Unconsolidated and Consolidated Quarterly Financial Information

Suzano Bahia Sul Papel e Celulose S.A.

March 31, 2005

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

UNCONSOLIDATED AND CONSOLIDATED QUARTERLY FINANCIAL INFORMATION

March 31, 2005

Contents

A free translation from Portuguese into English of Special Review Report of Independent Auditors on quarterly financial information prepared in Brazilian currency in accordance with the accounting practices adopted in Brazil.

SPECIAL REVIEW REPORT OF INDEPENDENT AUDITORS

To the Board of Directors and Shareholders of
Suzano Bahia Sul Papel e Celulose S.A.

1. We have performed a special review of the accompanying Quarterly Financial Information of Suzano Bahia Sul Papel e Celulose S.A. and Suzano Bahia Sul Papel e Celulose S.A. and subsidiaries for the quarter ended March 31, 2005, including the balance sheets, statements of income, report on the Company's performance and other Company and subsidiaries' ("the Company") relevant information, in accordance with accounting practices adopted in Brazil.

2. Our review was conducted in accordance with the specific procedures determined by the Institute of Independent Auditors of Brazil (IBRACON) and the Federal Board of Accountancy (CFC), and included principally: (a) inquiries of and discussions with the management responsible for the Company's accounting, financial and operational areas about the criteria adopted for the preparation of the quarterly information and (b) review of information and subsequent events which have or could have significant effects on the Company's operations and financial position.

3. Based on our special review, we are not aware of any material modification that should be made to the Quarterly Financial Information referred to above for it to comply with accounting practices adopted in Brazil applicable to the preparation of Quarterly Financial Information, together with specific regulations established by the Brazilian Securities and Exchange Commission (CVM).

4. Our review was carried out to enable us to issue a report on the special review of the Quarterly Financial Information referred to in the first paragraph, taken as a whole. The statements of changes in financial position and of cash flows for the quarter ended March 31, 2005, prepared in accordance with the accounting practices adopted in Brazil, which are presented to provide supplementary information about the Company and its subsidiaries are not required as an integral part of the Quarterly Financial Information. These statements were submitted to the review procedures described in the second paragraph and, based on our review, we are not aware of any material modification that should be made to these supplementary statements for them to be fairly disclosed, in all material respects, with regard to the Quarterly Financial Information for the quarter ended March 31, 2005, taken as a whole.

Salvador, April 18, 2005

ERNST & YOUNG
Auditores Independentes S.S.
CRC-2SP015199/O-6-F-BA

Idésio S. Coelho Jr.
Accountant CRC-1SP163904/O-0-S-BA

A free translation from Portuguese into English of quarterly financial information prepared in Brazilian currency in accordance with the accounting practices adopted in Brazil.

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

BALANCE SHEETS
March 31, 2005 and December 31, 2004
(In thousands of reais)

	Company		**Consolidated**	
	2005	**2004**	**2005**	**2004**
	(Unaudited)		**(Unaudited)**	
Assets				
Current assets:				
Cash and marketable securities	**530,331**	654,159	**819,312**	1,086,220
Trade accounts receivable	**587,896**	771,397	**585,489**	560,260
Inventories	**390,069**	352,978	**495,209**	405,995
Recoverable taxes	**33,386**	30,885	**37,917**	30,885
Deferred income and social contribution taxes	**89,866**	95,176	**100,148**	106,075
Other accounts receivable	**11,877**	12,051	**21,366**	12,314
Prepaid expenses	**1,836**	5,166	**2,515**	5,286
Total current assets	**1,645,261**	1,921,812	**2,061,956**	2,207,035
Noncurrent assets:				
Due from related parties	**17,225**	6,232	**18**	11
Deferred income and social contribution taxes	**124,499**	137,853	**138,526**	137,853
Judicial deposits	**29,432**	29,308	**41,086**	29,308
Recoverable taxes	**21,981**	25,527	**25,401**	25,532
Advances to suppliers	**87,669**	81,001	**87,669**	81,001
Other accounts receivable	**22,214**	20,895	**27,212**	24,025
Total noncurrent assets	**303,020**	300,816	**319,912**	297,730
Permanent assets:				
Investments	**1,076,588**	336,767	**528,256**	25,796
Property, plant and equipment	**3,377,127**	3,380,621	**3,790,212**	3,459,870
Deferred charges	**1,285**	1,373	**4,796**	1,418
Total permanent assets	**4,455,000**	3,718,761	**4,323,264**	3,487,084
Total assets	**6,403,281**	5,941,389	**6,705,132**	5,991,849

	Company		Consolidated	
	2005	**2004**	**2005**	**2004**
	(Unaudited)		**(Unaudited)**	
Liabilities and shareholders' equity				
Current liabilities:				
Trade accounts payable	**109,215**	127,471	**140,685**	133,730
Loans and financing	**886,233**	779,059	**946,201**	789,680
Debentures	**36,483**	24,784	**36,483**	24,784
Taxes payable other than on income	**12,840**	15,785	**17,453**	16,220
Payroll and taxes payable	**38,616**	51,234	**46,054**	52,207
Accounts payable	**50,037**	59,388	**61,683**	67,251
Payable to related parties	**770**	771	**541**	504
Dividends and interest on shareholders' equity	**30,081**	81,836	**30,710**	81,836
Income and social contribution taxes	**2,141**	1,828	**3,846**	2,897
Deferred income and social contribution taxes	**-**	-	**2,729**	-
Total current liabilities	**1,166,416**	1,142,156	**1,286,385**	1,169,109
Noncurrent liabilities:				
Loans and financing	**1,709,809**	1,375,047	**1,859,327**	1,412,330
Debentures	**481,749**	475,384	**481,749**	475,384
Accounts payable	**30,057**	29,538	**33,011**	29,538
Deferred income and social contribution taxes	**14,007**	13,147	**19,999**	13,147
Provision for contingencies	**151,650**	146,080	**187,417**	146,080
Total noncurrent liabilities	**2,387,272**	2,039,196	**2,581,503**	2,076,479
Shareholders' equity				
Capital	**1,477,963**	1,477,963	**1,477,963**	1,477,963
Capital reserves	**342,685**	342,685	**342,685**	342,685
Treasury shares	**(15,080)**	(15,080)	**(15,080)**	(15,080)
Income reserves	**954,469**	954,469	**940,693**	940,693
Retained earnings	**89,556**	-	**90,983**	-
Total shareholders' equity	**2,849,593**	2,760,037	**2,837,244**	2,746,261
Total liabilities and shareholders' equity	**6,403,281**	5,941,389	**6,705,132**	5,991,849

See accompanying notes.

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

STATEMENTS OF INCOME
Three months period ended March 31, 2005 and 2004
(In thousands of reais)

	Company		Consolidated	
	2005	**2004**	**2005**	**2004**
	(Unaudited)		**(Unaudited)**	
Gross sales	**652,721**	277,820	**660,250**	711,101
Sales deductions	**(79,929)**	(6,419)	**(79,929)**	(77,385)
Net sales	**572,792**	271,401	**580,321**	633,716
Cost of goods sold	**(310,624)**	(117,503)	**(344,982)**	(354,924)
Gross profit	**262,168**	153,898	**235,339**	278,792
Operating income (expense)				
Selling expenses	**(60,620)**	(28,516)	**(31,909)**	(31,790)
General and administrative expenses	**(45,581)**	(14,910)	**(50,132)**	(46,297)
Financial expenses	**(68,050)**	(32,976)	**(72,107)**	(71,572)
Financial income	**30,083**	17,218	**34,614**	36,935
Equity pickup in subsidiaries and affiliates	**(1,872)**	9,293	**(154)**	(136)
Amortization of goodwill	**-**	-	**-**	(10,422)
Other operating income, net	**1,811**	1,317	**4,256**	5,813
Operating income	**117,939**	105,324	**119,907**	161,323
Nonoperating income, net	**8,951**	2,388	**9,829**	2,894
Income before income and social contribution taxes	**126,890**	107,712	**129,736**	164,217
Income and social contribution taxes	**(37,334)**	(22,314)	**(38,753)**	(43,243)
Net income before minority interests	**89,556**	85,398	**90,983**	120,974
Minority interests	**-**	-	**-**	(5,059)
Net income for the period	**89,556**	85,398	**90,983**	115,915
Net earnings per share - R$	**0.31543**	26.50581	**0.32045**	35.97767
Number of outstanding shares at the end of the periods	**283,918,754**	3,221,860	**283,918,754**	3,221,860

See accompanying notes.

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

NOTES TO THE QUARTERLY FINANCIAL INFORMATION
(In thousands of reais)
(Unaudited)

1. Operations

The main business purpose of Suzano Bahia Sul Papel e Celulose S/A (Company or Suzano Papel e Celulose) and its subsidiaries is the manufacturing and trading, domestically and abroad, of short-fiber pulp of eucalyptus and paper, in addition to the formation and exploration of eucalyptus forests for own use and sale to third parties.

The trading of the products abroad is made through wholly-owned subsidiaries located abroad. Subsidiaries abroad do not have industrial plants.

At March 31, 2005, the Company, together with Votorantim Celulose e Papel S/A (VCP) acquired the share control of Ripasa S/A Celulose e Papel (Ripasa). For further details, see Note No. 10.

2. Presentation of the Quarterly Financial Information

The quarterly financial information was prepared in accordance with the accounting practices derived from Brazilian Corporation Law and regulations established by the Brazilian Securities and Exchange Commission - CVM.

Format of presentation of the quarterly financial information

Because of the downstream merger (DSM) of Companhia Suzano de Papel e Celulose (Suzano) into Bahia Sul Celulose S/A (Bahia Sul) on June 30, 2004, the quarterly financial information of the Company is presented as follows:

(i) the quarterly financial information of the parent company presents the Company's regular accounting records, for both the current period and comparative periods, thus showing the financial situation and the results of operations in a distinct manner, once the current period includes dropdown of net assets in connection with the DSM and the previous period does not include such net assets. As such, the comparability of the Company's financial statements is impaired due to the effects of the DSM occurred in 2004, except for the balance sheet that already considers the same comparison basis.

(ii) in the consolidated quarterly financial information, the Company presents in prior comparative period the consolidated quarterly financial information disclosed by Suzano, instead of consolidated quarterly information of Bahia Sul, because the latter does not represent DSM data and, therefore, does not represent financial and economic information on the economic conglomerate.

