost of electricity	11.4	9.5	20.6%
Wage, salaries and severance indemnities	74.1	79.5	-6.8%
Cost of Sales	826.5	847.0	-2.4%

Administrative expenses had an important decrease by 18.3% or U.S.\$ 25.3 million, as a result of lower expenses in wages, salaries and severance indemnities. During the previous quarter a provision for performance bonuses was included, and in this quarter there was an adjustment to reflect a lower amount actually paid. Legal and technical advisory fees also declined by 41.6% or U.S.\$ 7.1 million.

In U.S.\$ Million	Q1 2016	Q4 2015	QoQ
Wage, salaries and severance indemnities	46.3	57.4	-19.3%
Marketing, advertising, promotion and publications expenses	2.3	3.2	-27.1%
Insurance	5.9	6.3	-6.0%
Depreciation and amortization	6.1	5.3	15.3%
Computer services	5.7	8.7	-34.7%
Lease rentals (offices, warehouses and machinery)	3.3	3.5	-5.3%
Donations, contributions, scholarships	2.8	3.3	-14.7%
Fees (legal and technical advisories)	9.9	16.9	-41.6%
Property taxes, patents and municipality rights	3.8	2.4	57.5%
Other administration expenses	26.7	31.1	-14.3%
Administrative Expenses	112.7	138.0	-18.3%

Distribution costs also saw a decline of 11.3% or U.S.\$ 14.0 million. During this quarter sales volume decreased in both Pulp and Wood businesses. Also there was a decline of 11.5% or U.S.\$ 10.5 million in freight costs, especially in container ships.

In U.S.\$ Million	Q1 2016	Q4 2015	QoQ
Commissions	3.5	3.8	-8.0%
Insurance	0.9	0.9	-
Other selling costs	3.1	6.6	-52.5%
Port services	6.4	6.1	5.1%
Freights	80.7	91.2	-11.5%
Other shipping and freight costs	15.5	15.6	-0.1%
Distribution Costs	110.2	124.2	-11.3%

As a percentage, both Administrative expenses and Distribution costs combined were 19.4%, showing an improvement compared to the 22.0% in the previous quarter, and the 20.7% in the quarter before that.

During this quarter, **Other income** fell 35.9% or U.S.\$ 32.5 million. This quarter, Gain from changes in fair value of biological assets experienced a drop of 27.7% or U.S.\$ 19.3 million due to reclassifications during year-end from our subsidiaries in Uruguay and Brazil. Other operating results also declined 86.7% or U.S.\$ 11.59 million, since during the last quarter Arauco acquired the remaining 51.0% of Novo Oeste in Brazil which in turn resulted in a gain.

In U.S.\$ Million	Q1 2016	Q4 2015	QoQ
Gain from changes in fair value of biological assets	50.5	69.8	-27.7%
Net income from insurance compensation	1.5	0.0	2871.4%
Revenue from export promotion	0.6	0.5	18.1%
Leases received	0.8	0.6	33.0%
Gains on sales of assets	2.9	2.5	15.3%
Revenue from compensation of judgement	-	3.1	-100.0%
Access easement	-	0.6	-100.0%
Other operating results	1.8	13.4	-86.7%
Other Income	58.0	90.5	-35.9%

In terms of **Other expenses**, these rose overall 85.3% or U.S.\$ 9.4 million. During this quarter, there was a loss due to the sale of our subsidiary Stora Enso Arapotí Indústria de Papel S.A. in Brazil, of which Arauco owned 20%. This was offset by a decrease in impairment provision of property, plant and equipment and others of U.S.\$ 5.1 million.

In U.S.\$ Million	Q1 2016	Q4 2015	QoQ
Depreciation	0.3	0.4	-17.6%
Legal payments	1.3	1.0	21.5%
Impairment provision property, plant and equipment and others	0.9	8.6	-89.3%
Plants stoppage operating expenses	1.5	1.0	51.6%
Project expenses	-	0.1	-100.0%
Loss of assets	0.2	(0.3)	-
Forestry Fire Losses	-	(0.1)	-100.0%
Other taxes	1.9	1.7	11.0%
Research and development expenses	0.6	3.4	-83.6%
Compensation and eviction	0.2	0.2	25.8%
Fines, readjustments and interest	0.2	0.1	8.6%
Loss (gain) from subsidiary sales	10.4	-	-
Other expenses (donations, repayments insurance)	3.1	(0.7)	-
Other expenses	20.5	11.1	85.3%

Foreign exchange differences showed a gain of U.S.\$ 1.1 million, which is a U.S.\$ 14.5 million difference when compared to the last quarter of 2015, that had a loss of U.S.\$ 13.3 million. During this quarter the Chilean peso appreciated 5.7% and the Brazilian real 11.8%, which positively impacted our receivables and cash positions in domestic currencies. This was partially offset by the Argentine peso, which has kept its depreciating trend, depreciating by 13.1% during this quarter and negatively impacting our receivables and cash balance in Arauco Argentina.

