



MAGNESITA REFRAATÁRIOS S.A.

CNPJ/MF N° 08.684.547/0001-65

LISTED COMPANY

NOTICE TO THE MARKET

São Paulo, March 07, 2012 - **Magnesita Refratários S.A.** (BM&FBovespa – Novo Mercado: MAGG3), hereby informs its shareholders and the market in general that, in accordance with CVM Normative Instruction no. 308/99, the Board of Directors, in a meeting held on March 06, 2012, approved the appointment of Ernst & Young Terco Auditores Independentes S/S for the performance of independent auditing services regarding the Company's financial information, to be commenced on the first trimester of 2012, in replacement of PriceWaterhouseCoopers Auditores Independentes, responsible for the auditing of the Company's financial statements in relation to the corporate year ended on December 31st 2011.

Such replacement complies with the directives for independent auditor alternation set forth in Article 31 of the abovementioned CVM Normative Instruction, which provides for the replacement of independent auditors every 5 (five) years.

PriceWaterhouseCoopers Auditores Independentes, herein represented in accordance with its Articles of Association, signs the present notice in order to express its consent regarding the referred replacement, in compliance with Article 28 of the abovementioned CVM Normative Instruction.

Flávio Rezende Barbosa

CFO & Investor Relations Officer

Magnesita Refratários S.A.

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