

## **MATERIAL FACT**

JBS S.A. ("JBS" or "Company" - B3: JBSS3; OTCQX: JBSAY) in accordance with the terms of CVM Regulation Number 358, dated January 3, 2002, as amended, communicates to its shareholders and to the market in general that, in relation to today's judicial ruling regarding the suspension of the sale of the Company's operations in Argentina, Paraguay and Uruguay to companies owned by Minerva, JBS will take the necessary legal measures in order to appeal the decision.

Any facts regarding this matter considered relevant will be promptly disclosed to the market.

São Paulo, June 21, 2017.

**Jeremiah O'Callaghan**  
**Investor Relations Officer**