



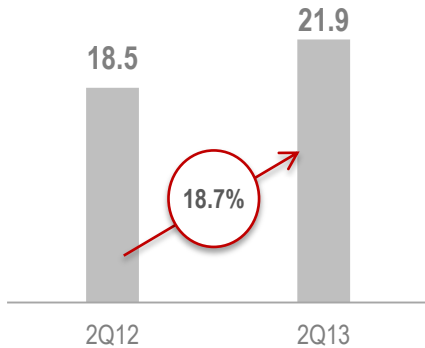
Results for 2Q13

JBS S.A. (Bovespa: JBSS3)

São Paulo, August 14th, 2013

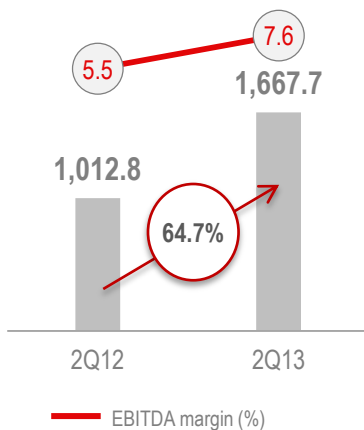
2Q13 Highlights

Net Revenue (R\$ Billion)



✓ Net revenue of R\$21.9 billion, an increase of R\$3.4 billion compared to 2Q12, or 18.7%, of which 70% came from organic growth.

EBITDA (R\$ Million)



✓ Consolidated EBITDA was R\$1,667.7 million, an increase of 64.7% over 2Q12. EBITDA margin was 7.6%, compared with an EBITDA margin of 5.5% in 2Q12.

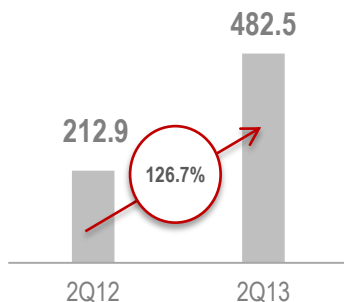
✓ Adjusted net income of R\$482.5 million.

✓ Free cash flow of R\$563.0 million.

✓ Operating cash flow of R\$886.7 million.

✓ JBS ended the quarter with R\$7.2 billion in cash and cash equivalent, corresponding to 85% of short-term debt.

Adjusted Net Income (R\$ million)



✓ Leverage ended the period in 3.28x, considering R\$324.7 million of debt assumed from Seara acquisition. Excluding this amount, the leverage was 3.21x.

✓ Leverage considering debt and results in dollar and excluding the debt assumed from Seara acquisition, ended the period in 3.03x.





Results for 2Q13

JBS S.A. (Bovespa: JBSS3)

São Paulo, August 14th, 2013

2Q13 Highlights

- ✓ JBS posted **consolidated net revenue of R\$21.9 billion**, an increase of R\$3.4 billion compared to 2Q12, or 18.7%, **of which 70% came from organic growth**.
- ✓ **Consolidated EBITDA was R\$1,667.7 million**, an increase of 64.7% over 2Q12. EBITDA margin was 7.6%, compared with an EBITDA margin of 5.5% in 2Q12.
 - **JBS USA Beef posted net revenue of US\$4.8 billion**, 12.6% above 2Q12. **EBITDA was US\$161.7 million**, reversing a net loss of US\$9.1 million same period last year. **EBITDA margin was 3.4%**.
 - **JBS USA Chicken (Pilgrim's Pride Corporation – "PPC") net revenue totaled US\$2.2 billion**, 10.6% ahead of 2Q12. **2Q13 EBITDA came in at US\$265.0 million**, with an EBITDA margin of 12.1%.
- ✓ JBS posted **adjusted net income** for the quarter of R\$482.5 million, excluding deferred income tax due to goodwill of R\$35.9 million at the Parent Company and NOLs (Net Operating Losses) at JBS USA in the amount of R\$108.1 million, both of which don't represent cash disbursement. The reported net income in 2Q13 was R\$338.5 million, R\$118.13 per thousand shares.
- ✓ JBS generated positive **free cash flow** of R\$563.0 million during 2Q13. The **net cash from operating activities** was R\$886.7 million.
- ✓ The Company ended the quarter with **R\$7.2 billion in cash or cash equivalent**, corresponding to 85% of short-term debt.
- ✓ **Leverage** (net debt / EBITDA) ended the period in 3.28x, including the anticipation of the assumption of R\$324.7 million in debt from Seara Brasil and Zenda acquisitions. **Excluding the debt from these acquisitions, JBS leverage was 3.21x**.
- ✓ **Leverage in dollar**: considering EBITDA converted to the dollar from the last day of each of the last four quarters and Net Debt converted to the dollar of the end of the period, including debt from Seara Brasil and Zenda acquisitions, **leverage was 3.09x**. **Excluding the debt from the transaction mentioned above, JBS' leverage reduced to 3.03x**.





Results for 2Q13

Analysis of Consolidated Results

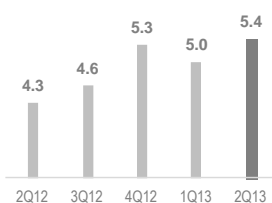
Analysis of the principal financial indicators of JBS by Business Unit (in local currency)

		2Q13	1Q13	Δ%	2Q12	Δ%
Net Revenue						
JBS USA Beef	US\$	4,806.2	4,315.2	11.4%	4,266.9	12.6%
JBS USA Pork	US\$	868.5	842.0	3.1%	844.0	2.9%
JBS USA Chicken	US\$	2,184.1	2,036.9	7.2%	1,974.5	10.6%
JBS Mercosul	R\$	5,432.8	4,969.6	9.3%	4,317.7	25.8%
EBITDA						
JBS USA Beef	US\$	161.7	-25.1	-	-9.1	-
JBS USA Pork	US\$	50.7	46.8	8.4%	49.2	3.2%
JBS USA Chicken	US\$	265.0	117.7	125.1%	125.7	110.8%
JBS Mercosul	R\$	543.5	561.7	-3.2%	630.3	-13.8%
EBITDA Margin						
JBS USA Beef	%	3.4%	-0.6%	-	-0.2%	-
JBS USA Pork	%	5.8%	5.6%	-	5.8%	-
JBS USA Chicken	%	12.1%	5.8%	-	6.4%	-
JBS Mercosul	%	10.0%	11.3%	-	14.6%	-

