

Corporate Taxpayer's ID (CNPJ) 84.683.374/0003-00 State Registry (NIRE) 42.3.0001628-4 PUBLICLY-HELD COMPANY



NOTICE TO THE MARKET

Additional Payment of Interest on Equity

Joinville, November 7, 2016 – Tupy S.A. ("Company", BM&FBovespa: TUPY3), hereby announces to its shareholders and to the market in general that, on this date, at the Meeting of the Board of Directors, the payment of interest on equity ("IOE") was approved in the gross amount of R\$25,000,000.00 (twenty-five million reais), corresponding to R\$0.17339737 per share, an amount supported in the profit reserves of previous years in the Company's financial statements as of September 30, 2016.

The payment will be carried out with the retention of 15% (fifteen percent) concerning the income tax withheld at the source, resulting in a net interest of 0.14738777 per share, except for those shareholders who can prove that they're exempt or immune, in accordance with the applicable law; such shareholders will be entitled to the gross amount of R\$0.17339737 per share.

The payment of interest on equity will be carried out to the shareholders registered in the Company's records on November 16, 2016. The Company's shares will be traded "ex-interest" from November 17, 2016, and the payment of interest on equity will be carried out to the shareholders by November 29, 2016.

The amount of R\$25,000,000.00 approved on this date, together with the amount of R\$75,357,700.00 approved at the Meeting of the Board of Directors held on August 4, 2016, represents an amount before income tax of R\$100,357,700.00 (one hundred million, three hundred fifty-seven thousand, seven hundred reais), corresponding to a *dividend yield* of approximately 5.3%, considering the closing price of the Company's shares on November 4, 2016)

Thiago Fontoura Struminski

Executive Vice President Investor Relations Officer

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