



Asset Based Loan – US\$ 850,000,000 – LIBOR + 1.75% Annually

Completion of the Company's Debt Rebalancing

JBS S.A., communicates to its shareholders and to the market in general, as the last part of the Company's debt rebalancing process announced in a Notice to the Market on the 12th of May, 2011, that its subsidiary JBS USA, LLC today priced its Asset Based Loan (ABL) with a principal amount of US\$850 million and an interest rate of LIBOR + 1.75% annually, with a 5 year maturity.

The Company opted to expand the initial amount from US\$800 million to US\$850 million due to demand which reached US\$2 billion, and an interest rate significantly lower than expected.

This operation completes the debt rebalancing process of the Company which includes the following completed operations:

- Senior Unsecured Bond in the amount of US\$650 million with a 10 year maturity and a coupon of 7.25% annually.
- Term Loan B in the amount of US\$475 million with a 7 year maturity and a cost of LIBOR + 3% annually.
- Term Loan A in JBS Five Rivers in the amount of US\$85 million with a 5 year maturity and a cost of LIBOR + 2.75% annually.

The total operations amounted to US\$2.06 billion with an average cost of 4.35%, resulting in a reduction in the cost of debt and a more efficient tax structure which together represent a savings for the company around US\$ 150 million per year. Besides this, there will be an improvement in debt profile, reducing the share of short term debt.

São Paulo, 30th of June, 2011.

Jeremiah O'Callaghan
Investor Relations Officer