



RELEVANT FACT

São Paulo, July 2, 2014 – BIOSEV S.A., the world's second largest sugarcane processor, with 11 industrial units strategically located in 4 Agro-industrial Clusters in Brazil, pursuant to article No. 3 of CVM Instruction No. 358/02, hereby informs its shareholders and the market in general that the Brazilian Securities and Exchange Commission ("CVM") approved at a board of directors' meeting held on June 30, 2014 the request of the Company for a potential alternative procedure, pursuant to article 28 of Instruction CVM nr. 361/2002 ("Approved Alternative Procedure") and according to the following conditions:

- (a) The Approved Alternative Procedure will be applicable only in case the holders of the put options launched by Hédera Investimentos e Participações Ltda. ("Hédera"), in the context of the Company's Initial Public Offering, exercise their right to sell shares issued by the Company to Hédera in a volume that causes the latter to purchase more than 1/3 (one third) of the free float of the Company;
- (b) Should the condition mentioned in item (a) occur, then the controlling shareholder of the Company will have the right to alienate the shares exceeding such 1/3 (one third) of the free float within the period of 18 (eighteen) months after July 21, 2014. The alienation of excess shares within such period will be implemented to dismiss the requirements for presenting a tender offer due to participation increase.

An extract of the aforementioned decision taken by the CVM is available on the CVM website at www.cvm.gov.br and on the investor relations website of the Company at www.biosev.com/ir.

Biosev is the world's second largest sugarcane processor, with 11 industrial units strategically located in four Agro industrial Clusters in Brazil. The Company is controlled by the Louis Dreyfus Commodities group and began operating in the sugar and ethanol industry in 2000, when it acquired its first unit in Brazil. Since then it has built a successful track record of growth through both acquisitions and expansion projects that have led its crushing capacity to increase from 0.9 million metric tons/year in 2000 to 36.4 million metric tons/year today. Biosev manages 340,000 hectares of land and has surplus biomass power generation capacity of 1,346 GWh. The Company adopts the highest standards of corporate governance and its stock is traded on the Novo Mercado segment of the Brazilian stock exchange (BM&FBOVESPA).