2. Presentation of the Quarterly Financial Information (Continued)

Summary of principal accounting practices

a) Statement of income: Revenues and expenses are recognized on the accrual basis. Revenue from the sale of goods is recognized in the income statement when all risks and rewards of ownership have been transferred to the buyer. No revenue is recognized if there are significant uncertainties regarding its realization.

b) Accounting estimates: Accounting estimates were based on objective and subjective aspects, considering management's opinion of the appropriate amount to be recorded in the financial statements. Significant items subject to these estimates and assumptions include the definition of useful lives of property, plant and equipment, allowance for doubtful accounts, deferred income and social contribution taxes, provision for contingencies and valuation of derivative financial instruments. Actual results may significantly differ from these estimates due to the underlying inaccuracy of the determination process. The Company reviews its estimates and assumptions at least on a quarterly basis.

c) Foreign currency: Monetary assets and liabilities denominated in foreign currencies were translated into reais at the foreign exchange rate in effect at the quarter closing date. Foreign currency translation gains and losses are recognized in the statement of income. Assets and liabilities of foreign subsidiaries and affiliates were translated into reais at the foreign exchange rate in force at the quarter closing dates and results of operations were translated at the average exchange rate for the periods.

d) Derivative financial instruments: Derivative financial instruments, such as swaps, are recorded initially at cost and subsequently revalued according to the contractual terms, to reflect amounts accrued to the balance sheet date. Derivative financial instruments aim to minimize the risks involved in loans and financing denominated in foreign currency. According to its Treasury department's policy, the Company does not hold or issue derivative financial instruments for trading purposes.

e) Marketable securities: These are recorded at cost, plus income accrued to the balance sheet date, not exceeding market value.

f) Allowance for doubtful accounts: This is established at an amount considered sufficient by management to cover any possible losses on the collection of accounts receivable.

g) Inventories: Inventories are stated at their average acquisition or production cost, not exceeding market value.

2. Presentation of the Quarterly Financial Information (Continued)

Summary of principal accounting practices (Continued)

h) Investments: Investments in subsidiaries and affiliates are valued by using the equity method. Other investments are stated at acquisition cost, net of a valuation allowance, where applicable.

i) Property, plant and equipment: These are recorded at the acquisition, development or construction cost, restated by inflation rates until December 31, 1995, (including interest and other financial charges directly related to project or construction). Depreciation is calculated using the straight-line method based on the depreciation rates mentioned in Note 11, considering the estimated useful lives of the assets. Timber resources include acquisition, development and maintenance costs. Depletion is calculated in accordance with the harvests, based on the average cost of the forests.

j) Deferred charges: These are recorded at purchase and development cost, less amortization, which is calculated by using the straight-line method over a maximum period of five years.

k) Rights and obligations: These are restated based on exchange rates or indices and interest rates specified in the contracts in force, to reflect amounts receivable and payable at the balance sheet dates.

l) Provisions: These are recognized in the balance sheet whenever the Company has a legal or acquired obligation as a result of a past event, and it is probable that an outflow of economic benefits is required to settle the obligation. Provisions are recorded considering the best estimates for the risk of each specific liability.

m) Non-cumulative PIS/COFINS: Tax debits arising from the sale of products are presented as sales deductions in the statement of income. Tax credits are related to: (i) purchase of raw materials; (ii) services and other materials to be used in production; (iii) initial inventory balances; (iv) and depreciation costs, as established by Laws No. 10637/02 and No. 10833/03, and are presented in the statement of income as a reduction of cost of goods sold. Tax debits and credits referring respectively to financial income and expenses are deducted from these items in the statement of income. The Company considered up to the 3rd 2004 quarter closing, the credits resulting from purchase of raw materials, services and other inputs used in production, from initial inventories and depreciation balances, provided for in Laws No. 10637/02 and No. 10833/03, as sales deductions. In order to improve accounting classification of these credits, the criterion for the allocation thereof was changed, and the amount of these credits for the nine first months of 2004 of R$ 89,816 was reclassified from sales deductions to cost of goods sold in the statement of income, of which R$ 22,841 refers to the 1st 2004 quarter, R$ 33,218 to the 2nd 2004 quarter and R$ 33,759 to the 3rd 2004 quarter. The total of credits for the year ended December 31, 2004 amounted to R$128,899.

2. Presentation of the Quarterly Financial Information (Continued)

Summary of principal accounting practices (Continued)

n) Income and social contribution taxes: Income and social contribution taxes on the net income for the period comprise current and deferred taxes.

   Current tax is calculated on taxable income for the period, by using tax rates in force at the balance sheet date. Current tax rates are as follows: (i) income tax is computed at the rate of 25% of adjusted net income (15% of taxable income, plus a 10% surtax); and (ii) social contribution tax is computed at the rate of 9% of adjusted net income.

   The deferred tax asset resulting from income and social contribution taxes losses carryforward and temporary differences was determined in accordance with CVM Instruction No. 371/02;

o) Statements of cash flows and changes in financial position: The statements of cash flows, prepared in accordance with NPC 20 – Statement of Cash Flows, issued by the Brazilian Institute of Independent Auditors – IBRACON, and the statements of changes in financial position, are presented as supplementary information.

3. Consolidated Quarterly Financial Information

The accounting policies have been consistently applied by the consolidating companies and are consistent with those used in the previous year.

Consolidated quarterly information includes the quarterly financial information of Suzano Papel e Celulose and the following direct and indirect subsidiaries: Bahia Sul America Inc, Bahia Sul International Trading Ltd, Bahia Sul Holding GmbH, Suzanopar Investimentos Ltd, Suzanopar International S.A., CSPC Overseas Ltd, Comercial e Agrícola Paineiras Ltda, Nemo International, Sun Paper and Board Limited, Nemotrade Corporation and Stenfar S.A. - Ind.Com.Imp. y Exp.

The financial period of the subsidiaries included in the consolidated quarterly financial information is the same as that of the parent company.

(In thousands of reais)

3. Consolidated Quarterly Financial Information (Continued)

Description of the main consolidation procedures

a) Elimination of intercompany asset and liability account balances;
b) Elimination of investment in the subsidiaries' capital, reserves and retained earnings;
c) Elimination of intercompany income and expense balances and unearned income arising from intercompany transactions;
d) Elimination of tax charges due on unearned income, shown as deferred taxes in the consolidated balance sheet.

Due to the acquisition of interest in Ripasa at March 31, 2005 (see Note No. 10), the quarterly financial information of this company was proportionately consolidated in the Company's quarterly financial information. Proportional consolidation is based on the shareholders' agreement entered into with VCP, which complies with all requirements established by CVM Instruction No. 247/96. The Company is disclosing as supplementary information the statement of proportional consolidation of Ripasa, where the consolidated balance of the Company and Ripasa is presented before consolidation effects, in addition to the main Explanatory Notes before this proportional consolidation (see 16.01 – "Other Company's Relevant Information").

Reconciliation of net income for the period and shareholders' equity between consolidated and parent company

	Mar/2005	
	Net income	Shareholders' equity
Parent Company	89,556	2,849,593
Elimination of realized (unrealized) income recorded by the Parent Company in transactions with subsidiaries	2,161	(18,708)
Income and social contribution taxes on eliminations above	(734)	6,359
Consolidated	90,983	2,837,244

There is no presented reconciliation for other periods due to the events commented in Note 2 (see "Format of presentation of the quarterly financial information").

(In thousands of reais)

4. Cash and Marketable Securities

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Cash and banks	49,968	11,853	221,431	176,974
Marketable securities	480,363	642,306	597,881	909,246
	530,331	654,159	819,312	1,086,220

Marketable securities refer substantially to bank deposit certificates remunerated at rates that vary from 100% to 101.5% of the Brazilian Interbank Deposit Certificate (CDI) rate and foreign marketable securities, at an average rate of 2.57% per annum plus exchange variation of the US dollar.

5. Trade Accounts Receivable

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Domestic receivables	332,096	406,512	370,505	406,811
Foreign receivables				
Subsidiaries	262,928	387,185	-	-
Third parties	16,980	18,204	248,109	199,024
Discounted export receivables	(445)	(16,988)	(4,128)	(16,988)
Allowance for doubtful accounts	(23,663)	(23,516)	(28,997)	(28,587)
	587,896	771,397	585,489	560,260

The Company had, at March 31, 2005, outstanding vendor operations with its customers in the amount of R$ 52,662 (R$ 89,096 in December 2004), in which the Company acts as an intervening guarantor.

(In thousands of reais)

6. Inventories

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Finished goods				
Pulp				
Domestic	20,890	13,052	21,161	13,052
Foreign	-	-	9,313	12,179
Papel				
Domestic	143,907	123,052	163,465	123,052
Foreign	-	-	50,529	40,747
Work in process	19,463	18,032	21,986	18,032
Raw materials	78,632	79,523	84,590	79,523
Maintenance and other materials	127,177	119,319	144,165	119,410
	390,069	352,978	495,209	405,995

7. Recoverable Taxes

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Recoverable social contribution tax	184	177	184	177
Recoverable income tax	6,702	5,470	6,702	5,470
Recoverable PIS/COFINS	7,804	6,687	7,804	6,687
State VAT (ICMS) on acquisition of PP&E	38,605	42,409	46,476	42,409
Others	2,072	1,669	2,152	1,674
	55,367	56,412	63,318	56,417
Less current assets	33,386	30,885	37,917	30,885
Noncurrent assets	21,981	25,527	25,401	25,532

8. Income and Social Contribution Taxes

Deferred income and social contribution taxes

The deferred income and social contribution taxes are recognized to reflect future tax effects attributable to temporary differences between the tax bases for assets and liabilities and their book values, and on fiscal losses of income tax and negative basis of social contribution taxes.

(In thousands of reais)

8. Income and Social Contribution Taxes (Continued)

Deferred income and social contribution taxes (Continued)

The recorded deferred income and social contribution taxes derive from:

ASSETS

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Income tax loss carryforward	37,031	45,154	37,347	45,154
Social contribution tax loss carryforward	10,759	13,790	10,900	13,790
Temporary differences:				
- On provisions	56,437	57,468	80,289	68,367
- On goodwill	110,138	116,617	110,138	116,617
	214,365	233,029	238,674	243,928
Less current assets	89,866	95,176	100,148	106,075
Noncurrent assets	124,499	137,853	138,526	137,853

LIABILITIES

	Parent Company		Consolidated	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
Accelerated depreciation	14,007	13,147	15,414	13,147
Deferred exchange variation	-	-	5,933	-
Reforestation costs	-	-	1,381	-
	14,007	13,147	22,728	13,147
Less current liabilities	-	-	2,729	-
Noncurrent liabilities	14,007	13,147	19,999	13,147

(In thousands of reais)

8. Income and Social Contribution Taxes (Continued)

Deferred income and social contribution taxes (Continued)

The taxes losses carryforward are composed as follows:

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Income tax losses carryforward	148,126	180,618	149,389	180,618
Social contribution tax losses carryforward	119,544	153,221	121,112	153,221
	267,670	333,839	270,501	333,839

In accordance with CVM Instruction 371/02, and based on expected future taxable income, as determined in a technical study approved by the Board of Directors, the Company recognized tax credits on income and social contribution tax losses carryforward and temporary differences, which have no statutory limitation in time. The carrying value of the deferred tax asset is reviewed annually by the Company and the related adjustments have not been significant in relation to management's initial estimate. The technical study considers the income tax reduction incentive of 75% on profits from tax incentive activities of the Mucuri plant (former Bahia Sul).

Based on this technical analysis of future taxable income, the Company expects to recover these tax credits in the following years:

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
2005	76,512	95,176	92,152	106,075
2006	49,783	49,783	52,910	49,783
2007	67,669	67,669	71,933	67,669
2008	20,401	20,401	21,679	20,401
	214,365	233,029	238,674	243,928

The expected recoverability of the tax credits is based on the projections of future taxable income, taking into consideration various business and financial assumptions at the closing of this period. Accordingly, these estimates may differ from the effective taxable income in the future due to the underlying uncertainties involved.