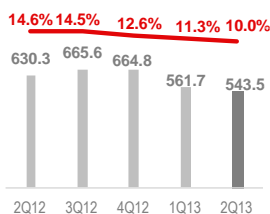
Performance by Business Unit

JBS Mercosul  

Net sales (R\$ billion)

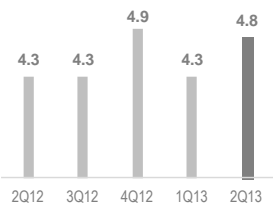


EBITDA (R\$ million)

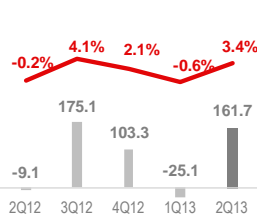


JBS USA 
(Including Australia and Canada)

Net sales (US\$ billion)

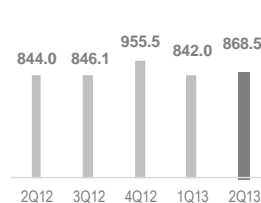


EBITDA (US\$ million)

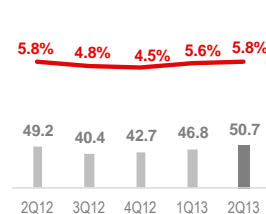


JBS USA 

Net sales (US\$ million)

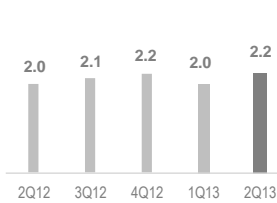


EBITDA (US\$ million)

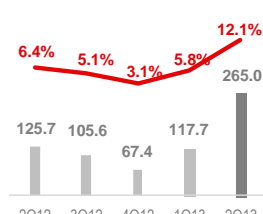


JBS USA (PPC) 

Net sales (US\$ billion)



EBITDA (US\$ million)



EBITDA Margin (%)

*JBS S.A. ("JBS") (Bovespa: JBSS3), the global leading producer of animal protein announces today its results for the second quarter of 2013 (2Q13). For the purpose of analysis, this report considers the results for the quarter ended June 30, 2012 (2Q12) and March 31, 2013 (1Q13). The consolidated results of JBS are presented in Brazilian Real (R\$) and when separately analyzed, each business unit reports its results in the currency of the country in which it operates. The operations of JBS Australia and JBS Canada are an integral part of the subsidiary JBS USA and both results refer to the period of 13 weeks ended June 30, 2013 (2Q13). The quantitative data, such as volumes and heads slaughtered, are not audited.





Results for 2Q13

Consolidated analysis of the principal operational indicators of JBS

R\$ million	2Q13	1Q13	Δ%	2Q12	Δ%
Net Revenue	21,931.0	19,527.6	12.3%	18,468.3	18.7%
Cost of Goods Sold	(18,981.1)	(17,491.0)	8.5%	(16,350.8)	16.1%
Gross Income	2,949.9	2,036.5	44.8%	2,117.5	39.3%
Gross Margin	13.5%	10.4%	29.0%	11.5%	17.3%
Selling Expenses	(1,163.2)	(1,050.1)	10.8%	(932.4)	24.8%
General and Adm. Expenses	(592.1)	(544.1)	8.8%	(518.8)	14.1%
Net Financial Income (expense)	(659.6)	(78.2)	743.3%	(389.4)	69.4%
Other Income (expense)	95.9	6.9	1297.5%	22.0	335.0%
Operating Income	630.9	371.1	70.0%	299.0	111.0%
Income and social contribution taxes	(222.9)	(128.8)	73.0%	(114.4)	94.7%
Participation of non-controlling shareholders	(69.6)	(14.3)	385.4%	(15.1)	361.6%
Net Income (Loss)⁽¹⁾	338.5	227.9	48.5%	169.5	99.7%
Adjusted Net Income (Loss)⁽²⁾	482.5	374.5	28.8%	212.9	126.6%
EBITDA	1,667.7	879.4	89.6%	1,012.8	64.7%
EBITDA Margin	7.6%	4.5%	-	5.5%	-
Net Income (Loss) per 1.000 shares (Reais)	118.13	79.64	48.3%	59.55	98.4%

(1) Participation of Controlling Shareholders.

(2) Excluding deferred income tax liabilities due to goodwill at the parent Company and NOLs at JBS USA, both of which don't represent cash disbursement.

Number of Heads Slaughtered and Sales Volume

	2Q13	1Q13	Δ%	2Q12	Δ%
Heads processed (thousand)					
Cattle	4,794.7	4,374.3	9.6%	4,083.8	17.4%
Hogs	3,184.3	3,519.4	-9.5%	3,147.5	1.2%
Smalls*	1,223.7	1,200.2	2.0%	1,000.9	22.3%
Volume Sold (thousand tons)**					
Domestic Market	1,761.1	1,747.7	0.8%	1,723.7	2.2%
Fresh and Chilled Products	1,524.2	1,521.0	0.2%	1,447.5	5.3%
Processed Products	57.9	62.6	-7.5%	35.8	62.0%
Others	179.0	164.1	9.1%	240.4	-25.6%
Exports	615.3	563.8	9.1%	516.7	19.1%
Fresh and Chilled Products	574.4	525.8	9.2%	479.9	19.7%
Processed Products	18.9	20.2	-6.3%	15.8	19.8%
Others	22.0	17.8	23.0%	21.0	4.5%
TOTAL	2,376.4	2,311.5	2.8%	2,240.5	6.1%

*Not including poultry.

**Not including PPC.



Results for 2Q13

Consolidated Results

Net Revenue

JBS posted consolidated net revenue of R\$21,931.0 million in 2Q13, an increase of R\$3,462.7 million compared to 2Q12, or 18.7%, of which 70% came from organic growth. This expansion was primarily due to price increases in North America operations, especially in the Poultry Business, as well as the increase in volume sold in both domestic and export markets of Mercosul, in addition to a higher capacity utilization of JBS' beef processing facilities in Canada.

