

## CIMENTO TUPI S.A. – IN JUDICIAL REORGANIZATION

### SENIOR UNSECURED NOTES (OPTION 2) (to be issued pursuant to Section 4.3.1.3 of the Judicial Recovery Plan)

#### SUMMARY OF MAIN TERMS AND CONDITIONS

Cimento Tupi S.A. – In Judicial Reorganization (the “**Issuer**”) intends to amend and restate the Indenture dated as of May 11, 2011 relating to 9.75% Senior Unsecured Notes due 2018 (the “**Original Notes**”) issued by Cimento Tupi S.A. in connection with a proposed restructuring to be implemented through a Judicial Recovery Plan (the “**Plan**”) to be approved in a Brazilian judicial reorganization (*recuperação judicial*) proceeding, which shall be recognized in a proceeding (the “**Chapter 15 Case**”) under chapter 15 of Title 11 of the United States Code, 11 U.S.C. § 101 et seq. (the “**Bankruptcy Code**”).

The amended and restated indenture will provide for four alternative series of notes, each with different terms and conditions. This summary sets forth the material terms and conditions relating to the 2.00% Amortizing Unsecured PIK Notes due [2032] (Option 2) (the “**Option 2 Notes**”).

<b>Issuer</b>	Cimento Tupi, S.A. – In Judicial Reorganization
<b>Notes; Issue Amount</b>	2.00% Amortizing Unsecured PIK Notes due [2032] (Option 2). Aggregate amount under the Option 2 Notes (to be comprised of certain unpaid principal and accrued but unpaid interest under the Original Notes) will be determined once the senior unsecured creditors have made their choice in accordance with the Plan whether to receive Option 1 Notes, Option 2 Notes, Option 3 Notes or Option 4 Notes under the amended and restated indenture (each as defined in their respective summaries).
<b>Trustee</b>	To be selected by the Issuer.
<b>Closing Date</b>	The effective date of the recognition of the Plan in the Chapter 15 Case (the “ <b>Closing Date</b> ”).
<b>Maturity</b>	The eleventh (11 <sup>th</sup> ) anniversary of the Closing Date (the “ <b>Maturity Date</b> ”). All references herein to the anniversaries shall be from the Closing Date.
<b>Amortization</b>	First amortization payment on the date which is 30 days from the Closing Date. Thereafter, no amortization during the first four (4) years after the Closing Date.

	<p>Beginning on the fifth (5<sup>th</sup>) anniversary of the Closing Date, the Option 2 Notes shall be fully amortized over a 7-year amortization schedule in accordance with item 4.3.1.3 of the Plan.</p> <p>For a description of the applicable amortization installments under the Option 2 Notes, see Appendix A.</p>
<b>Interest</b>	<p>2.00% per annum, to be accrued from the Closing Date computed on the basis of a 360-day year composed of twelve 30-day months.</p> <p><u>PIK Interest Payments:</u> Interest accruing during the first four (4) years after the Closing Date will be paid annually either by (i) increasing the outstanding principal amount of the Option 2 Notes or (ii) issuing additional notes, in each case, in an aggregate principal amount equal to the amount of accrued interest due on the relevant interest payment date (rounded up to the nearest \$1.00) (such payments, collectively, the "<b>PIK Payments</b>"). Interest will accrue on the principal amount of PIK Payments.</p> <p><u>Cash Interest Payments:</u> After the first four (4) years, the interest accruing from the fourth (4<sup>th</sup>) anniversary of the Closing Date computed on the basis of a 360-day year composed of twelve 30-day months will be payable in cash annually together with the principal amortization.</p> <p>For a description of the applicable interest payment dates under the Option 2 Notes, see Appendix A.</p>
<b>Default Interest</b>	The applicable interest rate plus 1.0% per annum.
<b>Tax Withholding</b>	All payments in respect of the Option 2 Notes, whether of principal (including, if applicable, any redemption price or repurchase price), or interest will be made without withholding or deduction for or on account of any taxes, except as required by law. In the event that any such withholding or deduction is required by law, the Issuer will, subject to certain exceptions, pay such additional amounts as may be necessary in order that the net amounts received by the noteholders after any such withholding and/or deduction in respect of such taxes shall equal the respective amounts which would have been received in respect of the Option 2 Notes in the absence of such withholding or deduction.
<b>Proceeds</b>	As a result of the amendment and restatement of the Indenture dated as of May 11, 2011 relating to the Original Notes, the Option 1 Notes, the Option 2 Notes, the Option 3 Notes and the Option 4 Notes will collectively discharge all amounts due under such Original Notes.
<b>Priority</b>	The Option 2 Notes will be the Issuer's senior unsecured obligations and will rank equally in right of payment with any future senior unsecured indebtedness of the Issuer (except those obligations