(In thousands of reais)

8. Income and Social Contribution Taxes (Continued)

Income tax - Reduction of 75% ADENE – Mucuri plant

The Company obtained from ADENE (former SUDENE) a tax incentive reduction of 75% in the income tax expense until 2011 for pulp and 2012 for paper. Such incentive, calculated based on exploration profit, is proportional to Mucuri plant net sales revenues.

The income tax saved with this reduction is not recorded as expense in the income statement. However, at the end of each financial year, after net income has been determined, the reduction obtained for the year is allocated to capital reserve as a partial destination of the net income determined, in accordance with the legal provision that establishes the non-distribution of the reduction obtained to shareholders. Such reduction in the first quarter of 2005 amounted to R$ 8,209 (R$ 15,509 in the first quarter of 2004).

Reconciliation between income and social contribution tax expenses

The reconciliation between the tax expense as calculated by the combined statutory rates and the income and social contribution taxes expenses charged to statements of income is presented as follows:

	Parent Company		**Consolidated**	
	March 31, 2005	**March 31, 2004**	**March 31, 2005**	**March 31, 2004**
Income before income and social contribution taxes	126,890	107,712	129,736	164,217
Reversal of the equity pickup	1,872	(9,293)	154	136
Income after reversal of the equity pickup	128,762	98,419	129,890	164,353
Income and social contribution taxes calculated at the combined tax rate of 34%	(43,779)	(33,462)	(44,163)	(55,880)
Analysis of the effective income and social contribution tax rates:				
Profits from foreign subsidiaries	-	(1,258)	-	-
Exchange variation on investments abroad	-	-	(736)	943
Nondeductible expenses	(1,765)	(770)	(2,063)	(3,169)
Exclusion of prior years credits	-	(2,331)	-	(479)
Tax incentives – ADENE	8,209	15,509	8,209	15,509
Others	1	(2)	-	(167)
Income and social contribution taxes	(37,334)	(22,314)	(38,753)	(43,243)
Effective tax rate	29.0%	22.7%	29.8%	26.3%

(In thousands of reais)

9. Advances to Suppliers – Timber Development Program

The incentive program under which local independent farmers plant eucalyptus in their own land, reached 55.7 thousand hectares, with 441 contracts, in 45 cities. Timber from these farmers represents 8% of total Company timber needs.

The Company granted advances to suppliers related to this incentive program in the total amount of R$ 87,669 (R$ 81,001 in December 2004).

10. Investments

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Investments in subsidiaries and affiliates	1,057,866	317,741	778	1,028
Goodwill on acquisition of Ripasa (3)	-	-	502,363	-
Other investments	26,154	26,027	32,547	31,769
Provision for losses	(7,432)	(7,001)	(7,432)	(7,001)
	1,076,588	336,767	528,256	25,796

Details of investments

	Information on Subsidiary / Affiliate				Investments	
	Shareholder´s equity	Net income (loss)	Company's Interest	Equity pickup	March 31, 2005	December 31, 2004
PARENT COMPANY						
Ripasa Participações S.A. (3)	1,484,190	-	50%	-	742,095	-
Suzanopar Investimentos Ltd. (1)	160,79	(390)	100%	323	160,79	160,467
Nemo International (1)	21,473	241	100%	336	21,473	21,136
Comercial e Agrícola Paineiras Ltda. (1)	37,316	(1,891)	100%	(1,891)	37,316	39,207
Stenfar S.A. Ind.Com.Imp. Y Exp. (1) (2)	2,807	(917)	100%	-	-	-
Bahia Sul International Trading Ltd.	87,945	(455)	100%	(558)	87,945	88,501
Bahia Sul América Inc.	7,397	39	100%	71	7,397	7,324
Bahia Sul Holding	72	1	100%	1	72	78
Pakprint S.A.	4,516	(769)	20%	(154)	778	1,028
Total investments in subsidiaries and affiliates				(1,872)	1,057,866	317,741
Other investments, net of provision for losses (1)				-	18,722	19,026
Total investments				(1,872)	1,076,588	336,767
CONSOLIDATED						
Goodwill determined on the acquisition of Ripasa (3)				-	502,363	-
Pakprint S.A.	4,516	(769)	20%	(154)	778	1,028
Other investments, net of valuation allowance	-	-	-	-	25,115	24,768
Total investments					528,256	25,796

10. Investments (Continued)

Details of investments (Continued)

1) Investments received due to the DSM described in Note 2.

2) This investment is presented as an advance for future capital contribution under noncurrent assets (see Note 14), since the effectively capital contribution was not incurred yet.

3) At March 31, 2005, the Company communicated, together with VCP, the purchase of common and preferred shares of Ripasa that were directly or indirectly held by its controlling shareholders, following the agreement entered into with VCP on November 10, 2004.

The acquisition of the controlling interest of Ripasa was made on equal terms by the Company and VCP through Ripasa Participações S/A, in which each of them holds interest of 50%, as shown below:

i. 129,676,966 common shares and 41,050,819 preferred shares of Ripasa were acquired and paid at March 31, 2005, representing 77.59% of voting capital and 46.06% of total capital, and
ii. 37,449,084 common shares and 12,388,719 preferred shares of Ripasa may be acquired through a contract for call and put options contract that may be exercised within six years, representing 22.41% of voting capital and 13.45% of total capital.

The transaction amount, including purchase made at March 31 and the option amounts, is equivalent in reais to US$ 709.46 million at the transaction date, after accounting and legal assessment (due diligence). Preferred shares will have the respective economic value determined by appraisal reports to be issued by an expert. The price agreed for common shares will include corresponding economic value plus the control premium.

The price paid for the acquisition of shares referred to in item I was US$ 549.2 million (equivalent to R$ 1,484.2 million), each of the acquiring parties being in charge of half of such amount. The Company's portion corresponded to R$ 742.1 million – which resulted in a goodwill in relation to the equity book value of the shares acquired of R$ 502.4 million, applicable to the total of common and preferred shares. Company and VCP managements are evaluating the best criterion to segregate the goodwill involved in the transaction for common and preferred shares acquired, as well as its amortization criterion. Financial statements of Ripasa at March 31, 2005, were used to determine the goodwill.

(In thousands of reais)

10. **Investments** (Continued)

Details of investments (Continued)

The price to be paid by the acquiring parties for shares referred to in item II above will amount to R$ 433.3 million (equivalent to US$ 160.3 million at the option contract date, when the liability was converted into reais), and will be monetarily restated by the SELIC rate up to the date of the effective exercise of the option. The seller has established a usufruct in favor of the Company and VCP on the political and economic rights of 36,146,274 common shares and 8,266,946 preferred shares, for a period of six years.

A corporate restructuring is under development that may lead to the proper implementation of a management model for Ripasa, aiming at the maintenance of high levels of transparence, governance and efficiency, as well as the capture of synergies that have been identified. The corporate restructuring under development aims at migrating Ripasa's minority interests to the Company and VCP, on equal terms, based on the economic value of the companies to be supported by an appraisal report that is being prepared by an independent financial institution, according to the statutory law.

The transaction was presented within schedule to proper authorities, including those of the Brazilian Antitrust Enforcement Agency (CADE). Management believes that such transaction will be approved.

11. Property, Plant and Equipment

Company

	Average annual depreciation rate	March 31, 2005			December 31, 2004
		Cost	Depreciation	Net	Net
Buildings	3.34%	635,603	(260,782)	374,821	375,998
Machinery and equipment	4.38%	3,525,867	(1,443,049)	2,082,818	2,087,556
Other depreciable assets	18.59%	168,236	(104,918)	63,318	63,891
Land and farms	-	337,548	-	337,548	330,443
Timber resources	-	444,345	-	444,345	432,230
Construction in progress	-	74,277	-	74,277	90,503
		5,185,876	(1,808,749)	3,377,127	3,380,621

(In thousands of reais)

11. Property, Plant and Equipment (Continued)

Consolidated

	Average annual depreciation rate	Mar/2005 Cost	Mar/2005 Depreciation	Mar/2005 Net	Dec/2004 Net
Buildings	3.34%	703,700	(287,533)	416,167	377,807
Machinery and equipment	4.38%	3.915,366	(1,673,871)	2,241,495	2,087,634
Other depreciable assets	18.59%	197,220	(113,604)	83,616	67,214
Land and farms	-	396,458	-	396,458	338,646
Timber resources	-	480,597	-	480,597	433,081
Construction in progress	-	171,879	-	171,879	155,488
		5,865,220	(2,075,008)	3,790,212	3,459,870

12. Financing and Loans

	Index	Average annual interest rate	Parent Company March 31, 2005	Parent Company December 31, 2004	Consolidated March 31, 2005	Consolidated December 31, 2004
To acquire property, plant and equipment:						
BNDES – Finem	TJLP	(1) (2) 9.96%	**417,818**	429,814	**461,858**	467,487
BNDES – Finem	Basket of currencies	(1) (2) 10.81%	**103,782**	100,767	**103,782**	100,767
BNDES – Finame	TJLP	(1) (2) 9.60%	**37,499**	36,197	**37,499**	36,197
BNDES – Automatic	TJLP	(1) (2) 8.80%	**4,215**	4,752	**60,021**	4,752
Rural credit	-	8.75%	**1,988**	3,517	**1,988**	3,517
For working capital:						
Exports financing	US$	5.47%	**1,933,669**	1,456,760	**2,005,509**	1,456,760
Foreign onlending	US$	8.68%	**20,096**	36,001	**20,096**	36,001
BNDES - Exim	TJLP	4.04%	**-**	-	**5,600**	-
Imports financing	US$	3.05%	**76,915**	86,298	**98,737**	86,298
Others	US$	4.50%	**-**	-	**10,438**	10,231
			2,596,042	2,154,106	**2,805,528**	2,202,010
Less current liabilities (includes interest payable)			**886,233**	779,059	**946,201**	789,680
Noncurrent liabilities			**1,709,809**	1,375,047	**1,859,327**	1,412,330
Long-term loans and financing mature as follows:						
2006 (April to December)			**403,241**	534,169	**440,738**	534,643
2007			**335,004**	304,964	**366,223**	308,022
2008			**363,637**	199,510	**388,044**	203,651
2009			**364,725**	147,670	**391,245**	151,811
2010			**147,178**	94,036	**152,015**	98,177
2011 onwards			**96,024**	94,698	**121,062**	116,026
			1,709,809	1,375,047	**1,859,327**	1,412,330

(In thousands of reais)

12. Financing and Loans (Continued)

1) Capitalization agreement that corresponds to the amount in excess of 6% p.a. over the long-term interest rate (TJLP) published by the Brazilian Central Bank;
2) Financing is secured, depending on the agreements, by (i) mortgages of plant; (ii) rural properties and timberland; (iii) guarantees of the financed assets; (iv) and sureties from shareholders.

13. Debentures

			Value			Index	Interest	Due Date
			March 31, 2005		December 31, 2004 Current and noncurrent			
Emission	Series	Units	Current	Noncurrent				
3rd	1st	333,000	28,798	328,667	343,917	IGP-M	10% *	4/1/2014
3rd	2nd	167,000	7,685	153,082	156,251	USD	10.38%	4/1/2014
			36,483	481,749	500,168			

* The contractual interest was 8% p.a. The effective interest rate was adjusted considering the premium and discount on the issue price.