In 2Q13, approximately 73% of global sales were generated domestically in the markets that the Company is present and 27% came from exports.

EBITDA

2Q13 EBITDA was R\$1,667.7 million, 64.7% above the previous year. This performance was due to improved results at Pilgrim's Pride (JBS USA Chicken) and JBS USA Beef. 2Q13 EBITDA margin was 7.6%, compared with an EBITDA Margin of 5.5% in 2Q12.

R\$ million	2Q13	2Q12	Var.%
Net income before taxes	630.9	299.0	111.0%
Financial income (expense), net	659.6	389.4	69.4%
Depreciation and amortization	466.6	318.2	46.6%
Equity in subsidiaries	-24.4	0.0	-
Restructuring, reorganization and purchase bargaining gain	-65.4	4.8	-
Indemnity	0.3	1.4	-76.4%
EBITDA	1,667.7	1,012.8	64.7%

Net Income

JBS posted adjusted net income of R\$482.5 million for 2Q13, excluding deferred income tax due to goodwill at the parent Company and NOLs at JBS USA, both of which don't represent cash disbursement. Reported net income for the period was R\$338.5 million, R\$118.13 per thousand shares.

Cash Generation

The Company generated R\$563.0 million of free cash flow during the quarter, and net cash from operating activities of R\$886.7 million.

Capital Expenditure

In 2Q13, total capital expenditure (CAPEX) of JBS in property, plant, and equipment was R\$369.7 million. The main focus of investments were improvements in productivity, expansion of activities in Mercosul and in Canada and an increase in storage capacity and distribution over all regions.





Results for 2Q13

Consolidated Results

Indebtedness

JBS' leverage (net debt / EBITDA), including the anticipation of the assumption of R\$324.7 million in debt from Seara Brasil and Zenda acquisitions, reduced from 3.40x in 1Q13 to 3.28x at the end of 2Q13. The reduction in leverage is a result of the increase in LTM EBITDA as well as the free cash flow of R\$563.0 million in the quarter.

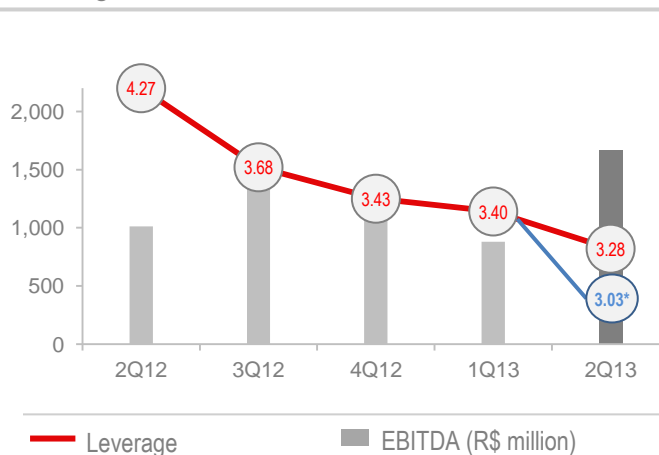
R\$ million	6/30/13	3/31/13	Var. %
Gross debt	24,422.8	21,195.8	15.2%
(+) Short Term Debt	8,470.1	5,901.4	43.5%
(+) Long Term Debt	15,952.7	15,294.4	4.3%
(-) Cash and Equivalents	7,202.9	5,516.9	30.6%
Net debt	17,219.9	15,678.9	9.8%
Net debt/EBITDA	3.28x	3.40x	

Excluding debt from Seara Brasil and Zenda acquisitions, JBS' leverage reduced to 3.21x. Due to the high exchange rate variation, the Company presents scenarios for analysis. Taking into consideration the results converted to USD, the leverage was 3.09x and, excluding the debt from Seara Brasil and Zenda acquisition, the leverage reduced to 3.03x.

Leverage Scenarios	6/30/13
In Reais (R\$)	
With Seara and Zenda	3.28x
Ex - Seara and Zenda ¹	3.21x
In USD²	
With Seara and Zenda	3.09x
Ex - Seara and Zenda ^{1&2}	3.03x

- (1) Excludes R\$324.7 million referent to debt from Seara Brasil and Zenda acquisitions
 (2) Considers EBITDA and the Net Debt converted to the dollar of the end of the period.

Leverage



* Excludes R\$324.7 million which refers to the debt from Seara Brasil and Zenda acquisitions and considers EBITDA converted to the dollar from the last day of each of the last four quarters and Net Debt converted to the dollar of the end of the period.



Results for 2Q13

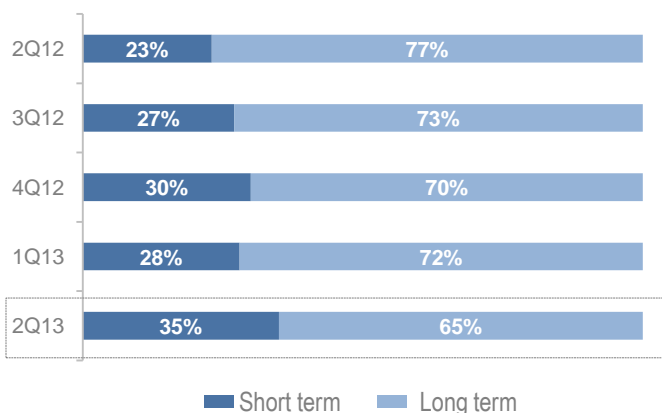
Consolidated Results

Indebtedness

The Company ended the quarter with R\$7,202.9 million in cash or cash equivalent, corresponding to 85% of short-term debt.

The percentage of short-term (ST) debt relative to total debt increased from 28% in 1Q13 to 35% in 2Q13. The increase in ST debt is primarily due to the Bond issued at JBS USA, maturing in May 2014, in the amount of US\$700 million. Nevertheless, JBS has available committed lines of US\$1.2 billion, all of which demonstrates comfortable liquidity.

