



JBS communicates expansion in Brazil

JBS S.A.
CNPJ nº 02.916.265/0001-60
NIRE 35.300.330.587
Authorized Capital Publicly Held Company

MATERIAL FACT **JBS communicates expansion in Brazil**

JBS S.A. (JBSS3 and JBSAY) communicates its expansion in Brazil incorporating five slaughter and deboning units. These units will increase the Company's slaughter capacity by 5,150 heads/day. The Company leased (i) the slaughter and deboning unit in the city of Juara with processing capacity of 800 heads/day, (ii) the slaughter and deboning unit in the city of Alta Floresta with processing capacity of 1.600 heads/day, (iii) the slaughter and deboning unit in the city of Colider with processing capacity of 850 heads/day, (iv) the slaughter and deboning unit in the city of Cuiabá with processing capacity of 800 heads/day and (v) the slaughter and deboning unit in the city of São Jose dos Quatro Marcos with processing capacity of 1.100 heads/day. The two last units belong to the Quatro Marcos Group which is under judicially supervised recovery. These leases have been approved by the relevant authorities.