ADJUSTED EBITDA

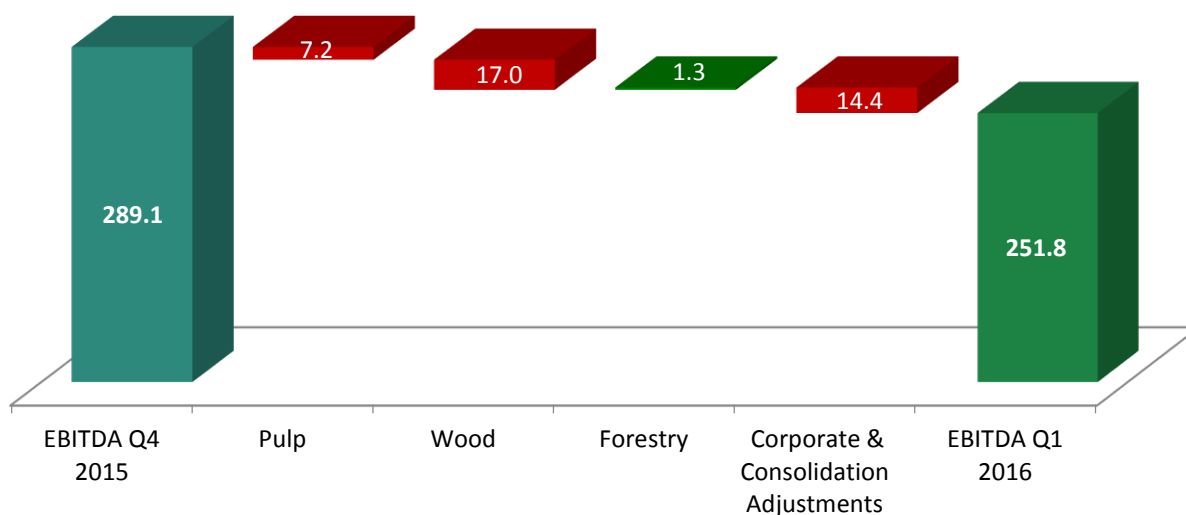
Adjusted EBITDA for the first quarter of 2016 was US\$ 251.8 million, 12.9% or US\$ 37.3 million lower than the US\$ 289.1 million reached during the previous quarter. In terms of Adjusted EBITDA by business, during the first quarter of the year, we had a decline in our pulp and wood divisions of 4.7% and 21.1% respectively, partially offset by a 1.9% increase in our forestry division.

Adjusted EBITDA for the first quarter of 2016 was lower by 22.6% or US\$ 73.6 million when compared with the US\$ 325.4 million reached in the same period of 2015.

In U.S. Million	Q1 2016	Q4 2015	Q1 2015	QoQ	YoY
Net Income	52.9	89.1	85.7	-40.6%	-38.2%
Financial costs	70.3	69.2	68.2	1.6%	3.1%
Financial income	(11.3)	(15.2)	(10.5)	-25.7%	7.9%
Income tax	27.4	26.1	40.9	4.7%	-33.0%
EBIT	139.3	169.2	184.3	-17.7%	-24.4%
Depreciation & amortization	94.6	101.3	94.7	-6.6%	-0.2%
EBITDA	233.8	270.5	279.0	-13.6%	-16.2%
Fair value cost of timber harvested	69.5	75.2	73.9	-7.5%	-5.9%
Gain from changes in fair value of biological assets	(50.5)	(69.8)	(46.8)	-27.7%	7.9%
Exchange rate differences	(1.1)	13.3	7.9	-108.3%	-114.1%
Others (*)	0.0	(0.1)	11.4	-100.0%	-100.0%
Adjusted EBITDA	251.8	289.1	325.4	-12.9%	-22.6%

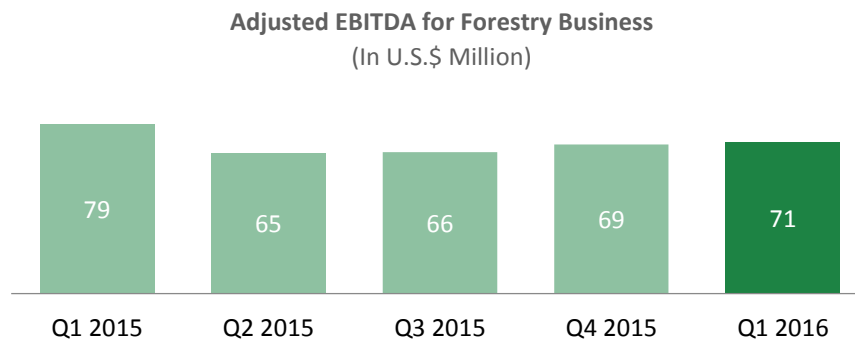
(*) Includes provision from forestry fire losses.