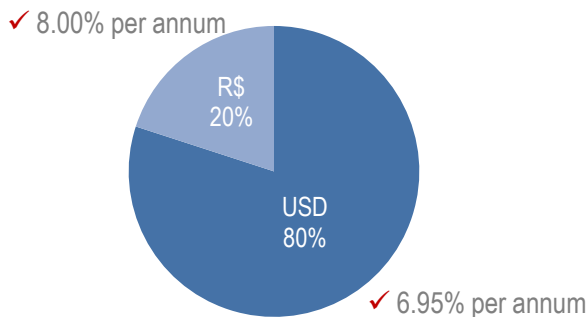
Debt profile ST / LT



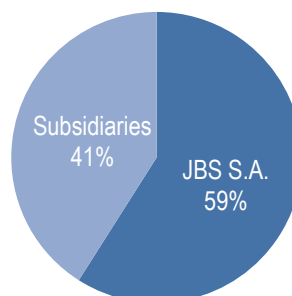
At the end of the period, 80% of JBS' consolidated debt was denominated in U.S. dollars, with an average cost of 6.95% per annum. The proportion of debt denominated in reais, 20% of consolidated debt, has an average cost of 8.00% per annum.

After the end of this quarter, Pilgrim's Pride Corporation ("PPC") completed an amendment and restatement to its existing U.S. Credit Facility. This amendment replaced its existing U.S. Credit Agreement and will provide a US\$700.0 million revolving credit facility and Term B loan with terms more advantageous to PPC, including an extension through 2018, reduced interest costs and less restrictive covenants.

Breakdown by Currency & Average Cost



Breakdown by Company





Results for 2Q13

Analysis of Results by Business Unit

JBS USA Beef (including Australia and Canada)

Net revenue for this business unit in the quarter was US\$4,806.2 million, outperforming 2Q12 by 12.6%, due to a higher capacity utilization in JBS' operations in Canada, coupled with an increase in sales prices in both domestic and export markets. Compared to 1Q13, net revenue was 11.4% higher, due to significant growth in both volumes and prices of exports.

EBITDA was US\$161.7 million, reversing a net loss of US\$9.1 million presented in 2Q12, as a result of the increase in prices of beef cuts in the U.S. and of a better balance between supply and demand, which could be observed by the stability of cattle prices. The EBITDA margin for the quarter was 3.4%.

The results of this quarter reflect a greater demand for beef combined with an increase in export volumes, especially to the Japanese market, which grew 40% compared to 1Q13. In addition, the management of JBS highlights the performance of Australian exports, with emphasis on an increase of 22% in exports to the Chinese market compared with the previous quarter.

Highlights (US GAAP)

US\$ million	2Q13	1Q13	Δ%	2Q12	Δ%
Animals processed (thousand)	2,443.1	2,164.1	12.9%	2,027.3	20.5%
Net Revenue	4,806.2	4,315.2	11.4%	4,266.9	12.6%
EBITDA	161.7	-25.1	-	-9.1	-
EBITDA margin %	3.4%	-0.6%	-	-0.2%	-

Breakdown of Net Revenues

Domestic Market	2Q13	1Q13	Δ%	2Q12	Δ%
Net Revenue (US\$ million)	3,491.7	3,225.3	8.3%	3,138.8	11.2%
Volume (tons)	861.5	883.7	-2.5%	833.7	3.3%
Average Price (US\$/Kg)	4.05	3.65	11.0%	3.76	7.7%

Exports	2Q13	1Q13	Δ%	2Q12	Δ%
Net Revenue (US\$ million)	1,314.5	1,089.9	20.6%	1,128.1	16.5%
Volume (tons)	284.6	256.9	10.8%	286.7	-0.7%
Average Price (US\$/Kg)	4.62	4.24	8.9%	3.93	17.4%



Results for 2Q13

Analysis of Results by Business Unit

JBS USA Pork

Net revenue in the pork business for the quarter totaled US\$868,5 million, an increase of 2.9% year on year. This result reflects an increase in prices in both domestic and export markets, partially offset by a decrease in export volume. Compared to 1Q13, net revenue recorded an increase of 3.1%, primarily due to a 12.0% increase in domestic prices.

EBITDA was US\$50.7 million in 2Q13, an increase of 3.2% compared to 2Q12, with EBITDA margin of 5.8%. The increase in EBITDA was primarily due to higher prices in the domestic market and in exports. Compared to 1Q13, EBITDA increased by 8.4%.

The results of this quarter reflect an increase in demand for the period, which caused a gradual increase in sales prices and consequent increase in hogs in a period of seasonally reduced availability.

Highlights (US GAAP)

US\$ million	2Q13	1Q13	Δ%	2Q12	Δ%
Animals processed (thousand)	3,184.3	3,519.4	-9.5%	3,147.5	1.2%
Net Revenue	868.5	842.0	3.1%	844.0	2.9%
EBITDA	50.7	46.8	8.4%	49.2	3.2%
EBITDA margin %	5.8%	5.6%	-	5.8%	-

Breakdown of Net Revenues

Domestic Market	2Q13	1Q13	Δ%	2Q12	Δ%
Net Revenue (US\$ million)	738.3	698.9	5.6%	687.7	7.4%
Volume (thousand tons)	288.9	306.3	-5.7%	287.6	0.4%
Average Price (US\$/Kg)	2.56	2.28	12.0%	2.39	6.9%

Exports	2Q13	1Q13	Δ%	2Q12	Δ%
Net Revenue (US\$ million)	130.1	143.0	-9.0%	156.3	-16.7%
Volume (thousand tons)	52.6	58.5	-10.0%	67.6	-22.2%
Average Price (US\$/Kg)	2.47	2.45	1.1%	2.31	7.0%



Results for 2Q13

Analysis of Results by Business Unit

JBS USA Chicken (Pilgrim's Pride Corporation "PPC", controlled by JBS USA)

Net revenue for the quarter was US\$2,184.3 million, 10.6% higher compared to the same period last year. This increase is primarily due to the incremental of 8.2% in revenues from the U.S. domestic market, coupled with an increase of 32.6% in revenues from the PPC operation in Mexico, thanks to the improvement in revenue per pound sold in both countries. The increase in chicken prices is primarily due to the growth in demand, boosted by promotional activities at retail and foodservice in the U.S.

