

**JBS announces the sale of its plant in San Jose, Argentina.**

JBS SA announces to its shareholders and to the market in general that it completed the sale of its plant located in the city of San Jose in the province of Entre Rios, Argentina yesterday. The sale was made to a consortium comprising local cooperatives and the provincial government of Entre Rios which will now operate the plant jointly.

The transaction was completed for a value equivalent to US\$16.5 million with US\$15 million paid in cash and the balance due within a one year period. JBS acquired this plant in San Jose in 2006 and closed it down in 2009.

JBS continues exercising its best efforts to maintain viable operations in Argentina with a view towards serving its local customers as well as its many clients abroad adhering to the regulations imposed by the local authorities.

São Paulo, May 9, 2012.

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