Adjusted EBITDA Variation by Business Segment Q4 2015 – Q1 2016
(In U.S.\$ Million)

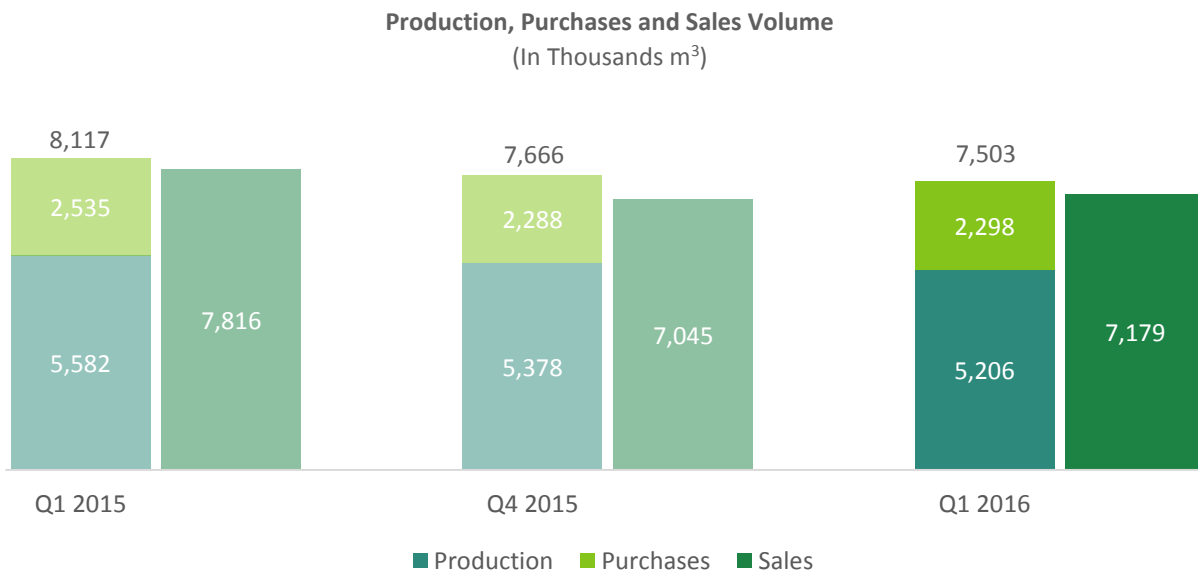


FORESTRY BUSINESS

The Adjusted EBITDA for our forestry business reached U.S.\$ 70.6 million during this quarter, which translates to a 1.9% increase or U.S.\$ 1.3 million compared to the previous quarter.



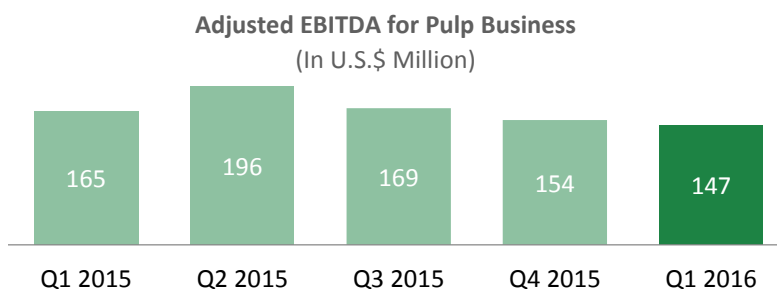
During the first quarter, our forestry production was 5.2 million m³, a 3.2% decrease compared to the 5.4 million m³ produced in the previous quarter. Sales volume also increased by 1.9% from 7.0 million m³ to 7.2 million m³. The decline in production is mainly explained by the decrease in production of our pulp and wood businesses.



During the end of 2015 and during the first quarter of 2016, fires in our forest plantations affected 618 hectares, which is significantly below the five-year average of 5,788 hectares per year.

PULP BUSINESS

The Adjusted EBITDA for our pulp business reached U.S.\$ 146.9 million during this quarter, which translates to a 4.7% decrease or U.S.\$ 7.2 million compared to the previous quarter.