EBITDA in 2Q13 was US\$265.0 million, 110.8% higher than 2Q12. This improvement was possible due to the favorable scenario for the industry, coupled with internal improvements at the Company, such as efficiency gains and operational improvements, in addition to a decrease of 3.5% in Sales, General and Administrative expenses (SG&A). EBITDA margin for the quarter was 12.1%. Net profit for the period was US\$190.7 million, an increase of 175.0% compared to 2Q12 with a free cash flow generation of US\$265.0 million, which resulted in the reduction of PPC's leverage to 1.5x net debt/EBITDA.

The focus on key customers and the ability to adapt to changing market conditions have helped PPC to gain a significant business in strategic channels to improve its sales mix. The management of the Company continues to reap the benefit of operational excellence through cost reduction and efficiency gains, which contributed to the good results presented in the period.

Highlights (US GAAP)

US\$ million	2Q13	1Q13	Δ%	2Q12	Δ%
Net Revenue	2,184.1	2,036.9	7.2%	1,974.5	10.6%
Adjusted EBITDA	265.0	117.7	125.1%	125.7	110.8%
EBITDA margin %	12.1%	5.8%	-	6.4%	-



Results for 2Q13

Analysis of Results by Business Unit

JBS Mercosul

Net revenue of JBS Mercosul was R\$5,432.8 million in the quarter, 25.8% superior to 2Q12, due to an increase of 14.3% in the volume of animals processed in the period and an increase in capacity utilization of facilities acquired or leased over the last year in Brazil. The highlight of the quarter was Fresh and Frozen Products exports, which increased 63.3% compared with the same period of 2012. Compared to 1Q13, net revenue increased by 9.3%.

EBITDA totaled R\$543.5 million in the quarter, a reduction of 13.8% over 2Q12. EBITDA margin was 10.0% in Mercosul and 11.2% in JBS Brasil. This reduction in EBITDA reflects a more challenging environment in Uruguay, combined with the ramp up process of new facilities in Brazil, which have not yet reached their optimum level of efficiency as well as an increase in raw material costs, which have come in advance of the benefits from the devaluation of the Real in the export market.

The current JBS production platform in Mercosul permits a significant reduction in fixed costs that combined with efficiency improvements and a focus on operational detail will permit the Company to have solid and sustainable results in the long term.

Highlights

R\$ million	2Q13	1Q13	Δ%	2Q12	Δ%
Animals processed* (thousand)	2,351.6	2,210.2	6.4%	2,056.6	14.3%
Net Revenue	5,432.8	4,969.6	9.3%	4,317.7	25.8%
EBITDA	543.5	561.7	-3.2%	630.3	-13.8%
EBITDA margin %	10.0%	11.3%	-	14.6%	-

*Cattle only

Breakdown of Net Revenues

Domestic Market	2Q13	1Q13	Δ%	2Q12	Δ%
Net Revenue (million R\$)					
Fresh and Frozen Products	2,399.3	2,173.8	10.4%	1,965.4	22.1%
Processed Products	344.4	306.7	12.3%	197.8	74.1%
Others	421.2	371.4	13.4%	585.9	-28.1%
TOTAL	3,164.9	2,851.9	11.0%	2,749.1	15.1%
Volume (thousand tons)					
Fresh and Frozen Products	373.8	331.0	13.0%	326.3	14.6%
Processed Products	57.9	62.6	-7.5%	35.8	62.0%
Others	179.0	164.1	9.1%	240.4	-25.6%
TOTAL	610.7	557.6	9.5%	602.4	1.4%
Average Price (R\$/Kg)					
Fresh and Chilled Product	6.42	6.57	-2.3%	6.02	6.6%
Processed Items	5.95	4.90	21.4%	5.53	7.6%
Others	2.35	2.26	4.0%	2.44	-3.7%





Results for 2Q13

Analysis of Results by Business Unit

JBS Mercosul

Exports	2Q13	1Q13	Δ%	2Q12	Δ%
Net Revenue (million R\$)					
Fresh and Frozen Products	1,675.0	1,565.7	7.0%	1,025.6	63.3%
Processed Products	177.4	197.3	-10.1%	190.4	-6.9%
Others	415.6	354.7	17.2%	352.6	17.9%
TOTAL	2,268.0	2,117.7	7.1%	1,568.6	44.6%
Volume (thousand tons)					
Fresh and Frozen Products	237.2	210.4	12.7%	125.6	88.9%
Processed Products	18.9	20.2	-6.3%	15.8	19.8%
Others	22.0	17.8	23.0%	21.0	4.5%
TOTAL	278.1	248.4	11.9%	162.4	71.2%
Average Price (R\$/Kg)					
Fresh and Frozen Products	7.06	7.44	-5.1%	8.17	-13.5%
Processed Beef	9.37	9.77	-4.1%	12.06	-22.3%
Others	18.93	19.88	-4.8%	16.78	12.8%



Events Subsequent to June 30, 2013

✓ **Celebration of the Agreement for the Purchase and Sale of Seara Brasil and Zenda**

On June 7, 2013, JBS and Marfrig entered into an Agreement for the Purchase and Sale of Equity Interests and Other Covenants, which established the main terms and conditions for: (i) the divestment by Marfrig of certain equity interests in companies of the group that own the Seara Brasil business unit to JBS; and (ii) the divestment by Marfrig of 100% of the capital that it holds in the leather business of the Marfrig Group, Zenda, in Uruguay to JBS.

The aggregate value of Seara Brasil and Zenda was established at R\$5.85 billion and will be paid via the assumption by JBS of debt held by Marfrig. The Agreement is subject to approval by the competent authorities, including Brazil's antitrust agency (Conselho Administrativo de Defesa Econômica - CADE).

✓ **Voluntary Public Tender Offer for the Acquisition of Common Shares Issued by Vigor in Exchange for Common Shares Issued by JBS**

On July 24, 2013, JBS and Vigor announced to the market the commitment of FB Participações S.A., controlling shareholder of both companies, to conduct a Voluntary Public Tender Offer for the Acquisition of Common Shares Issued by Vigor in Exchange for Common Shares Issued by JBS, aimed at one hundred percent (100%) of the outstanding shares of Vigor, with mixed liquidation, being one (1) common share issued by Vigor exchanged by one (1) common share issued by JBS, plus R\$0.010812573 per share, an amount equivalent to the difference between the dividends declared by JBS and Vigor in the period. Such amount shall be adjusted by the CDI variation from its payment date to the date of the Auction.

