



MATERIAL FACT

2Q17 FINANCIAL INFORMATION

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 the market in general that today its Board of Directors authorized the release of the Company's 2Q17 financial statements which will not be accompanied by an independent auditor's review report. These financial statements will be released on August 14, 2017, after market closing.

The conclusion of the necessary auditing process and issuance of the independent auditor's review report will depend on the results of an analysis to assess the facts related to the Leniency Agreement signed with the Federal Public Prosecutor's Office, as announced in the Material Fact of June 5, 2017. As soon as the agreement is ratified by the 5th Chamber of the Federal Public Prosecutor's Office and is no longer confidential, the Company will have access to the entire content of the Leniency Agreement and will take the necessary measures in connection with such agreement.

JBS also informs that the financial statements from its overseas subsidiaries (JBS USA, PPC and Moy Park) will be accompanied by an independent auditor's review report from those jurisdictions. Together, net revenue from these subsidiaries represents approximately 75% of the Company's consolidated net revenue.

São Paulo, August 11, 2017

Jeremiah O'Callaghan
Investor Relations Officer