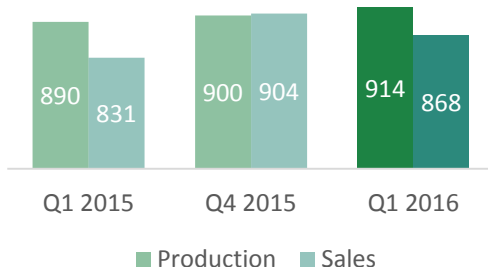


Global Pulp Demand Change Q4 2015 – Q1 2016

North America	▼	-9.6%
West Europe	→	0.0%
East Europe	▼	-7.6%
Latin America	▼	-6.4%
Japan	→	0.0%
China	→	2.7%
Others	▼	-5.7%

Source: Hawkins Wright

Production and Sales Volume (In Thousand AdT)



During the first quarter of 2016, short fiber prices continued a downward trend that had started during the fourth quarter. On the other hand, long fiber prices remained moderately stable after the decline during the fourth quarter of 2015. Short fiber prices continue to be pressured downward due to additional supply in markets as well as high inventories of some producers. In particular, Brazilian producers decided during this quarter to decrease their inventory, due to less demand for paper in their local market and a still favorable exchange rate for exports between Brazilian reals and U.S. dollars. Overall, inventories have remained fairly stable, decreasing one day in both fibers compared to the fourth quarter, although there was a surge in inventories from December to January of six days.

In Asia, the price of bleached long fiber was stable and ended the quarter with a U.S.\$ 10 or 2% gain. Alternatively, unbleached long fiber suffered a price slump between January and February of approximately 10%, subsequently regaining price and ending the quarter at similar levels to bleached long fiber. In the case of short fibers, prices showed a deterioration in of U.S.\$ 50 or 8.5% during the first quarter of 2016. Nevertheless, signs of improvement are starting to show, indicating that minimum levels are being promptly reached. The Chinese New Year, a seven-day holiday, also decreased demand during February. The rest of Asia follows Chinese prices trends, although some markets such as Korea have started to face more competition from non-traditional markets, adding further pressure to prices.

In European markets, high inventory levels in short fiber caused price discounts of U.S.\$ 60 or 8%. Brazilian producers looking to lower their inventories at favorable exchange rates, focused their exports to European markets, where they have better logistics. Conversely,

long fiber prices remained stable, with no significant variances during the quarter.

The Middle East also saw a decline in short fiber prices due to an oversupply from producers who sold surplus volumes in these markets in order to try to release price pressures from Europe and China.

In Latin America, Brazil was the most negatively affected, with a decline in demand for pulp for the production of paper and fluff for the production of absorbent products.

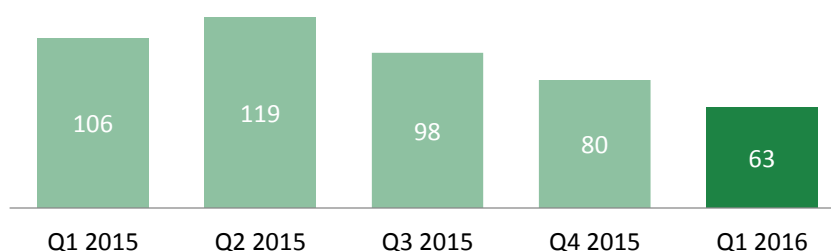
Unitary costs for bleached softwood pulp decreased 6.4%, while unbleached softwood pulp decreased 4.7% during this quarter. There were no scheduled maintenance stoppages during this quarter. Our Arauco Mill had a two-week stoppage due to a failure in the effluent system. Hardwood pulp costs remained stable, increasing 0.02% in comparison to last quarter.

Pulp production remained fairly stable, with a 1.5% increase from the fourth quarter of 2015. Arauco aims to maintain its production at optimum levels in order to remain competitive in costs. On the other hand, sales volume varies with market conditions, which this quarter caused a decrease of 4.0%.

WOOD PRODUCTS BUSINESS

The Adjusted EBITDA for our wood products business, which includes panels and sawn timber, reached U.S.\$ 63.4 million during this quarter, which translates to a 21.1% decrease or U.S.\$ 17.0 million compared to the previous quarter.

Adjusted EBITDA for Wood Product Business
(In U.S.\$ Million)



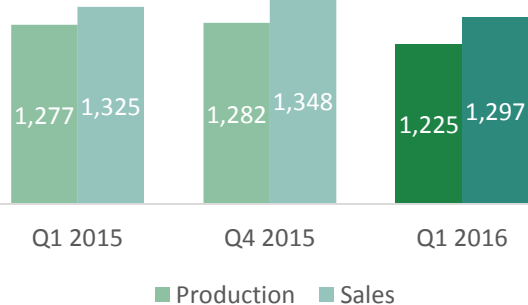
Changes in Volume Sales by Market
Q4 2015 – Q1 2016

Chile	▼	-5.1%
Argentina	▼	-23.3%
Brazil	▲	14.7%
U.S.A./ Canada	▬	-0.3%
Asia/ Oceania/ Middle East	▲	4.3%
Rest of Latin America	▲	46.5%

Our wood products business overall decreased in production due to less demand. However, markets are already showing signs of a trend turnover from a negative to a positive trend.