Such commitment of FB intends to ensure the possibility to all shareholders of Vigor to equally and voluntarily choose to hold shares with more liquidity. BNDESPAR has made a firm commitment to fully adhere to the Exchange Offer.

Aware of the obligation set forth in item 3.1 (vi) of the Regulations of the Novo Mercado listing segment of BM&FBOVESPA, FB and Vigor will apply for an authorization to be granted by BM&FBOVESPA to maintain a Minimal Free Float Percentage, as defined therein, at a level below twenty five percent (25%) after the liquidation of the Exchange Offer and for a period to be established by BM&FBOVESPA.

In this sense, FB will timely submit the request of registration of the Exchange Offer to CVM and BM&FBOVESPA.

✓ **Amendment and restatement of PPC's U.S. Credit Facility**

On July 31, 2013, PPC announced the conclusion of an amendment and restatement to its existing U.S. Credit Facility. This amendment replaced its existing U.S. Credit Agreement and will provide a \$700.0 million revolving credit facility and Term B loan at terms more advantageous to Pilgrim's, including an extension through 2018, reduced interest costs and less restrictive covenants.

✓ **JBS Appoints a President for its South American Operations**

On August 12, 2013, JBS announced that Miguel Gularte was appointed as President of its South American operations. This step gives continuity to the strategy of the Company to constantly strengthen its team of executives in search of management excellence and in the professionalization of its top management.



Results for 2Q13

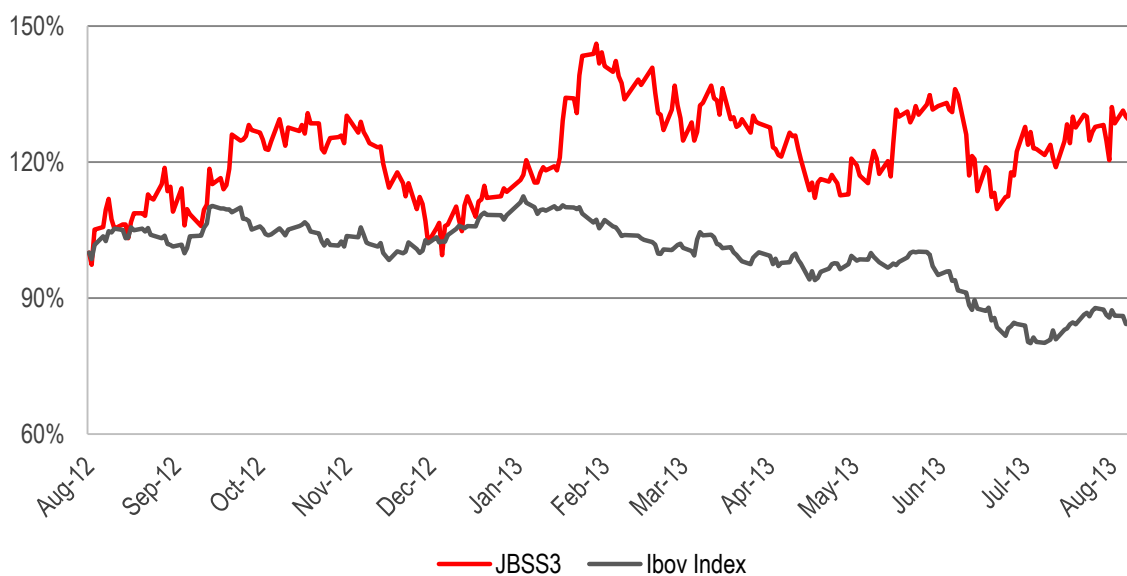
Stock Performance

During the last 12 months to August 09, 2013, JBSS3 substantially outperformed the Ibovespa Index.

The Average Daily Trading Financial Volume in 2Q13 was R\$36.4 million, an increase of 33.0% compared to the same period of 2012.

The current JBS' market cap is R\$22.0 billion.