On August 23, 2004 the Company completed a R$ 500,000 two series issue of debentures, the first series amounting to R$ 333,000 and the second one amounting to R$ 167,000, both falling due in a 10-year period in a sole installment.

The first issue was offered locally and is indexed to IGP-M (consumer market price index) variation plus 8% p.a., and was priced on the basis of the concepts set forth in Brazilian Securities Commission (CVM) Instruction Nº 404, by granting premium and discount on the issue price. Effective interest defined in this process was equal to 10% p.a. paid annually.

The second serie, not traded on the market, was fully purchased by Banco Votorantim and is indexed to the foreign exchange variation plus 10.38% p.a., paid semi-annually.

Debentures clauses require a determined maximum level of indebtedness and leverage indicators based on the Company's consolidated financial statements. At the end of the quarter, the Company had not defaulted on any covenants.

This transaction was classified under risk level AA – (bra) of "Fitch Atlantic Ratings".

(In thousands of reais)

14. Related Parties

Balances and transactions as of and for the quarter ended March 31, 2005

	Assets				Liabilities	Sales revenues and
	Current		Noncurrent		Current	financial expenses
Consolidated companies						
Bahia Sul International Trading Ltd.	120,829		-		-	165,451
Comercial e Agrícola Paineiras Ltda.	-		12,700	2	220	(641)
Suzanopar International S.A.	-		1,701	3	-	-
CSPC Overseas Ltd.	133,792		-		-	103,547
Stenfar S.A. Indl. Coml. Imp. Exp.	8,307		2,806	2	9	6,063
	262,928		**17,207**		**229**	**274,420**
Nonconsolidated companies						
Suzano Holding S.A.	-		-		-	(1,888)
IPLF Holding S.A.	-		-		504	-
SPP Agaprint Indl. e Coml. Ltda.	20,613	(1)	-		37	2,869
Central Distribuidora de Papéis Ltda.	12,131		-		-	6,545
Nova Mercante de Papéis Ltda.	9,926		-		-	6,599
Suzano Petroquímica Ltda.	-		18		-	-
Nemonorte Imóveis e Participações Ltda.	-		-		-	(86)
Consolidated	**42,670**		**18**		**541**	**14,039**
Parent company	**305,598**		**17,225**		**770**	**288,459**

Balances at December 31, 2004, and transactions in the income statement for the quarter ended March 31, 2004

	Assets				Liabilities	Sales revenues and
	Current		Noncurrent		Current	financial expenses
Consolidated companies						
Bahia Sul International Trading Ltd.	**253,962**		-		-	**466,812**
Comercial e Agrícola Paineiras Ltda.	-		1,005	(2)	255	-
Suzanopar International S.A.	-		1,693	(3)	-	-
CSPC Overseas Ltd.	**126,407**		-		-	-
Stenfar S.A. Indl. Coml. Imp. Exp.	**6,816**		3,523	(2)	12	-
	387,185		6,221		267	466,812
Nonconsolidated companies						
Suzano Holding S.A.	**12**		-		-	-
IPLF Holding S.A.	-		-		504	-
SPP Agaprint Indl. e Coml. Ltda.	**28,476**	(1)	-		-	**5,043**
Central Distribuidora de Papéis Ltda.	**16,204**		-		-	**4,945**
Nova Mercante de Papéis Ltda.	**12,883**		-		-	**5,687**
Suzano Petroquímica Ltda.	-		11		-	-
Nemonorte Imóveis e Participações Ltda.	-		-		-	-
Consolidated	**57,575**		**11**		**504**	**15,675**
Parent Company	**444,760**		**6,232**		**771**	**482,487**

(In thousands of reais)

14. **Related Parties** (Continued)

(1) The Company has outstanding vendor operations in the amount of R$ 20,306 (R$ 25,499 in December 2004);
(2) Advances for future capital increases;
(3) Loan denominated in dollars maturing on December 31, 2009.

The main assets and liabilities balances as of March 31, 2005, and the transactions that affected the statement of income for the period concerning related-party operations, were substantially realized under normal market conditions for the respective types of operations.

15. **Provision for Contingencies**

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Taxes				
PIS/COFINS	67,529	62,997	83,058	62,997
PIS half-yearly computation	41,614	40,764	41,614	40,764
ICMS	15,055	15,241	17,653	15,241
Others	-	-	16,471	-
	124,198	119,002	158,796	119,002
Labor and civil	27,452	27,078	28,621	27,078
	151,650	146,080	187,417	146,080

These provisions are recognized to provide for probable losses in administrative and judicial suits relating to tax, civil and labor claims considered as probable losses at amounts considered sufficient by management, in accordance with the assessment of its lawyers and legal advisors, as follows:

PIS/COFINS – A provision recognized for unpaid PIS and COFINS in view of the legal challenge regarding the tax calculation basis (charge over other income). The Company has judicial deposits, in the amount of R$ 1,586 for PIS and R$ 16,024 for COFINS;

15. Provision for Contingencies (Continued)

PIS half-yearly payment - The Company filed a legal suit aiming at recovering the overpaid PIS contribution amounts, since the law that changed the criterion for determination of the referred to contribution was considered unconstitutional by the higher court. Judgment in the trial court recognized the Company's right in relation to the contribution. Supported by preliminary court injunction, the Company conducted the offset of said amount against IPI and COFINS debits. A recent decision in intermediate court of appeals recognized that the offsetting could only be made against debits resulting from the current PIS itself. Such new decision is under discussion in the higher courts.

ICMS - Provisions related to tax delinquency notices currently being refuted or appealed against at an administrative level.

16. Accounts Payable – Land and Forests

In 2002, the Company purchased from Companhia Vale do Rio Doce lands and eucalyptus forests therein planted, in the region of São Mateus, Espírito Santo State, payable in installments by the end of 2007. At March 31, 2005, the due amounts related to this acquisition, classified as current and noncurrent, amounted to R$ 16,166 and R$ 14,071, respectively (R$ 20,271 and R$ 13,856 in December 2004).

In June 2004, the Company acquired from VCP eucalyptus wood payable up to December 2006. The restated amount of acquisition is R$ 15,986 (R$15,682 in December 2004) and is classified in noncurrent liabilities. See Note 22.

17. Financial Instruments

a) *Valuation*

The financial instruments included in the balance sheet, such as cash and banks, marketable securities, loans and financing, are stated at their contractual values, which approximate their fair values. To determine the market value, management used information available and applicable valuation methodologies for each situation. The estimates herein presented do not indicate that they could be performed in the market. The use of different market information and/or valuation methodologies may have a significant effect on the market value.

(In thousands of reais)

17. Financial Instruments (Continued)

a) ***Valuation*** (Continued)

The estimated market value of financial instruments is set out below:

	Consolidated			
	March 31, 2005		December 31, 2004	
	Carrying Amount	Fair Market Value	Carrying Amount	Fair Market Value
ASSETS				
Cash and marketable securities	819,312	819,312	1,086,220	1,086,220
LIABILITIES				
Loans and financing	2,805,528	2,776,670	2,202,010	2,225,898
Debentures	518,232	518,232	500,168	500,168

The market value of cash and banks, and loans and financing, when applicable, was determined using available current interest rates for operations under similar conditions and remaining maturities.

b) ***Credit risk***

The sales policies adopted by the Company and its subsidiaries comply with the credit policies established by management and aim at minimizing possible losses arising from delinquency in accounts receivable from customers. This objective is reached through a careful selection of its client portfolio, which takes into consideration payment capacity (credit analysis) and diversification of sales (risk spread).

c) ***Exchange and interest rate risk***

Income and expenses recorded by the Company are subject to significant variations, as their loans and financing and a portion of its debenture balance are substantially linked to the foreign exchange rate fluctuation, particularly the US dollar.

17. Financial Instruments (Continued)

c) ***Exchange and interest rate risk*** (Continued)

In order to reduce certain effects of foreign exchange rate fluctuations, the Company has entered into operations involving derivatives. As of March 31, 2005, there was an open swap position from dollars to CDI in notional amounts of US$ 7.5 million.

In order to limit the interest rate risks, the Company performed swap operations, limiting the interest rates on certain foreign currency loans, with notional amounts up to the limit of US$ 81.4 million.

Gains and losses arising from operations involving derivatives (closed and open positions) are recognized in the financial statements.

18. Shareholders' Equity

Capital

The subscribed capital as of March 31, 2005 totals R$ 1,477,963,325.62, fully paid in and divided into 285,277,173 shares, with no par value, of which 102,374,458 are common and nominative, 181,531,176 are book-entry preferred class "A" shares and 1,371,539 are book-entry preferred class "B". From the total of preferred shares class "B", 1,358,419 are maintained in treasury.

Preferred shares class "A" are non-voting and have priority upon distribution of dividends, which are, at least, 10% higher than those paid on common shares. Preferred shares class "B" are ensured a priority dividend of 6% p.a. on each portion of the capital, or, at least, 10% higher than those paid on common shares. Preferred shares are nonvoting shares, except when provided for in law.

Dividends

The Company's articles of incorporation provide for minimum compulsory dividends of 25%, calculated on net income for the year, adjusted as allowed by article 202 of Law No. 6404/76.

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

NOTES TO THE QUARTERLY FINANCIAL INFORMATION
(In thousands of reais)
(Unaudited)

19. Nonoperating Results

		Parent Company		Consolidated	
		Three month-periods ended			
		March 31, 2005	March 31, 2004	March 31, 2005	March 31. 2004
(Loss) gain on other investments		(1,148)	-	[illegible]	(525)
Gain on sale of property, plant and equipment	**(1)**	10,099	2,388	10,099	3,419
		8,951	2,388	9,829	2,894

(1) Refers mainly to the sale of “standing wood” to non-related companies (see Note 22).

20. Net Financial Results

	Parent Company		Consolidated	
	Three-month periods ended			
	March 31, 2005	March 31, 2004	March 31, 2005	March 31, 2004
Interest expenses	(47,886)	(21,339)	(50,644)	(40,438)
Monetary and exchange rate variation	(12,426)	(9,776)	(13,802)	(19,771)
Loss on swap transactions	(2,226)	(1,653)	(2,226)	(5,934)
Other financial expenses	(5,512)	(208)	(5,435)	(5,429)
Total financial expenses	(68,050)	(32,976)	(72,107)	(71,572)
Interest income	23,145	25,823	27,713	41,896
Loss on swap transactions	-	(10,574)	-	(10,574)
Monetary and exchange rate variation	6,938	1,969	6,901	5,613
Total financial income	30,083	17,218	34,614	36,935
Financial results, net	(37,967)	(15,758)	(37,493)	(34,637)

(In thousands of reais)

21. Statement of EBITDA (Unaudited and Not Reviewed)

	Parent Company		Consolidated	
	Three-month period ended			
	March 31, 2005	March 31, 2004	March 31, 2005	March 31, 2004
Operating income	117,939	105,324	119,907	161,323
Financial expenses	68,050	32,976	72,107	71,572
Financial income	(30,083)	(17,218)	(34,614)	(36,935)
Equity pickup	1,872	(9,293)	154	136
Amortization of goodwilll	-	-	-	10,422
Depreciation, depletion and amortization	53,533	24,006	54,012	46,414
Earnings before income and social contribution taxes, interest, depreciation, depletion and amortization *(EBITDA)*	211,311	135,795	211,566	252,932

22. Commitments

The Company entered into a loan agreement with Aracruz Celulose S.A. with the objective of lending 1,900 thousand m3 of eucalyptus wood. The agreement establishes the return of the same volume of wood under similar operating conditions, between 2006 and 2008. The Company records the amount receivable related to the volume of wood already delivered to Aracruz Celulose S.A in noncurrent assets, in the amount of R$ 15,402 (R$ 14,332 in December 2004).