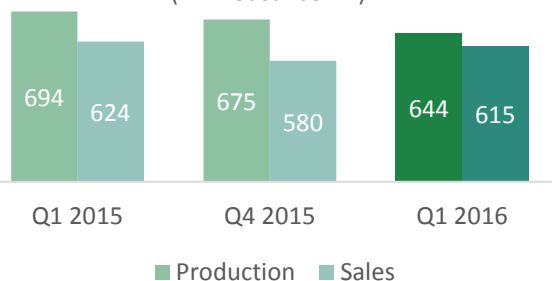
For sawn timber, less demand and some work stoppages decreased sawn timber production by 4.7% compared to last quarter. Despite these setbacks, the market tendency has shown sign of reverting, which will probably be evidenced more fully during the second quarter of this year. Market demand has also shown an increase in momentum. In Asia, there was an increase in demand for wood for packaging, and we have been able to increase prices for our products, especially in Korea and Japan. Demand for wood packaging also increased in the Middle East, but prices increases have come at a slower pace. The moldings market continues to remain dynamic in North America, although prices have decreased due to the effect of Brazilian producers in this market.

Production and Sales Volume: Panels
(In Thousands m³)



In the panels market, there has been in general a greater supply of MDF, leading to production adjustments in our mills in Chile, Argentina, and Brazil. In North America, MDF prices have also declined due to more competition from Brazil and Canada. Due to seasonality in the Northern Hemisphere, however, demand has increased. In Mexico, despite the startup of a new panel mill, Arauco has been able to maintain sales levels in MDF and melamine.

Production and Sales Volume: Sawn Timber
(In Thousands m³)



Due to less competitiveness in Argentina's exports, everything produced locally was sold within the country, in turn forcing lower production. This, added with the fact that more imports from Brazil are also reaching the market, has led to less production in this country. The rest of Latin America has shown signs of recovery compared to last quarter, which has enabled an overall increase our volume sales in this region.

CAPITAL EXPENDITURES

US\$ Million	Q1 2016	Q4 2015	Q1 2015	YTD 2016	YTD 2015
Cash flows used to purchase in associates	-	10.1	-	-	-
Other cash payments to acquire interests in joint ventures	-	0.8	-	-	-
Purchase of sale of property, plant and equipment	79.7	62.5	63.2	79.7	63.2
Purchase and sales of intangible assets	0.5	7.5	0.9	0.5	0.9
Purchase of other long-term assets	36.8	2.7	30.7	36.8	30.7
Total Capex	117.0	83.5	94.8	117.0	94.8

During this quarter, capital expenditures increased by U.S.\$ 33.4 million or 40.0% compared to the fourth quarter of 2015. In Chile, there were purchases of machinery for U.S.\$ 62.1 million, as well as a purchase of biological assets for U.S.\$ 28.6 million. We are currently constructing a new water treatment plant at the Arauco Mill, which is the only major expansion project we are undertaking at the moment. The current CAPEX levels mostly represent sustaining business investments. The Sonae Arauco joint venture is currently working on the completion of all conditions precedent, hence the cash transaction has not occurred yet, and most likely will be recorded in next quarter's CAPEX.