Performance of JBSS3 vs IBOV



Source: Bloomberg, 100 = 08/01/2012

Tables and Charts

Graph I - JBS Consolidated Exports Breakdown in 2Q13 and 2Q12

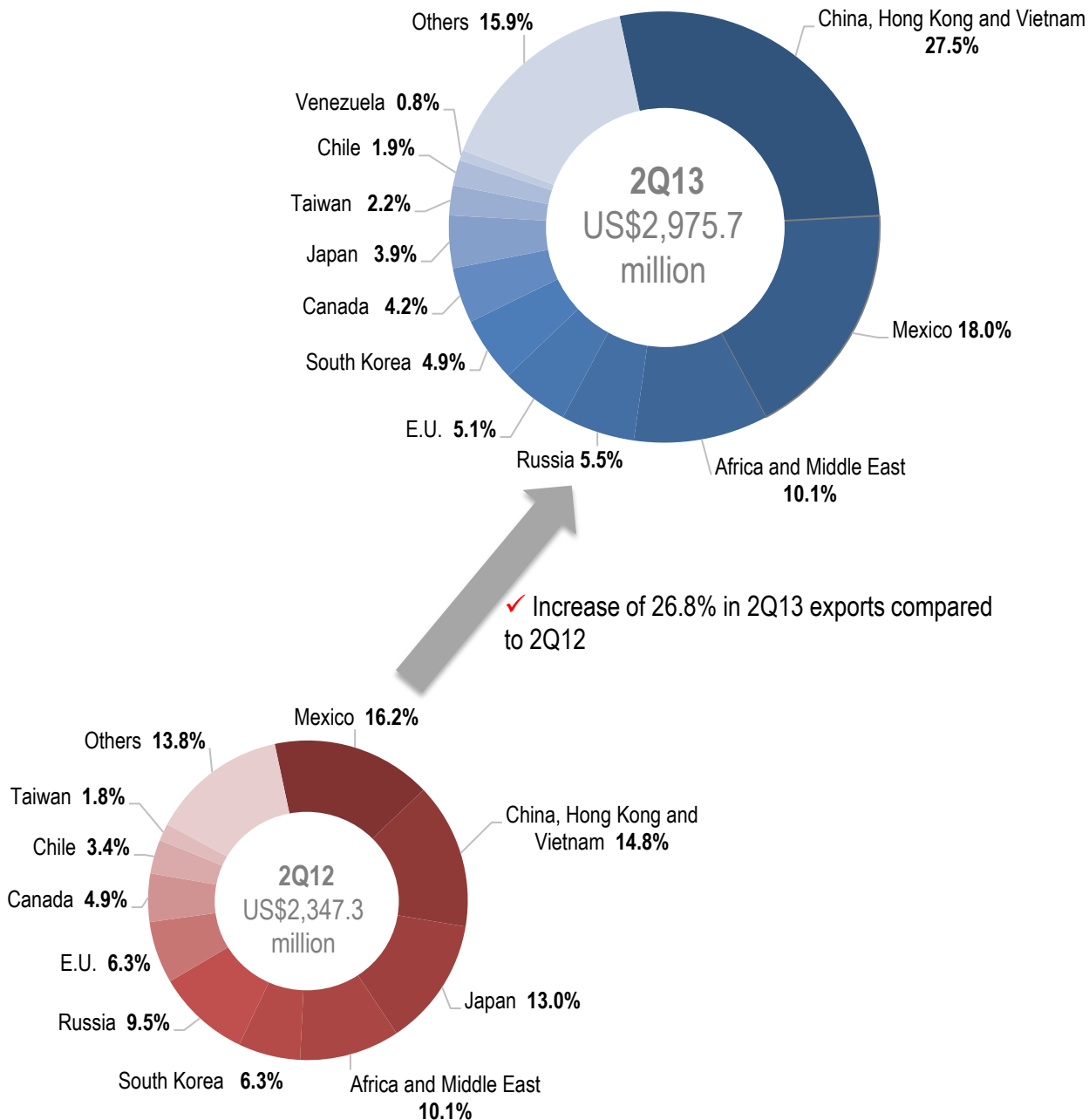


Table I - Breakdown of Production Costs by Business Unit (%)

2Q13 (%)	Consolidated	JBS Mercosul	USA Beef	USA Pork	USA Chicken
Raw material (livestock)	80.6%	84.6%	87.5%	84.6%	58.4%
Processing (including ingredients and packaging)	10.2%	8.8%	5.1%	7.0%	25.2%
Labor Cost	9.1%	6.7%	7.4%	8.5%	16.4%



Results for 2Q13

Indexes



To contact JBS:



Head Office

Avenida Marginal Direita do Tietê, 500
CEP: 05118-100 – São Paulo – SP
Brazil

Phone: (55 11) 3144-4000
Fax: (55 11) 3144-4279
www.jbs.com.br

Investor Relations

Phone: (55 11) 3144-4224
E-mail: ir@jbs.com.br
www.jbs.com.br/ir





Results for 2Q13

Consolidated Financial Statements – JBS S.A.

JBS S.A.

Balance sheets

(In thousands of Reais)

	Company		Consolidated	
	June 30, 2013	December 31, 2012	June 30, 2013	December 31, 2012
ASSETS				
CURRENT ASSETS				
Cash and cash equivalents	3,919,543	3,564,984	7,202,924	5,383,087
Trade accounts receivable, net	3,042,118	2,753,737	6,641,675	5,688,648
Inventories	2,179,519	1,940,192	6,199,980	5,182,187
Biological assets	-	-	1,070,725	849,624
Recoverable taxes	1,275,858	1,309,995	1,854,379	1,676,267
Prepaid expenses	14,870	9,648	141,903	142,961
Other current assets	298,823	273,332	534,255	460,625
TOTAL CURRENT ASSETS	10,730,731	9,851,888	23,645,841	19,383,399
NON-CURRENT ASSETS				
Long-term assets				
Credits with related parties	1,308,968	808,062	721,118	548,909
Biological assets	-	-	344,040	304,309
Recoverable taxes	647,207	641,957	678,757	673,346
Other non-current assets	315,255	206,137	873,387	671,758
Total long-term assets	2,271,430	1,656,156	2,617,302	2,198,322
Investments in associate, subsidiaries and joint ventures	9,724,252	6,118,876	1,474,239	258,620
Property, plant and equipment, net	9,014,519	8,767,637	17,414,836	16,207,640
Intangible assets, net	9,547,341	9,531,964	12,369,960	11,708,212
TOTAL NON-CURRENT ASSETS	30,557,542	26,074,633	33,876,337	30,372,794
TOTAL ASSETS	41,288,273	35,926,521	57,522,178	49,756,193



Results for 2Q13

Consolidated Financial Statements – JBS S.A.

JBS S.A.

Balance sheets (In thousands of Reais)

	Company		Consolidated	
	June 30, 2013	December 31, 2012	June 30, 2013	December 31, 2012
LIABILITIES AND EQUITY				
CURRENT LIABILITIES				
Trade accounts payable	944,101	1,000,273	4,002,441	3,564,270
Loans and financings	6,167,339	5,355,774	8,470,139	6,098,898
Income taxes	-	-	28,940	8,886
Payroll, social charges and tax obligation	443,696	361,741	1,481,496	1,276,009
Declared dividends	353	170,749	353	170,749
Payables related to facilities acquisitions	109,793	112,712	148,775	112,712
Other current liabilities	337,396	280,649	371,744	306,049
TOTAL CURRENT LIABILITIES	8,002,678	7,281,898	14,503,888	11,537,573
NON-CURRENT LIABILITIES				
Loans and financings	8,830,449	6,795,885	15,952,659	14,390,046
Payroll, social charges and tax obligation	125,968	137,847	474,445	524,230
Payables related to facilities acquisitions	1,564,917	95,142	1,839,079	95,142
Deferred income taxes	1,007,128	825,781	1,663,771	1,276,756
Provision for lawsuits risk	159,328	155,156	204,898	203,361
Other non-current liabilities	23,069	24,265	311,671	295,779
TOTAL NON-CURRENT LIABILITIES	11,710,859	8,034,076	20,446,523	16,785,314
EQUITY				
Capital stock	21,506,247	21,506,247	21,506,247	21,506,247
Treasury shares	(603,072)	(776,526)	(603,072)	(776,526)
Capital transaction	82,914	77,374	82,914	77,374
Capital reserve	211,879	211,879	211,879	211,879
Revaluation reserve	94,529	96,847	94,529	96,847
Profit reserves	1,993,697	1,993,697	1,993,697	1,993,697
Valuation adjustments to equity in subsidiaries	214,719	92,999	214,719	92,999
Accumulated translation adjustments in subsidiaries	(2,494,855)	(2,591,970)	(2,494,855)	(2,591,970)
Retained earnings	568,678	-	568,678	-
Attributable to controlling interest	21,574,736	20,610,547	21,574,736	20,610,547
Attributable to noncontrolling interest	-	-	997,031	822,759
TOTAL EQUITY	21,574,736	20,610,547	22,571,767	21,433,306
TOTAL LIABILITIES AND EQUITY	41,288,273	35,926,521	57,522,178	49,756,193



Results for 2Q13

Consolidated Financial Statements – JBS S.A.