The Company signed a contract to purchase and sales of standing wood with Votorantim Celulose e Papel S/A (VCP), by which the Company sold 500 thousand m3 of eucalyptus wood, to be harvested by VCP until December 2005, totaling R$ 15,000, half of which was paid when the agreement was signed and the remaining amount was paid in December 2004. On the other hand, the Company entered into an agreement with VCP by which it purchased the same amount of eucalyptus wood, which will be harvested between June 2006 and December 2008, for the same amount, half of which matures in June 2006, and the other half in December 2006.

23. Private Pension Plan – Defined Contribution

In January 2005, the Company established a supplementary defined contribution private pension - for employees of the companies comprising the Suzano group, named Suzano Prev. To implement this private pension plan the Company selected a solid financial institution. Upon establishing the Suzano Prev plan, the Company defined that it will recognize the contribution related to prior years for all employees. Such disbursement will be made within the next years, and calculated individually, until each employee starts to enjoy the benefits of the plan. Until the end of the quarter, 2,479 employees had adhered to the Suzano Prev plan, which corresponds to 74% of all Company's employees. Under the Suzano Prev plan rules contributions made by the Company this quarter totaled R$ 1,412 and employees' contributions totaled R$ 717.

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

NOTES TO THE QUARTERLY FINANCIAL INFORMATION (Continued)
(In thousands of reais)
(Unaudited)

Supplementary information
Statements of changes in financial position

	Parent Company		Consolidated	
	Three-month periods ended			
	Mar/2005	Mar/2004	Mar/2005	Mar/2004
Working capital provided by				
Operations				
Net income for the period	89,556	85,398	90,983	115,915
Items not affecting working capital:				
Depreciation, depletion and amortization	53,533	24,006	54,012	46,414
Net book expense with permanent assets disposed of	4,118	7,464	4,118	8,782
Deferred income and social contribution taxes	14,214	10,223	14,214	13,308
Equity pickup	1,872	(9,293)	154	136
Minority interests	-	-	-	5,059
Amortization of goodwill	-	-	-	10,422
Provision for contingencies	5,570	407	5,570	2,839
Exchange and monetary variations and long-term interest, net	6,488	4,032	6,653	13,258
	175,351	**122,237**	**175.704**	**216.133**
Third parties				
Long-term financing and loans	469,182	71,248	475,166	194,418
Reduction in noncurrent assets	-	-	-	249
	469,182	**71,248**	**475,166**	**194,667**
Total working capital provided	**644,533**	**193,485**	**650,870**	**410,800**
Working capital used for:				
Investments	742,124	-	742,124	1,036
Property, plant and equipment	53,634	63,291	69,466	136,483
Deferred charges	-	-	-	1,599
Noncurrent assets	15,538	8,493	1,666	15,207
Transfer from noncurrent to current liabilities	134,048	106,131	134,048	284,925
Total working capital used	**945,344**	**177,915**	**947,304**	**439,250**
(Decrease) increase in working capital	**(300,811)**	**15,570**	**(296,434)**	**(28,450)**
Effect on working capital due to acquisition of Ripasa	**-**	**-**	**34,079**	**-**
(Decrease) increase in working capital after effect of acquisition of Ripasa	**(300,811)**	**15,570**	**(262,355)**	**(28,450)**
(Decrease) increase in working capital				
Current assets	(276,551)	(23,179)	(145,079)	(122,821)
Current liabilities	(24,260)	38,749	(117,276)	94,371
(Decrease) increase in working capital	**(300,811)**	**15,570**	**(262,355)**	**(28,450)**

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

NOTES TO THE QUARTERLY FINANCIAL INFORMATION (Continued)
(In thousands of reais)
(Unaudited)

Statements of cash flows

	Parent Company		Consolidated	
	Three-month periods ended			
	March 31, 2005	**March 31, 2004**	**March 31, 2005**	**March 31, 2004**
Cash flows from operating activities				
Net income for the period	89,556	85,398	90,983	115,915
Adjustments to reconcile net income to cash generated by operating activities:				
Depreciation, depletion and amortization	53,533	24,006	54,012	46,414
Income on sale of property, plant and equipment	(8,519)	(2,388)	(8,950)	(3,897)
Equity pickup	1,872	(9,293)	154	136
Amortization of goodwill	-	-	-	10,422
Minority interest	-	-	-	5,059
Deferred income and social contribution taxes	19,523	10,251	20,326	14,925
Interest and exchange and monetary variations, net	13,647	9,574	27,760	(2,161)
Provision for contingencies	5,570	407	5,570	2,839
Changes in assets and liabilities related to operations				
Decrease (increase) in accounts receivable	183,501	14,235	20,342	(30,070)
(Decrease) increase in other current and noncurrent assets	(51,646)	(12,041)	(48,263)	3,206
Decrease in other current and noncurrent liabilities	(30,031)	(22,567)	(39,926)	(45,429)
Net cash from operating activities	277,006	97,582	122,008	117,359
Cash flows from investing activities				
Increase in investments	(742,124)	-	(742,124)	(1,036)
Increase in property, plant and equipment	(53,634)	(63,291)	(69,466)	(136,483)
Increase in deferred charges	-	-	-	(1,599)
Proceeds generated from the sale of permanent assets	12,637	9,852	12,637	12,678
Net cash used in investing activities	(783,121)	(53,439)	(798,953)	(126,440)
Cash flows from financing activities				
Dividends and interest on own capital	(51,755)	(251)	(51,755)	-
Proceeds from loans and financing	684,634	109,046	690,618	233,200
Payment of loans and financing	(250,592)	(165,403)	(251,593)	(358,268)
Net cash (used in) from financing activities	382,287	(56,608)	387,270	(125,068)
Effects of exchange rate variation on cash and marketable securities	-	-	(687)	1,176
Net effect of acquisition of Ripasa	-	-	23,454	-
Changes in cash and marketable securities				
At beginning of the year	654,159	670,437	1,086,220	1,332,451
At end of the year	530,331	657,972	819,312	1,199,478
Decrease in cash and marketable secutiries	(123,828)	(12,465)	(266,908)	(132,973)

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

NOTES TO THE QUARTERLY FINANCIAL INFORMATION (Continued)
(In thousands of reais)
(Unaudited)

Balance Sheet – Statement of Consolidation at March 31, 2005

Assets	**Ripasa Full (1)**	**Ripasa Proportional (2)**	**Suzano Papel e Celulose (3)**	**Combined (4)**	**Adjustments (5)**	**Consolidated (6)**
Current assets						
Cash and marketable securities	101,845	23,455	795,857	819,312	-	819,312
Trade accounts receivable	197,876	45,571	539,918	585,489	-	585,489
Inventories	196,330	45,215	449,994	495,209	-	495,209
Recoverable taxes	19,675	4,531	33,386	37,917	-	37,917
Deferred income and social contribution taxes	851	185	99,963	100,148	-	100,148
Other accounts receivable	24,538	5,662	15,704	21,366	-	21,366
Prepaid expenses	1,346	310	2,205	2,515	-	2,515
Total current assets	**542,461**	**124,929**	**1,937,027**	**2,061,956**	**-**	**2,061,956**
Noncurrent assets						
Due from related parties	-	-	18	18	-	18
Deferred income and social contribution taxes	60,908	14,027	124,499	138,526	-	138,526
Judicial deposits	50,603	11,654	29,432	41,086	-	41,086
Recoverable taxes	14,819	3,413	21,988	25,401	-	25,401
Advances to suppliers	-	-	87,669	87,669	-	87,669
Other accounts receivable	21,660	4,988	22,224	27,212	-	27,212
Total noncurrent assets	**147,990**	**34,082**	**285,830**	**319,912**	**-**	**319,912**
Permanent assets						
Investments	1,658	382	767,606	767,988	(239,732)	528,256
Property, plant and equipment	1,381,498	318,159	3,472,053	3,790,212	-	3,790,212
Deferred charges	15,073	3,471	1,325	4,796	-	4,796
Total permanent assets	1,398,229	322,012	4,240,984	4,562,996	(239,732)	4,323,264
Total assets	**2,088,680**	**481,023**	**6,463,841**	**6,944,864**	**(239,732)**	**6,705,132**

1) Full balance sheet of Ripasa, disclosed in compliance with CVM Regulation 247/96;
2) Proportional balance sheet considering the interest of the Company in the total capital (23.03%) of Ripasa;
3) Consolidated balance sheet of Suzano Papel e Celulose before Ripasa's proportional consolidation;
4) Combined balance sheet (proportional Ripasa plus Suzano Papel e Celulose before elimination of the investment in Ripasa);
5) Consolidation adjustments (elimination of investment in Ripasa);
6) Consolidated balance sheet of Suzano Papel e Celulose.

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

NOTES TO THE QUARTERLY FINANCIAL INFORMATION (Continued)
(In thousands of reais)
(Unaudited)

Balance Sheet – Statement of Consolidation at March 31, 2005 (Continued)

Liabilities and shareholders' equity	**Ripasa Full (1)**	**Ripasa Proportional (2)**	**Suzano Papel e Celulose (3)**	**Combined (4)**	**Adjustments (5)**	**Consolidated (6)**
Current liabilities						
Trade accounts payable	109,220	25,153	115,532	140,685	-	140,685
Loans and financing	214,278	49,348	896,853	946,201	-	946,201
Debentures	-	-	36,483	36,483	-	36,483
Taxes payable	13,954	3,214	14,239	17,453	-	17,453
Payroll and taxes payable	22,659	5,218	40,836	46,054	-	46,054
Accounts payable	17,708	4,078	57,605	61,683	-	61,683
Payable to related parties	-	-	541	541	-	541
Dividends and interest on shareholders' equity payable	2,732	629	30,081	30,710	-	30,710
Income and social contribution taxes	2,089	481	3,365	3,846	-	3,846
Deferred income and social contribution taxes	11,851	2,729	-	2,729	-	2,729
Total current liabilities	**394,491**	**90,850**	**1,195,535**	**1,286,385**	-	**1,286,385**
Noncurrent liabilities					-	
Loans and financing	460,161	105,975	1,753,352	1,859,327	-	1,859,327
Debentures	-	-	481,749	481,749	-	481,749
Accounts payable	11,748	2,707	30,304	33,011	-	33,011
Deferred income and social contribution taxes	26,020	5,992	14,007	19,999	-	19,999
Provision for contingencies	155,304	35,767	151,650	187,417	-	187,417
Total noncurrent liabilities	**653,233**	**150,441**	**2,431,062**	**2,581,503**	-	**2,581,503**
Shareholders' equity					-	
Capital	807,363	185,936	1,477,963	1,663,899	(185,936)	1,477,963
Capital reserves	6,866	1,581	342,685	344,266	(1,581)	342,685
Treasury stock	-	-	(15,080)	(15,080)	-	(15,080)
Income reserves	242,089	55,753	940,693	996,446	(55,753)	940,693
Retained earnings (losses)	(15,362)	(3,538)	90,983	87,445	3,538	90,983
Total shareholders' equity	1,040,956	239,732	2,837,244	3,076,976	(239,732)	2,837,244
Total liabilities	**2,088,680**	**481,023**	**6,463,841**	**6,944,864**	**(239,732)**	**6,705,132**

1) Full balance sheet of Ripasa, disclosed in compliance with CVM Regulation 247/96;
2) Proportional balance sheet considering the interest of the Company in the total capital (23.03%) of Ripasa;
3) Consolidated balance sheet of Suzano Papel e Celulose before Ripasa's proportional consolidation;
4) Combined balance sheet (proportional Ripasa plus Suzano Papel e Celulose before elimination of investment in Ripasa);
5) Consolidation adjustments (elimination of investment in Ripasa);
6) Consolidated balance sheet of Suzano Papel e Celulose.

