

JBS S.A.

CNPJ/MF (CORPORATE TAXPAYER ID) NO. 02.916.265/0001-60

NIRE (COMPANY REGISTRY NUMBER) 35.300.330.587

Minutes Book

MINUTES OF THE SUPERVISORY BOARD'S MEETING

HELD ON MARCH 10, 2017

Date, Time and Venue: March 10, 2017, at 2:00 p.m., at the headquarters of JBS S.A., in the City and State of São Paulo, at Avenida Marginal Direita do Tietê, 500, Bloco I, 3º Andar, Vila Jaguara, CEP 05118-100 ("Company").

Call Notice: The call notice was sent via e-mail to each member of the Supervisory Board, pursuant to Article 12 of the Supervisory Board's Bylaws.

Attendance: All the members of the Supervisory Board were present: Messrs. **Florisvaldo Caetano de Oliveira; José Paulo da Silva Filho; Demetrius Nichele Macei** and **Eraldo Soares Peçanha**, which met the quorum required for convening the Meeting.

Also present were Messrs. **Jeremiah Alphonsus O'Callaghan; Eliseo Perez Fernandez** and **Agnaldo dos Santos Moreira Jr.**, members of the Company's Management and, with partial attendance, Messrs. **Paulo Sérgio Tufani, Robinson Meira** and **Fernando Destefani**, members of **BDO RCS Auditores Independentes SS**, independent auditors of the Company ("BDO").

Presiding Board: Chairman **Florisvaldo Caetano de Oliveira**; and Secretary **Daniel Pereira de Almeida Araujo**.

Agenda For information purposes: **(i)** presentation of an overview of the market and operations of the Company and its subsidiaries for the fiscal year ended December 31, 2016; **(ii)** analysis of the Company's financial statements for the fiscal year ended December 31, 2016 ("Financial Statements"), and the Company's Management Report ("Management Report"); and; **(iii)** discussion with the BDO's representative on the independent auditors' report on the Financial Statements ("Independent Auditors' Report"); and **(iv)** presentation by the Company's legal area of the structure and composition of the Company's Related Party Committee; and **for resolution purposes:** **(i)** opinion on the Financial Statements; and **(ii)** examination of, discussion and resolution on the proposed allocation of net income for the fiscal year ended December 31, 2016, pursuant to the management proposal.

Resolutions:

For information purposes:

(i) the Company's Investor Relations Officer, Mr. **Jeremiah Alphonsus O'Callaghan**, made a presentation of the overview of the Company's and its subsidiaries' operations for the year ended December 31, 2016;

(ii) After the presentations, the members of the Supervisory Board were provided copies thereof and assessed the Financial Statements, the Management Report and the Independent Auditors' Report, and received additional clarifications provided by Messrs. **Eliseo Perez Fernandez** and **Agnaldo dos Santos Moreira Jr.**, Administration and Control Director and Accounting Manager of the Company, respectively;

(iii) in addition to the analysis, Messrs. **Paulo Sérgio Tufani**, **Robinson Meira** and **Fernando Destefani**, members of BDO, reported that their independent audit work was carried out normally, without deviations and/or complications, and no material fact or information occurred that could give rise to recommendations or qualifications. Accordingly, BDO issued the Independent Auditors' Report with no recommendations or qualifications to the Financial Statements. Consequently, BDO issued the Auditor's Report to the Financial Statements without any recommendations or qualifications. Meeting the requirement made by Mr. **Florisvaldo Caetano de Oliveira**, the Company will file at its headquarters, and will attach to these minutes a questionnaire relating to the audit work performed by BDO for the period ended December 31, 2016, answered and signed by Messrs. **Paulo Sérgio Tufani** and **Robinson Meira** ("Annex I"); and

(iv) finally, Mr. **Daniel Pereira de Almeida Araujo**, member of the Company's legal area, presented the structure and composition of the Company's Related Party Committee.

For resolution purposes:

(i) after the events referred to above, the members of the Supervisory Board reported that they (a) carried out the analysis of the Financial Statements prepared by the Company, pursuant to Article 163, section VII, of Law 6,404, of December 15, 1976, as amended ("Brazilian Corporate Law"); (b) monitored the work performed by BDO through questions and discussions, in accordance with Article 163, paragraph 4 of the Brazilian Corporate Law; and (c) formalized questions about the relevant acts and transactions made by the Company's management in relation to the Financial Statements, in accordance with Article 163, Paragraph 2 of the Brazilian Corporate Law. Based on the review and the information and explanations received and considering the Management Report and the Independent Auditors' Report, the

Supervisory Board declared that there were no facts that would lead them to believe that the Financial Statements did not reflect in all material respects the information contained therein and decided that the Financial Statements are to be assessed by the Company's Annual Shareholders' Meeting; having no recommendations or qualifications to the Financial Statements; and

(ii) after having received a copy of the Management's Proposal and reviewing it, the members of the Supervisory Board declared its agreement with the proposed allocation of net income for the fiscal year ended December 31, 2016.

Meeting Minutes Summary: The Supervisory Board authorized these minutes to be drawn up in summary form and publicized without the signatures, in accordance with Paragraphs 1 and 2, of Article 130, of the Brazilian Corporate Law.

Closing: With nothing else to be discussed, the floor was opened for questions and comments but none was put forward. The meeting was declared over and discontinued for the time necessary to draw up these minutes, which, after the meeting was reopened, were read, approved and signed by all those present.

São Paulo, March 10, 2017.

Florisvaldo Caetano de Oliveira
Chairman

Daniel Pereira de Almeida Araujo
Secretary

Supervisory Board's Members Present:

Florisvaldo Caetano de Oliveira

José Paulo da Silva Filho

Demetrius Nichele Macei

Eraldo Soares Peçanha

Annex I

Questionnaire relating to the audit work performed by BDO on the Financial Statements of JBS S.A., accompanied by the Independent Auditors' Reports for the fiscal year ended December 31, 2016 (4Q2016)