



JBS adjusts production in Argentina

JBS S.A. informs its shareholders and the market in general that it is adjusting its activities in Argentina to the country's macroeconomic reality. Therefore, operations of the production unit located in Venado Tuerto, which are suspended since December 2011, will be paralyzed.

The decision to close down the Venado Tuerto unit arose from the Company's need to maintain its competitiveness in Argentina. JBS made a series of investments, including the Swift brand positioning and remains interested in continuing to operate in the country.

The closing of the Venado Tuerto unit will not represent losses to the contracts signed by the Company, which will be served by other JBS units. JBS will fulfill all its commitments with its customers.

Despite the termination of activities in Venado Tuerto, JBS will continue its operations in Rosario, Pilar and Pontevedra.

São Paulo, January 06th, 2012.

Jeremiah O'Callaghan
Investor Relations Officer