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

REPORT OF COMPANY'S PERFORMANCE (CONSOLIDATED)
(Unaudited)

Brief Summary of Operations

Eucalyptus pulp prices increased in the quarter, led by growing demand in the external market. Pulp CIF Europe reached US$600/ton in April, its highest level since March 2001. Meanwhile demand for papers in the domestic market declined by more than the usual seasonal movement in January and February, and began recovering in March. As a result, we directed sales to the export market, in a move which began to have more significant results at the end of the quarter.

Our results in this quarter reflect good operational performance by our equipment, with growing production levels and operational improvements as a consequence of the modernization projects and increase in capacity. We produced 334.5 thousand tons in the quarter, 17.15% more than in the 4Q04, and 5.5% more than in the 1Q04.

On March 31, 2005 we acquired control of Ripasa – jointly with VCP, in equal 50% shares. This acquisition was of 77.6% of Ripasa's voting stock and 46.06% of its total stock, for a disbursement of the equivalent in Reais of US$549.15 million. Jointly, we have an option to buy a further 22.4% of the voting stock and 13.5% of the total stock, in up to six years, for US$160.3 million (R$ 433.3 million at the exchange rate of the date of the acquisition, indexed by Selic). Our balance sheet already includes this acquisition and our income statement will reflect its impact from the start of April.

Our selling and administrative expenses, which had increased in the previous quarter due to non-recurring expenses, returned to a sustainable level. We will continue to seek synergies and improvements to reduce our expenses and improve our margins.

Our Business Environment

Strong Real affected margins

The exchange rate of the Real against the dollar was very close to stable during the whole of 1Q05, closing the quarter at R$ 2.67/US$. The average FX rate in the quarter, R$ 2.67/US$, was 4.3% lower than in 4Q04. These rates have a negative impact on our margins, and mitigate the positive effects of the increase in pulp prices, without producing significant FX-related gains.

Fx rate, R$ / US$	1Q05	4Q04	1Q04	2004	2003
Start of period	2.6544	2.8586	2.8892	2.8892	3.5333
End of period	2.6662	2.6544	2.9086	2.6544	2.8892
Average	2.6650	2.7861	2.8993	2.9263	3.0775

Source: Brazilian Central Bank.

Rise in pulp prices

Rising pulp prices in the world market were a key feature of 1Q05. CIF prices for pulp sold in Europe increased by around US$60/ton, in the quarter, to US$580/ton. The reasons for the increase in international prices are: (i) increased economic activity in the US, with higher consumption of paper and pulp; (ii) strong demand from Chinese producers; and (iii) the continuing strength of the euro against the dollar, resulting in increased dollar prices for pulp sold to Europe. At the beginning of April there was a further increase in the price of pulp, CIF Europe, to US$600/ton.

Rise in pulp prices (Continued)

World pulp producers' inventories – according to the PPPC (Pulp and Paper Products Council) were equal to 32 days' production at the end of February 2005 (the latest figure available), compared to 34 days' production at the end of January.

The difference between average prices of uncoated papers (reels, CIF Northern Europe) and eucalyptus pulp in 1Q05 was US$268/ton during the first quarter of 2005, higher than historic average of US$250/ton.

Reduction of paper demand in Brazil

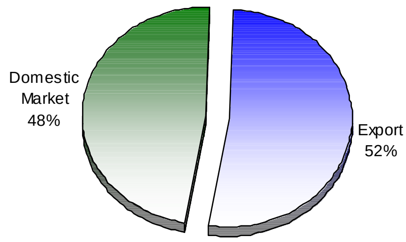
Demand for paper in the domestic market fell by more than the expected seasonal reduction in 1Q05. Average prices were stable over the period.

Sales

Net Sales

	4Q04		1Q05		1Q04	
	R$ tsd	Tons tsd	R$ tsd	Tons tsd	R$ tsd	Tons tsd
Domestic Market	**370,161**	**153.0**	**277,359**	**116.7**	**295,851**	**124.4**
Pulp	21,261	18.5	20,245	17.4	17,466	16.4
Coated P&W Paper	55,622	18.7	43,865	14.8	48,503	16.5
Paperboard	92,339	33.7	74,929	27.2	78,722	30.5
Uncoated P&W Paper	200,939	82.1	138,320	57.3	151,160	60.9
Export Market	**287,980**	**164.2**	**302,961**	**174.6**	**337,865**	**196.9**
Pulp	109,706	91.8	127,835	96.6	153,940	114.0
Coated P&W Paper	9,426	3.7	6,168	2.4	8,386	3.7
Paperboard	23,695	10.4	32,917	15.9	38,970	20.7
Uncoated P&W Paper	145,153	58.3	136,041	59.7	136,569	58.5
Total	**658,141**	**317.1**	**580,320**	**291.3**	**633,716**	**321.3**
Pulp	130,967	110.2	148,080	113.9	171,406	130.4
Coated P&W Paper	65,048	22.3	50,033	17.3	56,889	20.2
Paperboard	116,034	44.1	107,846	43.1	117,692	51.3
Uncoated P&W Paper	346,092	140.4	274,361	117.0	287,729	119.4

Lower domestic demand and stronger Real reduced net sales.



Net sales in 1Q05 were positively affected by a 1% increase in average prices, and negatively affected by a fall of 9.3% in total volume sold, totaling R$ 580.3 million, 8.4% lower than in 1Q04. In comparison with 4Q04, net sales were reduced by 11.8%, due to a reduction of 8.1% reduction in sales volume and of 4.0% in average prices. Exports provided 52.2% of net sales, compared to 43.8% in 4Q04, and 53.3% in 1Q04.

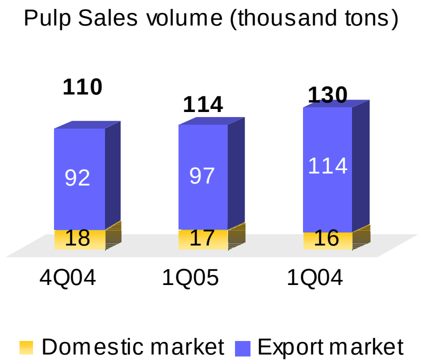
Higher pulp prices in dollars compensated for the stronger Real

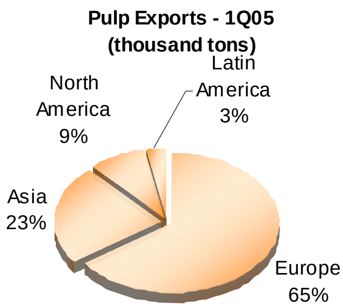
Pulp net sales were R$ 148.1 million in 1Q05, 13.6% less than in 1Q04. This was primarily the result of a 12.7% reduction in volume sold, to 113.9 thousand tons, and a decrease of 1.1% in the average price of pulp in Reais, to R$ 1,299.92 per ton in the quarter. The lower sales volume also reflects our rebuilding inventories, which at the end of 2004 were below appropriate operating levels for meeting our customers' needs. The reduction in average pulp prices in Reais reflects international prices 6.7% higher in dollars, mitigated by the appreciation of the Real.

Sales (Continued)

Net Sales (Continued)

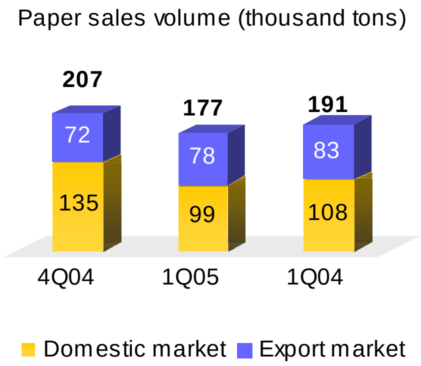
Net sales revenue from pulp was 13.1% higher than in 4Q04, due to the 3.3% increase in unit volume sold, mainly in exports, and also due to increases in average prices of 9.4% in Reais and 15.8% in dollars.

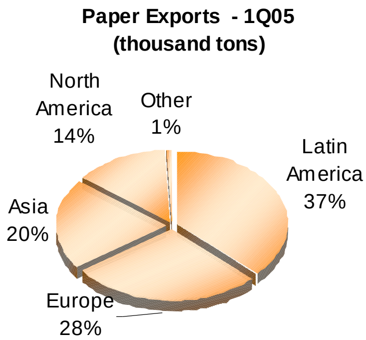




Reduction in domestic demand affected paper sales volume

1Q05 total paper net sales were R$ 432.2 million, 6.5% lower than in 1Q04. The negative effect of a 7.0% reduction in sales volume to 177.4 thousand tons in 1Q05, was partially offset by a 0.6% increase in the average price of papers, to R$ 2,436.48/ton in 1Q05. Volume sold in the domestic market decreased by 8.0% to 99.4 thousand tons, in comparison to 108.0 thousand tons in 1Q04. Sales volume to the domestic market represented 56.0% of our total sales of paper, compared with 56.6% in 1Q04. As a result, export prices became closer to domestic prices, also influenced by the increasing strength of the Real.





Production & Costs

Production (thousand tons)

	4Q04	1Q05	1Q04
Production	**285.7**	**334.5**	**317.0**
Market Pulp	76.1	129.7	128.3
Coated P&W Paper	20.6	21.6	21.8
Paperboard	49.5	48.2	48.7
Uncoated P&W Paper	139.5	134.9	118.2

Production & Costs (Continued)

The increased production volume enabled us to rebuild inventories. Total production reached 334.5 thousand tons in 1Q05 – 204.8 thousand tons of papers and 129.7 thousand tons of market pulp and in March was a record month in terms of production of pulp and final products. A contributing factor in the increase in output was the good performance of our equipment during the Mucuri pulp plant learning curve period, and the absence of maintenance stoppages (in contrast to 4Q04).

