



Background Information Regarding Recent International Trade Issues

JBS S.A. communicates to the market, concerning the recent news related to exports out of Brazil, as follows:

Trade between Brazil and the US – The Brazilian government last night announced that it was voluntarily delisting the establishments that produce industrialized meat products for export to the USA. This suspension is expected to remain in force until the Brazilian and American authorities can meet to discuss the different methodology of analysis regarding the presence of biological and chemical residues in this product category.

While this action is disruptive to JBS ongoing trade in this channel, it is of limited material importance as less than 0.5% of the consolidated company's revenues are derived from trade between Brazil and the USA, and the Company believes this disruption should be temporary.

Trade between Brazil and Russia - The Company was informed that the Russian Authorities have decided to suspend exports from a number of Brazilian slaughterhouses, out of which 3 plants belonging to JBS. While the Company has not been informed of the reasons behind the suspension, it is important to highlight that the financial impact from this issue tends to be negligible, given that JBS has 14 other plants in Brazil authorized to access the Russian market.

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