

## Material Fact

### São Martinho announces its production guidance for 2020/2021 crop year

**São Paulo, June 29, 2020** – São Martinho S.A. (“São Martinho” or “Company”; B3: SMT03), one of Brazil's largest sugar and ethanol producers, in compliance with CVM Instruction 358/02 and corporate governance best practices, announces to its shareholders and the market its operational guidance for the 2020/2021 crop year, as per the following table:

	20/21 Guidance	19/20	Chg. (%)
<b>OPERATIONAL DATA</b>			
Crushing ('000 tons)	23,200	22,640	2.5%
Average TRS (Kg/Ton)	138.0	139.4	-1.0%
<b>Production Mix Scenarios</b>			
	<b>Max Sugar</b>	<b>Max Ethanol</b>	
Sugar ('000 tons)	1,490	1,135	1,106
Ethanol ('000 m³)	970	1,200	1,172
Cogeneration ('000 MWh)	925	930	913

The volume of sugarcane crushing in the 20/21 crop year is estimated at approximately 23.2 million tons, up 2.5% from the previous crop year, driven by higher yields of sugarcane fields.

As for the production mix estimated for the crop year, considering the premium of sugar prices in relation to ethanol prices, mainly as from March 2020, the Company estimates that it should prioritize sugar production during the 20/21 crop year, reducing the share allocated to ethanol, considering current market conditions.

Note that forward-looking statements are not guarantees of future performance, since they involve risks, uncertainties and assumptions and therefore depend on circumstances that may or may not occur. Readers are cautioned that industry conditions and other operational and weather conditions could affect the Company's future results, leading them to differ materially from those expressed in such forward-looking statements.

**São Martinho S.A.**

**Felipe Vicchiato**

Chief Financial and Investor Relations Officer