Cash production cost of market pulp was US$ 177 per ton

At the Mucuri plant the cash production cost of market pulp, including the cost of standing wood, was R$ 472/ton (US$177/ton) in 1Q05, compared with R$ 673/ ton (US$241/ton) in 4Q04. This mainly reflects (i) the absence of maintenance stoppages and the start up of the optimization project at the Mucuri unit during 4Q04; and (ii) appreciation of the Real during the quarter. In comparison with 1Q04, the cash cost increased by US$22 per ton, due to: (i) the learning curve in the pulp plant after the optimization project (which added annual production capacity of 60,000 tons); (ii) increase in chemical costs and (iii) Real appreciation.

Discussion of the Results

(In thousand R$)

	4Q04	1Q05	1Q04
Net Sales	**658,141**	**580,321**	**633,716**
Cost of Sales	(375,189)	(344,982)	(354,924)
Gross Profit	**282,952**	**235,339**	**278,792**
Selling Expenses	(51,727)	(31,909)	(31,790)
General and Administrative expenses	(73,241)	(50,132)	(46,297)
Financial Expenses	(73,782)	(58,305)	(51,801)
Financial Income	19,305	27,713	31,322
Equity Income in Subsidiaries and Affiliates	(38)	(154)	(136)
Amortization of Goodwill	-	-	(10,422)
Other Operating Income	11,738	4,256	5,813
Operating Profit before Monetary and Exchange Rate Variation	**115,207**	**126,808**	**175,481**
Net Monetary and Exchange Rate Variation on Assets	75,511	(6,901)	(14,158)
Operating Profit	**190,718**	**119,907**	**161,323**
Non Operating Income	3,460	9,829	2,894
Income and Social Contribution Taxes	(57,883)	(38,753)	(43,243)
Minority Interest	-	-	(5,059)
Net Income for the Period	**136,295**	**90,983**	**115,915**

1Q05 net income R$ 91.0 million.

Suzano's net income in 1Q05 was R$ 91.0 million, 21.5% lower than in the same period of 2004 – and 33.2% lower than in 4Q04.

The main factors in the lower net income were lower sales volume, in both the domestic and external markets, and the appreciation of the Real, which resulted in a lower price for exports in Reais.

The following were some of the consequences:

(1) Unit cost of sales, at R$ 1,184.21, was 7.2% higher than in 1Q04, reflecting salary increases in 2004 and higher production costs. Gross margin was 3.4 percentage points lower than in 1Q04 and 2.4 percentage points lower than in 4Q04.

Discussion of the Results (Continued)

(2) Net financial expenses (excluding monetary and FX variations), at R$ 30.6 million, were 49.4% higher than in 1Q04, reflecting higher interest expenses and lower financial revenue – in part due to the lower average cash and deposits.

The following factors partially offset the above effects:

(1) Administrative expenses were reduced to R$ 50.1 million, which is 8.3% higher than in 1Q04, but 31.6% lower than in 4Q04, and is at a sustainable level. As well as the salary increase in 2004, administrative expenses in this quarter included the Company's first contributions to its new private pension plan – which started operating in this quarter – and a non-recurring disbursement of R$ 1.9 million relating to the process of acquisition of Ripasa.

(2) Selling expenses, at R$ 31.9 million, were 0.4% more than in 1Q04, but 38.3% less than in 4Q04. The reduction in relation to 4Q04 reflects the reduction in domestic sales volume and the existence of non-recurring items in that quarter, including provision for doubtful accounts.

(3) The net effect of monetary and FX variations was negative, at R$ 6.9 million, due to the devaluation of only 0.4% in the Real in the quarter – the amount is 51.3% lower than its value in 1Q04 (when it was R$ 14.2 million negative).

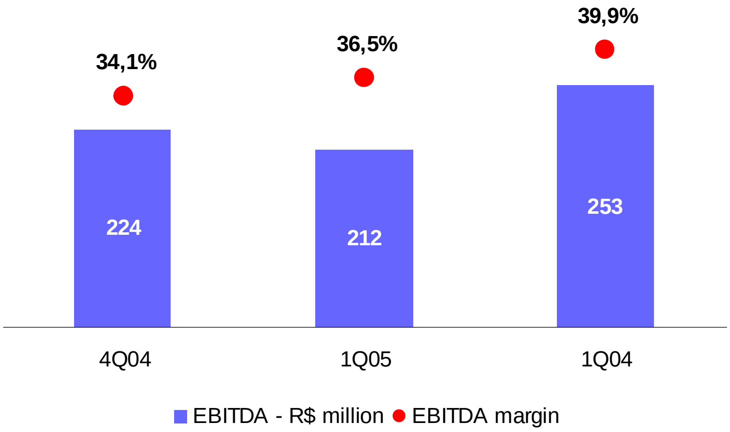
Cash generation and Financial Indicators

(in thousand R$)

	4Q04	1Q05	1Q04	4Q04X3Q04	4Q04X4Q03
EBIT	169,722	157,554	206,518	-23.7%	-7.2%
Depreciation / Depletion / Amortization	54,474	54,012	46,414	16.4%	-0.8%
EBITDA	224,196	211,566	252,932	-16.4%	-5.6%
Gross Profit / Net Sales	43.0%	40.6%	44.0%	-3,4 p.p.	-2,4 p.p.
EBITDA / Net Sales	34.1%	36.5%	39.9%	-3,4 p.p.	-2,4 p.p.
Net Debt / EBITDA (LTM)	1.56	2.51	1.68	-	-

Strong Real and lower domestic demand impacted Ebitda

1Q05 Ebitda was R$ 211.6 million (US$ 79.3 million, converted at the average R$/US$ FX rate for the period), 16.4% lower in Reais than in 1Q04, and 9.1% lower in dollars. Ebitda margin (on net sales), at 36.5%, was 3.4 percentage points lower than in 1Q04 (39.9%).



Lower capital expenditure

Cash generation and Financial Indicators (Continued)

Our capital expenditure in 1Q05 totaled R$ 69.5 million: R$ 19.0 million was spent on the São Paulo units, R$ 34.6 million on the Mucuri unit, and R$ 15.7 million on the Capim Branco hydroelectric project. Of the total, (i) R$ 8.5 million was invested in the forest base for expansion project; (ii) R$ 14.4 million was invested in industrial modernizations, including R$ 8.3 million in the optimization project; and (iii) R$ 30.6 million expenditures was the total in current investments in the industrial and forestry areas.

Acquisition of control of Ripasa

At the end of March 2005, Suzano acquired the control of Ripasa – jointly with VCP, in equal shares – through Ripasa Participações S.A. a special-purpose company in which each has 50%. The acquisition takes place in two stages:

I. On March 31, 2005, 129,676,966 common shares and 41,050,819 preferred shares in Ripasa, representing 77.59% of the voting stock and 46.06% of the total capital, were acquired, for disbursement of the equivalent in Reais of US$549.15 million; and
II. 37,449,084 common shares and 12,388,719 preferred shares in Ripasa are the subject of a purchase option to be exercised within up to six years. These represent 22.41% of the voting stock and 13.45% of the total stock. The purchase price is the equivalent in Reais of US$ 160.30 million (R$ 433.3 million on 31.03.2005, indexed by selic).

Within the shortest possible time, Suzano Papel e Celulose and VCP intend to publish details of a stockholding restructuring in Ripasa, to enable its minority stockholders to exchange their shares for shares in Suzano Papel e Celulose and VCP, in equal parts, based on the ratio between the economic values of the respective companies. After this stockholding migration, Suzano and VCP have plans under study for the next step, which would aim to obtain full advantage of the synergies, by transforming Ripasa into a production unit, operating in the form of a consortium of companies, under Sections 278 and 9 of Law 6404/76. Implementation of this requires approval by the competent tax authorities.

A premium of R$ 502.4 million was recorded on the Ripasa purchase transaction. Ripasa’s balance sheet was proportionally (23.03% of total capital) included in the Company’s consolidated financial statements.

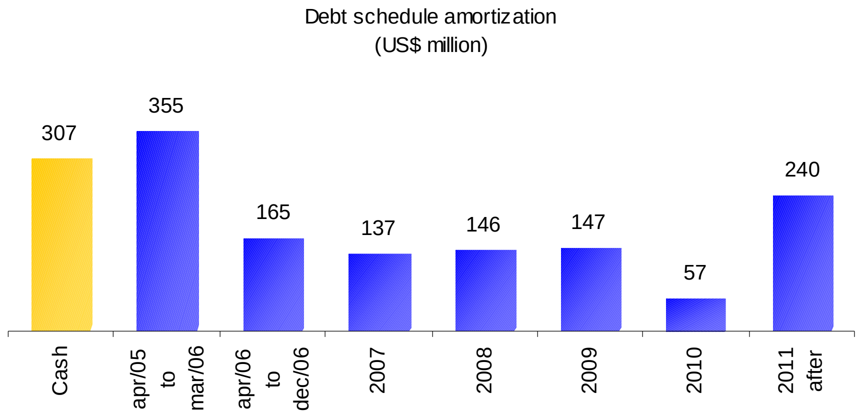
Net debt at 31 March includes funds raised to buy control of Ripasa

Our net debt on March 31, 2005 was R$ 2.3726 billion (US$889.9 million), which compares with R$ 1.616 billion (US$608.8 million) on December 30, 2004, excluding the proportional consolidation of Ripasa’s net debt, due to the participation of 23.03% in its total capital. The increase in net debt reflects the funding transactions to finance the purchase of Ripasa. At the end of March net debt / trailing 12-month Ebitda was 2.38, compared with 1.56 at the end of December 2004.

Considering the inclusion of the 23.03% of Ripasa’s net debt, our total consolidated debt reached R$ 2,504.4 million and the net debt / trailing 12-month Ebitda was 2.51. This indicator does not include 23.03% of Ripasa’s Ebitda, prior to the acquisition.

Cash generation and Financial Indicators (Continued)

Debt amortization timetable



Non financial data

The non financial data related to volume, prices, unit cost were not reviewed by our independent accountants.