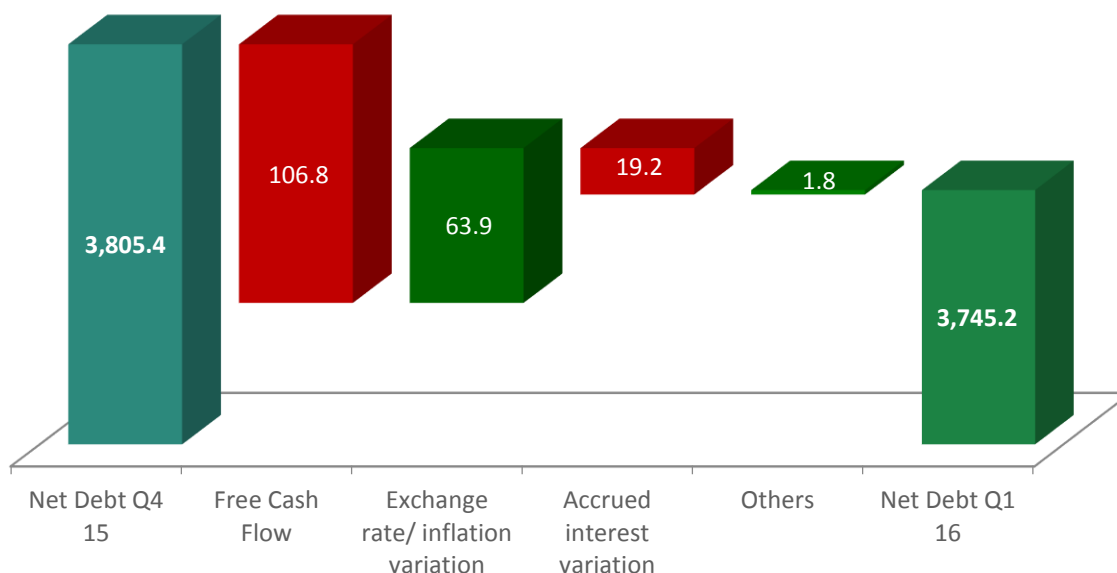
FREE CASH FLOW

During this quarter, cash provided by operating activities increased U.S.\$ 61.5 million, mainly due to a decrease in payments of suppliers and personnel. Cash used by investment activities increased due to an increase of U.S.\$ 34.2 million in capital expenditures during this quarter. In addition, cash provided by financing activities during this quarter was U.S.\$ 35.5 million, as compared to U.S.\$ 41.8 million used last quarter. This difference is primarily because dividends were paid during last quarter. Furthermore, there was an increase in proceeds from borrowings, mainly from pre export loans, of which U.S.\$ 90.0 million are still outstanding, due at the end of June.

US\$ Million	Q1 2016	Q4 2015	Q1 2015
Adjusted EBITDA	251.8	289.1	325.4
Working Capital Variation	27.7	(51.0)	4.1
Interest paid and received	(68.4)	(29.0)	(72.5)
Income tax paid	(13.3)	(23.8)	(13.6)
Other cash inflows (outflows)	29.4	(19.7)	(32.3)
Cash from Operations	227.2	165.6	211.1
Capex	(117.0)	(83.5)	(94.8)
Proceeds from investment activities	2.3	2.6	(2.4)
Other inflows of cash, net	1.2	(0.3)	1.8
Cash from Investment Activities	(113.4)	(81.2)	(95.4)
Dividends paid	-	(43.9)	-
Other inflows of cash, net	(0.4)	0.1	(0.4)
Cash from (used) in financing activities - Net of proceeds and repayments	(0.4)	(43.9)	(0.4)
Effect of exchange rate changes on cash and cash equivalents	(6.6)	(14.6)	(4.1)
Free Cash Flow	106.8	26.0	111.1

Net Debt Variation Q4 2015 – Q1 2016

(In U.S.\$ Million)

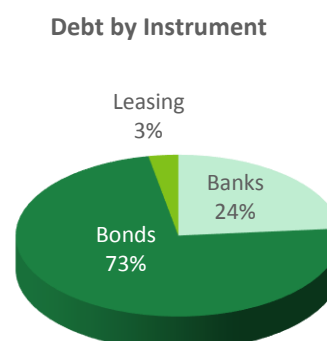
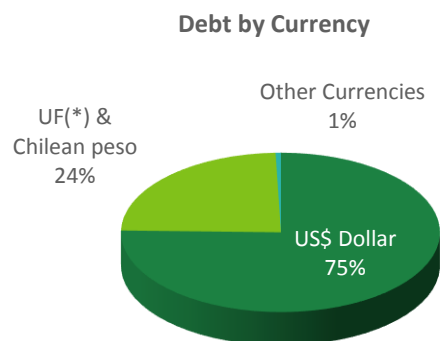
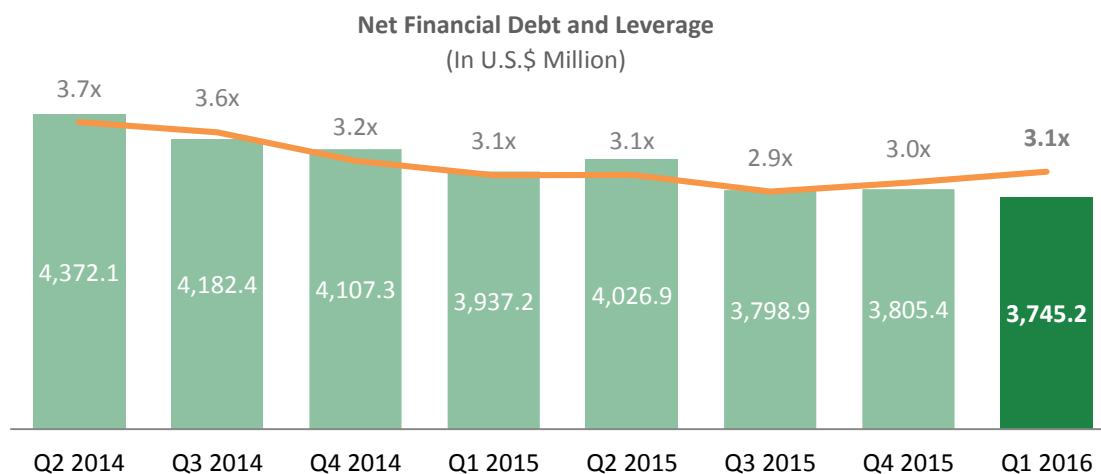


FINANCIAL DEBT AND CASH

Arauco's consolidated financial debt as of March 31, 2016 reached US\$ 4,387.9 million, an increase of 1.9% or US\$ 82.5 million when compared to December 31, 2015. Our consolidated Net Financial Debt decreased 1.6% or US\$ 60.2 million when compared with December 2015.