JBS S.A.

Statements of income for the three months period ended June 30, 2013 and 2012
(In thousands of Reais)

	Company		Consolidated	
	2013	2012	2013	2012
NET SALE REVENUE	4,790,562	3,961,554	21,930,994	18,468,291
Cost of goods sold	(3,602,992)	(2,897,927)	(18,981,123)	(16,350,838)
GROSS INCOME	1,187,570	1,063,627	2,949,871	2,117,453
OPERATING INCOME (EXPENSE)				
General and administrative expenses	(262,403)	(220,255)	(592,075)	(518,756)
Selling expenses	(512,590)	(353,286)	(1,163,197)	(932,374)
Financial expense, net	(564,584)	(546,308)	(659,577)	(389,366)
Equity in earnings of subsidiaries	530,860	261,296	24,399	-
Other income (expenses), net	(5,051)	7,339	71,508	22,048
	(813,768)	(851,214)	(2,318,942)	(1,818,448)
NET INCOME BEFORE TAXES	373,802	212,413	630,929	299,005
Current income taxes	592	459	(34,970)	(64,060)
Deferred income taxes	(35,927)	(43,388)	(187,909)	(50,387)
	(35,335)	(42,929)	(222,879)	(114,447)
NET INCOME OF THE PERIOD	338,467	169,484	408,050	184,558
ATTRIBUTABLE TO:				
Controlling interest			338,467	169,484
Noncontrolling interest			69,583	15,074
			408,050	184,558
Net income basic per thousand shares - in reais	118.13	59.55	118.13	59.55
Net income diluted per thousand shares - in reais	118.13	59.55	118.13	59.55



Results for 2Q13

Consolidated Financial Statements – JBS S.A.

JBS S.A.

Statements of cash flows for the three months period ended June 30, 2013 and 2012 (In thousands of Reais)

	Company		Consolidated	
	2013	2012	2013	2012
Cash flow from operating activities				
Net income of the period attributable to controlling interest	338,467	169,484	338,467	169,484
Adjustments to reconcile net income to cash provided on operating activities				
. Depreciation and amortization	128,779	107,162	466,620	318,234
. Allowance for doubtful accounts	3,432	(2,633)	6,258	446
. Equity in earnings of subsidiaries	(530,860)	(261,296)	(24,399)	-
. Loss (gain) on assets sales	(5,727)	(7,339)	(6,243)	(4,471)
. Deferred income taxes	35,927	43,388	187,909	50,387
. Current and non-current financial charges	767,588	689,955	774,210	486,294
. Provision for lawsuits risk	2,078	2,669	3,491	3,085
. Gain on bargain	-	-	(72,337)	-
. Impairment	-	-	-	3,968
	739,684	741,390	1,673,976	1,027,427
Decrease (increase) in operating assets				
Trade accounts receivable	(153,387)	(363,974)	(509,040)	(466,601)
Inventories	(333,494)	(220,591)	(458,185)	(496,041)
Recoverable taxes	(13,597)	(17,522)	(18,517)	(5,005)
Other current and non-current assets	(70,715)	(45,635)	(93,271)	(36,551)
Related party receivable	(158,654)	(6,618)	(29,295)	(159,307)
Biological assets	-	-	(158,486)	(99,946)
Increase (decrease) operating liabilities				
Trade accounts payable	50,156	37,144	372,896	233,652
Other current and non-current liabilities	51,554	268,805	116,466	73,950
Noncontrolling interest	-	-	69,583	15,074
Valuation adjustments to shareholders' equity in subsidiaries	-	-	(79,415)	(3,824)
Net cash provided by operating activities	111,547	392,999	886,712	82,828
Cash flow from investing activities				
Additions to property, plant and equipment and intangible assets	(256,644)	(282,687)	(369,675)	(403,060)
Net effect of Vigor deconsolidation	-	-	-	(211,856)
Decrease in investments in subsidiaries	522	14,618	1,540	-
Net effect of working capital of acquired / merged company	915	-	44,437	-
Net cash provided by investing activities	(255,207)	(268,069)	(323,698)	(614,916)
Cash flow from financing activities				
Proceeds from loans and financings	1,986,139	2,434,131	4,942,813	6,048,442
Payments of loans and financings	(792,579)	(1,780,881)	(3,832,667)	(5,284,937)
Payments of dividends	(170,396)	-	(170,396)	-
Capital transactions	-	450	6,128	(7,070)
Shares acquisition of own emission	(9,587)	(324)	(9,587)	(324)
Net cash provided by financing activities	1,013,577	653,376	936,291	756,111
Effect of exchange variation on cash and cash equivalents				
	-	-	186,705	100,385
Variance in cash and cash equivalents	869,917	778,306	1,686,010	324,408
Cash and cash equivalents at the beginning of the period	3,049,626	3,177,231	5,516,914	5,150,828
Cash and cash equivalents at the end of the period	3,919,543	3,955,537	7,202,924	5,475,236



Results for 2Q13

Disclaimer

This release contains forward-looking statements relating to the prospects of the business, estimates for operating and financial results, and those related to growth prospects of JBS. These are merely projections and, as such, are based exclusively on the expectations of JBS' management concerning the future of the business and its continued access to capital to fund the Company's business plan. Such forward-looking statements depend, substantially, on changes in market conditions, government regulations, competitive pressures, the performance of the Brazilian economy and the industry, among other factors and risks disclosed in JBS' filed disclosure documents and are, therefore, subject to change without prior notice..