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

OTHER COMPANY'S RELEVANT INFORMATION
(Unaudited)

In accordance with Corporative Governance Practices (Level 1) we are presenting the Composition of shareholders with more than 5% of voting shares direct and indirect, including individuals, at March 31, 2005 as follows:

COMPOSITION OF SHAREHOLDERS - SUZANO BAHIA SUL PAPEL E CELULOSE S/A
CAPITAL - R$ 1,477,963,325.62

Shareholders	Common	%	Preferred	%	Total	%
SUZANO HOLDING S.A	94,364,159	92.18%	45,919	0.02%	94,410,078	33.09%
IPLF HOLDING S.A	8,000,000	7.81%	-		8,000,000	2.80%
BNDES PARTICIPAÇÕES S.A - BNDESPAR	-	-	32,590,141	17.82%	32,590,141	11.42%
OTHER	10,299	0.01%	150,266,655	82.16%	150,276,954	52.69%
TOTAL	**102,374,458**	**100.00%**	**182,902,715**	**100.00%**	**285,277,173**	**100.00%**

COMPOSITION OF SHAREHOLDERS - SUZANO HOLDING S.A
CAPITAL - R$ 1,050,000,000.00

Shareholders	Common	%	Preferred	%	Total	%
FANNY FEFER	13,203,156	27.50%	9,144,528	22.41%	22,347,684	25.17%
BETTY FEFFER	10,799,025	22.50%	9,126,997	22.37%	19,926,022	22.44%
DANIEL FEFFER	5,999,454	12.50%	4,893,081	11.99%	10,892,535	12.27%
DAVID FEFFER	5,999,454	12.50%	4,870,882	11.94%	10,870,336	12.24%
JORGE FEFFER	5,999,454	12.50%	4,868,721	11.93%	10,868,175	12.24%
RUBEN FEFFER	5,999,454	12.50%	4,866,680	11.93%	10,866,134	12.24%
OTHER	3	0.00%	3,029,111	7.43%	3,029,114	3.40%
TOTAL	**48,000,000**	**100.00%**	**40,800,000**	**100.00%**	**88,800,000**	**100.00%**

COMPOSITION OF SHAREHOLDERS - IPLF HOLDING S.A
CAPITAL - R$ 195,006,861.00

Shareholders	Common	%	Preferred	%	Total	%
FANNY FEFER	53,626,886	27.50%	27	27.00%	53,626,913	27.50%
BETTY FEFFER	43,876,450	22.50%	22	22.00%	43,876,472	22.50%
DANIEL FEFFER	24,375,834	12.50%	12	12.00%	24,375,846	12.50%
DAVID FEFFER	24,375,834	12.50%	12	12.00%	24,375,846	12.50%
JORGE FEFFER	24,375,834	12.50%	12	12.00%	24,375,846	12.50%
RUBEN FEFFER	24,375,834	12.50%	12	12.00%	24,375,846	12.50%
OTHER	189	0.00%	3	3.00%	192	0.00%
TOTAL	**195,006,861**	**100.00%**	**100**	**100.00%**	**195,006,961**	**100.00%**

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

OTHER COMPANY'S RELEVANT INFORMATION(Continued)
(Unaudited)

COMPOSITION OF SHAREHOLDERS - BANCO NACIONAL DO DESENVOLVIMENTO ECONÔMICO E SOCIAL Participações- BNDESpar

Shareholders	Common	%	Preferred	%	Total	%
BNDES	1	100.00%	-	0.00%	1	100.00%
TOTAL	**1**	**100.00%**	**-**	**0.00%**	**1**	**100.00%**

COMPOSITION OF SHAREHOLDERS – BANCO NACIONAL DO DESENVOLVIMENTO ECONÔMICO E SOCIAL – BNDES

Shareholders	Common	%	Preferred	%	Total	%
BRAZILIAN GOVERNMENT	6,273,711,452	100.00%	-	0.00%	6,273,711,452	100.00%
TOTAL	**6,273,711,452**	**100.00%**	**-**	**0.00%**	**6,273,711,452**	**100.00%**

In accordance with Corporative Governance Practices (Level 1), we are presenting the quantity and characteristics of the shares that directly or indirectly pertain to the controlling company, executive board and members of Audit Committee, at March 31, 2005:

COMPOSITION OF SHAREHOLDERS - SUZANO BAHIA SUL PAPEL E CELULOSE S/A
CAPITAL - R$ 1,477,963,325.62

Shareholders	Common	%	Preferred	%	Total	%
CONTROLLING SHAREHOLDERS*	102,374,458	100.00%	81,589,422	44.61%	183,983,680	64.49%
TREASURY SHARES	-	-	1,358,419	0.74%	1,358,419	0.48%
BORD OF DIRECTORS	-	-	27,790	0.02%	27,790	0.00%
EXECUTIVE BOARD	-	-	105,237	0.05%	105,237	0.06%
AUDIT COMMITTEE	-	-	11,362	0.00%	11,362	0.00%
MANAGEMENT BOARD	-	-	4,505	0.00%	4,505	0.00%
OTHER SHAREHOLDERS	-	-	99,805,980	54.57%	99,805,980	34.99%
TOTAL	**102,374,458**	**100.00%**	**182,902,715**	**100.00%**	**285,277,173**	**100.00%**

* Including BNDES participation

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

OTHER COMPANY'S RELEVANT INFORMATION(Continued)
(Unaudited)

In accordance with Corporative Governance Practices (Level 1), we are presenting the outstanding shares and the corresponding percentage compared to the total issued shares at March 31, 2005:

COMPOSITION OF SHAREHOLDERS - SUZANO BAHIA SUL PAPEL E CELULOSE S/A

CAPITAL - R$ 1,477,963,325.62

Shareholders	Common	%	Preferred	%	Total	%
SUZANO HOLDING S.A	94,364,159	92.18%	45,919	0.03%	94,410,078	33.10%
IPLF HOLDING S/A	8,000,000	7.81%	-	-	8,000,000	2.80%
BNDES PARTICIPAÇÕES S.A	-	-	32,590,141	17.82%	32,590,141	11.42%
TREASURY SHARES	-	-	1,358,419	0.74%	1,358,419	0.48%
OTHER SHAREHOLDERS	10,299	0.01%	48,953,362	26.76%	48,963,661	17.16%
OUTSTANDING SHARE	-	-	99,954,874	54.65%	99,954,874	35.04%
TOTAL	**102,374,458**	**100.00%**	**182,902,715**	**100.00%**	**285,277,173**	**100.00%**

Supplementary information

In order to provide comparative data, we are disclosing below the main relevant notes without considering the proportional consolidation of Ripasa as of March 31, 2005:

1) Cash and Marketable Securities

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Cash and banks	49,968	11,853	221,129	176,974
Marketable securities	480,363	642,306	574,728	909,246
	530,331	654,159	795,857	1,086,220

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

OTHER COMPANY'S RELEVANT INFORMATION(Continued)
(Unaudited)

2) Trade accounts receivable

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Domestic receivables	332,096	406,512	332,453	406,811
Foreign receivables				
Subsidiaries	262,928	387,185	-	-
Third parties	16,980	18,204	235,955	199,024
Discounted export receivables	(445)	(16,988)	(445)	(16,988)
Allowance for doubtful accounts	(23,663)	(23,516)	(28,045)	(28,587)
	587,896	771,397	539,918	560,260

3) Inventories

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Finished goods				
Pulp				
Domestic	20,890	13,052	20,890	13,052
Foreign	-	-	9,313	12,179
Papel				
Domestic	143,907	123,052	143,907	123,052
Foreign	-	-	50,529	40,747
Work in process	19,463	18,032	19,463	18,032
Raw materials	78,632	79,523	78,632	79,523
Maintenance and other materials	127,177	119,319	127,260	119,410
	390,069	352,978	449,994	405,995

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

OTHER COMPANY'S RELEVANT INFORMATION(Continued)
(Unaudited)

4) Recoverable taxes

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Recoverable social contribution tax	184	177	184	177
Recoverable income tax	6,702	5,470	6,702	5,470
Recoverable PIS/COFINS	7,804	6,687	7,804	6,687
State VAT (ICMS) on acquisition of PP&E	38,605	42,409	38,605	42,409
Other	2,072	1,669	2,079	1,674
	55,367	56,412	55,374	56,417
Less current assets	33,386	30,885	33,386	30,85
Noncurrent assets	21,981	25,527	21,988	25,532

5) Income and social contribution taxes

ASSETS

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Tax losses	37,031	45,154	37,031	45,154
Social contribution tax loss carryforward	10,759	13,790	10,759	13,790
Temporary differences:				
- On provisions	56,437	57,468	66,534	68,367
- On goodwill	110,138	116,617	110,138	116,617
	214,365	233,029	224,462	243,928
Less current assets	89,866	95,176	99,963	106,075
Noncurrent assets	124,499	137,853	124,499	137,853

LIABILITIES

	Parent Company	
	Mar/2005	Dec/2004
Debits on incentive accelerated depreciation	14,007	13,147
	14,007	13,147
Less current liabilities	-	-
Noncurrent liabilities	14,007	13,147

Based on this technical analysis of future taxable income, the Company expects to recover these tax credits in the following years:

	Parent Company		Consolidated	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
2005	76,512	95,176	86,609	106,075
2006	49,783	49,783	49,783	49,783
2007	67,669	67,669	67,669	67,669
2008	20,401	20,401	20,401	20,401
	214,365	233,029	224,462	243,928

6) Property, plant and equipment

	Average annual depreciation rate	Mar/2005			Dec/2004
		Cost	Depreciation	Net	Net
Buildings	3.34%	643,308	(266,746)	376,562	377,807
Machinery and equipment	4.38%	3,526,203	(1,443,311)	2,082,892	2,087,634
Other assets	18.59%	172,212	(105,517)	66,695	67,214
Land and farms	-	345,751	-	345,751	338,646
Timber resources	-	445,196	-	445,196	433,081
Construction in progress	-	154,957	-	154,957	155,488
		5,287,627	(1,815,574)	3,472,053	3,459,870

SUZANO BAHIA SUL PAPEL E CELULOSE S.A.

OTHER COMPANY'S RELEVANT INFORMATION
(Unaudited)

7) Provision for contingencies

	Parent Company		Consolidatec	
	Mar/2005	Dec/2004	Mar/2005	Dec/2004
Taxes				
PIS/COFINS	67,529	62,997	67,529	62,997
PIS half-yearly computation	41,614	40,764	41,614	40,764
ICMS	15,055	15,241	15,056	15,241
	124,198	119,002	124,199	119,002
Labor and civil	27,452	27,078	27,451	27,078
	151,650	146,080	151,650	146,080

8) Financing and loans

	Index	Average annual interest rate	Parent Company March 31, 2005	Parent Company December 31, 2004	Consolidated March 31, 2005	Consolidated December 31, 2004
To acquire property, plant and equipment:						
BNDES – Finem	TJLP	9.96%	417,818	429,814	461,858	467,487
BNDES – Finem	Basket of currencies	10.81%	103,782	100,767	103,782	100,767
BNDES – Finame	TJLP	9.60%	37,499	36,197	37,499	36,197
BNDES – Automatic	TJLP	8.80%	4,215	4,752	4,215	4,752
Rural credit	-	8.75%	1,988	3,517	1,988	3,517
For working capital:						
Exports financing	US$	5.47%	1,933,669	1,456,760	1,933,669	1,456,760
Foreign onlending	US$	8.68%	20,096	36,001	20,096	36,001
BNDES - Exim	TJLP	4.04%	-	-	-	-
Imports financing	US$	3.05%	76,915	86,298	76,915	86,298
Other	US$	4.50%	-	-	10,183	10,231
			2,596,042	2,154,106	2,650,205	2,202,010
Less current liabilities (includes interest payable)			886,233	779,059	896,853	789,680
Noncurrent liabilities			1,709,809	1,375,047	1,753,352	1,412,330

Long-term loans and financing mature as follows:

2006 (April to December)	403,241	534,169	403,772	534,643
2007	335,004	304,964	338,4,67	308,022
2008	363,637	199,510	368,474	203,651
2009	364,725	147,670	369,562	151,811
2010	147,178	94,036	152,015	98,177
2011 onwards	96,024	94,698	121,062	116,026
	1,709,809	1,375,047	1,753,352	1,412,330