Our leverage, measured as Net Financial Debt/ LTM Adjusted EBITDA, varied marginally compared to last quarter, increasing from 3.0 times to 3.1 times. Despite our effort to continue deleveraging, this effort was offset by the decrease in Adjusted EBITDA, which in turn negatively impacted this ratio.

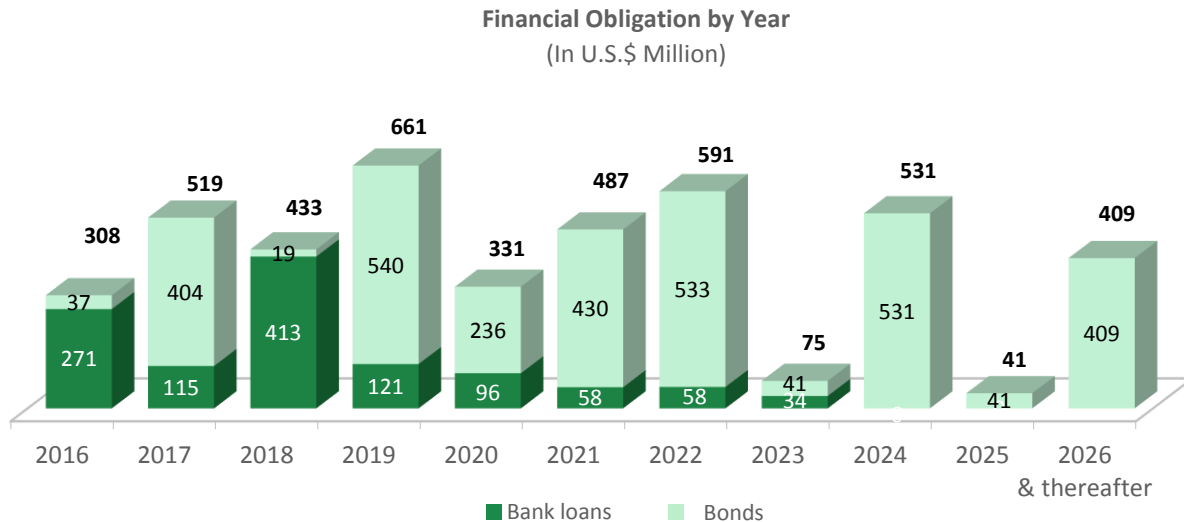
US\$ Million	March 2016	December 2015	March 2015
Short term financial debt	360.9	291.8	752.2
Long term financial debt	4,027.0	4,013.6	4,225.9
TOTAL FINANCIAL DEBT	4,387.9	4,305.4	4,978.1
Cash and cash equivalents	642.7	500.0	1,040.9
NET FINANCIAL DEBT	3,745.2	3,805.4	3,937.2



(*) UF is a Chilean monetary unit indexed to inflation. This portion does not consider the effect of debt in UF swapped to U.S. dollars.

Financial Debt Profile

During this year, bank obligations (which include accrued interest) sum up a total of U.S.\$ 270.5 million, which include the following maturities: U.S.\$ 134.6 million in loans of Montes del Plata, U.S.\$ 11.4 million in our Brazilian subsidiaries and U.S.\$ 33.3 million in leasings from Chile. Bank amortizations also include two export financing loans for a total of U.S.\$ 90.0 million which mature at the end of June 2016. The remaining years have not undergone any major changes in financial obligations as compared to the previous quarter.

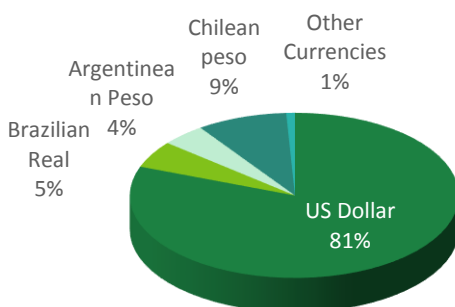


*Short term debt includes accrued interest

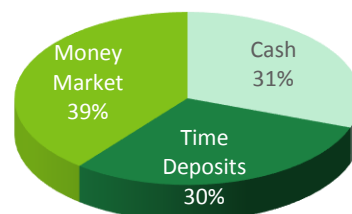
Cash

Our cash position was U.S.\$ 642.7 million at the end of the first quarter, which is a U.S.\$ 142.7 million or 28.5% increase compared to the end of the fourth quarter of 2015. This increase was primarily because of the accumulation of cash for future payments during the following months, namely tax payments during April, dividend payments during May, and the payment of Sonae Arauco scheduled for the second quarter of this year.