	<p>preferred by operation of law) and will be senior to any subordinated indebtedness of the Issuer. The Option 2 Notes will effectively rank junior to all secured debt of the Issuer to the extent of the value of the assets securing the debt, and will rank junior to all debt of the Issuer's subsidiaries.</p>
<b>Optional Redemption</b>	<p>The Issuer may redeem all or a part of the Option 2 Notes, upon at least 15 but not more than 60 days prior written notice before the redemption date, at any time or from time to time prior to the Maturity Date, as a whole or in part, at a price of 100% of the amount outstanding under the Option 2 Notes, plus accrued and unpaid interest, if any, to, but excluding, the date of redemption, subject to the rights of holders of record on the relevant record date to receive interest due on the relevant interest payment date.</p>
<b>Covenants</b>	<p>The amended and restated indenture will not contain any financial covenants or any other restrictive covenants, except as described below.</p> <p>The amended and restated indenture will contain only limited covenants regarding the following matters:</p> <ul style="list-style-type: none"> <li>• Customary covenant regarding the consolidation or merger of the Issuer or the sale of all or substantially all of its properties or assets.</li> <li>• Maintenance of office or agency.</li> <li>• Existence.</li> <li>• Payment of taxes.</li> <li>• Maintenance of properties and insurance.</li> <li>• Financial reports.</li> <li>• Reports to trustee.</li> <li>• Disclosure of names and addresses of holders.</li> <li>• Paying agent and transfer agent.</li> </ul>
<b>Defeasance and Discharge Provisions</b>	<p>Customary defeasance and discharge provisions.</p>
<b>Modification</b>	<p>Customary amendment provisions.</p>
<b>Events of Default</b>	<p>The amended and restated indenture will contain only the following customary events of default with certain customary exceptions: (i) nonpayment of principal when due or interest, fees or other amounts after a customary grace period; (ii) failure to perform or observe covenants set forth in the amended and restated indenture, subject (where customary and appropriate) to notice and an appropriate grace</p>

	period; (iii) cross-acceleration to other indebtedness in a customary amount to be set forth in the amended and restated indenture; (iv) bankruptcy ( <i>decretação de falência</i> ); and (v) monetary judgment defaults in an amount to be set forth in the amended and restated indenture.
<b>Trustee's Expenses and Indemnification</b>	The amended and restated indenture will contain customary and appropriate provisions relating to indemnity, reimbursement, exculpation and other related matters between the Issuer and the Trustee.
<b>Transfer Restrictions</b>	The Option 2 Notes will be subject to customary transfer restrictions applicable to Regulation S / Rule 144A notes.
<b>Form</b>	The Option 2 Notes will be registered in the name of a nominee for The Depository Trust Company (" <b>DTC</b> "), for the accounts of its direct and indirect participants, including Euroclear and Clearstream. Beneficial interests in any of the Option 2 Notes will be shown on, and transfers will be effected only through, records maintained by DTC or its nominees, and any such interests may not be exchanged for certificated securities, except in limited circumstances.
<b>Denomination</b>	The Option 2 Notes will be issued in minimum denominations of U.S.\$1 and in integral multiples of U.S.\$1 in excess thereof.
<b>Listing</b>	The Option 2 Notes may not be listed on any securities exchange.
<b>Governing Law</b>	State of New York
<b>Forum</b>	State of New York

**APPENDIX A  
SCHEDULE OF PAYMENTS**

<b>Payment Date</b>	<b>% of Principal Amount of Option 2 Notes</b>	<b>% of Accrued but Unpaid Interest Amount under the Original Notes</b>	<b>% of Principal Amount of PIK Notes</b>	<b>Interest Payments</b>	<b>Total Aggregate Payment Amount (\$)</b>
[date], 20[21] (i.e., 30 days from the Closing Date)	10.0%	10.0%	10.0%	-	\$[ ]
[date], 20[22]	0%	0%	0%	2.00% (PIK Payment)	\$[ ]
[date], 20[23]	0%	0%	0%	2.00% (PIK Payment)	\$[ ]
[date], 20[24]	0%	0%	0%	2.00% (PIK Payment)	\$[ ]
[date], 20[25]	0%	0%	0%	2.00% (PIK Payment)	\$[ ]
[date], 20[26]	7.5%	7.5%	7.5%	2.00% (Cash Payment)	\$[ ]
[date], 20[27]	7.5%	7.5%	7.5%	2.00% (Cash Payment)	\$[ ]
[date], 20[28]	10.0%	10.0%	10.0%	2.00% (Cash Payment)	\$[ ]
[date], 20[29]	11.25%	11.25%	11.25%	2.00% (Cash Payment)	\$[ ]
[date], 20[30]	11.25%	11.25%	11.25%	2.00% (Cash Payment)	\$[ ]
[date], 20[31]	26.25%	26.25%	26.25%	2.00% (Cash Payment)	\$[ ]
[date], 20[32]	26.25%	26.25%	26.25%	2.00% (Cash Payment)	\$[ ]
<b>Total</b>	<b>100%</b>	<b>100%</b>	<b>100%</b>	-	\$[ ]