



## Redeem All Of The Outstanding Debentures

JBS S.A. ("Company") hereby informs its debenture holders that, pursuant to the Notice to Debentures Holders dated June 03, 2011, it is redeeming all of the outstanding debentures that were not used in the Company's capital increase approved at the Board of Directors Meeting held on July 14, 2011 ("Capital Increase"), as provided for in the "Private Instrument of First Amendment to the First Issuance of Debentures Convertible into Shares, with Swap Clause, issued by JBS S.A." ("Amendment"), under the following conditions:

**Use of the Credit in the Capital Increase:** Under the terms of the Amendment, the debenture holders were given the right to use the amount corresponding to their respective credit to pay in for shares issued by the Company under the Capital Increase. Within the term set forth, a debenture holder representing 99.94% of the total credit of the debentures, corresponding to one million, nine hundred and ninety eight thousand, eight hundred and thirty two (1,998,832) debentures, in a total of three billion, four hundred seventy seven million, five hundred and sixty seven thousand, nine hundred and thirteen reais and sixty cents (R\$3,477,567,913.60), decided to capitalize the amount corresponding to its debentures. Therefore, 0.06% of the total amount of the credit of the debentures, corresponding to one thousand, one hundred and sixty eight (1,168) debentures, in a total of two million, thirty two thousand, eighty six reais and forty cents (R\$2,032,086.40), were not used in the Capital Increase and became subject to redemption, pursuant to the terms of the Amendment.

**Redemption of the Debentures Not Used in the Capital Increase:** As provided for in the Amendment, the Company is redeeming the totality of debentures not used in the Capital Increase for their Unitary Face Value (*Valor Nominal Unitário*), as defined in the Amendment, that is, for one thousand, seven hundred and thirty nine reais and eighty cents (R\$1,739.80) per debenture.

**Term for Payment of the Credit from the Redemption of the Debentures :** The credit from the redemption of the debentures will be available at Banco Bradesco S.A., on September 30, 2011.

**Update of the Debenture Holders' Information :** The debenture holders whose information is not updated with Banco Bradesco S.A. must contact such bank to update their information, in order to receive the credit from the redemption of their debentures.

São Paulo, September 27, 2011.

Jeremiah O'Callaghan

Investor's Relations Officer