Cash by Currency



Cash by Instrument



FINANCIAL STATEMENTS

Income Statement

US\$ Million	Q1 2016	Q4 2015	Q1 2015
Revenue	1,146.0	1,206.8	1,277.1
Cost of sales	(826.5)	(847.0)	(860.5)
Gross profit	319.5	359.8	416.6
Other income	58.0	90.5	55.5
Distribution costs	(110.2)	(124.2)	(126.6)
Administrative expenses	(112.7)	(138.0)	(128.5)
Other expenses	(20.5)	(11.1)	(25.5)
Financial income	11.3	15.2	10.5
Financial costs	(70.3)	(69.2)	(68.2)
Participation in (loss) profit in associates and joint ventures accounted through equity method	4.0	5.5	0.6
Exchange rate differences	1.1	(13.3)	(7.9)
Income before income tax	80.3	115.3	126.6
Income tax	(27.4)	(26.1)	(40.9)
Net income	52.9	89.1	85.7
Profit attributable to parent company	52.2	86.6	84.9
Profit attributable to non-parent company	0.7	2.5	0.8

Balance Sheet

US\$ Million	Q1 2016	Q4 2015	Q1 2015
Cash and cash equivalents	642.7	500.0	1,040.9
Other financial current assets	21.8	32.2	10.1
Other current non-financial assets	152.8	134.0	182.0
Trade and other receivables-net	684.4	733.3	720.4
Related party receivables	8.7	3.1	4.7
Inventories	914.0	910.0	908.3
Biological assets, current	308.9	306.5	265.0
Tax assets	75.2	64.1	39.4
Non-Current Assets classified as held for sale	3.4	3.2	8.0
Total Current Assets	2,811.8	2,686.4	3,178.8
Other non-current financial assets	0.8	0.6	3.1
Other non-current and non-financial assets	126.8	125.5	100.0
Non-current receivables	14.5	15.3	159.8
Investments accounted through equity method	264.4	264.8	293.6
Intangible assets	86.8	88.1	89.2
Goodwill	72.2	69.5	75.5
Property, plant and equipment	6,912.0	6,896.4	6,984.9
Biological assets, non-current	3,569.5	3,520.1	3,523.4
Deferred tax assets	3.9	3.7	153.1
Total Non-Current Assets	11,050.9	10,984.0	11,382.6
TOTAL ASSETS	13,862.7	13,670.4	14,561.4
Other financial liabilities, current	365.5	296.0	755.3
Trade and other payables	572.6	583.0	638.0
Related party payables	5.9	7.1	5.7
Other provisions, current	0.8	0.9	2.1
Tax liabilities	6.4	11.0	29.6
Current provision for employee benefits	5.0	4.5	3.6
Other non-financial liabilities, current	160.8	131.7	182.7
Total Current Liabilities	1,116.9	1,034.3	1,617.0
Other non-current financial liabilities	4,190.1	4,237.0	4,368.7
Other provisions, non-current	35.3	34.5	60.4
Deferred tax liabilities	1,637.7	1,619.0	1,749.7
Non-current provision for employee benefits	57.7	51.9	48.0
Other non-financial liabilities, non-current	54.8	47.2	48.0
Total Non-Current Liabilities	5,975.7	5,989.7	6,274.7
Non-parent participation	40.7	37.7	42.0
Net equity attributable to parent company	6,729.4	6,608.7	6,627.7
TOTAL LIABILITIES AND EQUITY	13,862.7	13,670.4	14,561.4

Cash Flow Statement

US\$ Million	Q1 2016	Q4 2015	Q1 2015
Collection of accounts receivables	1,308.4	1,362.8	1,398.0
Collection from insurance claims	0.0	0.0	3.0
Other cash receipts (payments)	129.1	83.1	113.3
Payments of suppliers and personnel (less)	(1,125.7)	(1,224.9)	(1,221.7)
Interest paid and received	(68.4)	(29.0)	(72.5)
Income tax paid	(13.3)	(23.8)	(13.6)
Other (outflows) inflows of cash, net	(2.9)	(2.6)	4.6
Net Cash Provided by (Used in) Operating Activities	227.2	165.6	211.1
Capital Expenditures	(117.0)	(83.5)	(94.8)
Other investment cash flows	3.6	2.3	(0.6)
Net Cash Provided by (Used in) Investing Activities	(113.4)	(81.2)	(95.4)
Proceeds from borrowings	208.5	31.9	26.3
Repayments of borrowings	(172.6)	(86.7)	(67.7)
Dividends paid	0.0	(43.9)	0.0
Other inflows of cash, net	(0.4)	0.1	(0.4)
Net Cash Provided by (Used in) Financing Activities	35.5	(98.7)	(41.8)
Total Cash Inflow (Outflow) of the Period	149.3	(14.2)	73.8
Effect of exchange rate changes on cash and cash equivalents	(6.6)	(14.6)	(4.1)
Cash and Cash equivalents at beginning of the period	500.0	528.9	971.2
Cash and Cash Equivalents at end of the Period	642.7	500.0	1,040.9