



Acquisition of the controlling interest of Swift & Co.

JBS S.A.
CNPJ nº 02.916.265/0001-60
NIRE 35.300.330.587
Authorized Capital Publicly Held Company

RELEVANT FACT

JBS S.A. ("JBS"), in accordance to CVM Instruction 358/02 and in continuance to the Relevant Facts released on 5.29.2007 and 6.27.2007, informs its shareholders and the market in general that it has concluded, on this date, the acquisition of the controlling interest of Swift Foods Company ("Swift"), company headquartered in Delaware, United States of America, as approved by the shareholders of JBS in the Extraordinary Shareholders Meeting held on 6.29.2007.

The amount of the acquisition was US\$1,458,872,836.55, being US\$225,000,000.00 paid to HM Capital Partners LLC, former controlling shareholder of Swift, and US\$1,233,872,836.55 used for the liquidation of financial debt at Swift. JBS estimates that Swift may also pay amounts related to expenses in connection to the acquisition process, such as service fees and commissions, employee retention expenses and other transaction costs, which as soon as identified, will be informed to the market.

A substantial portion of the financing proceeds for the acquisition of Swift by JBS is related to the capital increase of JBS, as approved in the Extraordinary Shareholders Meeting held on 6.29.2007, while the remaining was obtained through new debt at Swift at the moment of the acquisition.

The conclusion of the Swift acquisition results in the creation of the world's largest company in the beef sector and the largest Brazilian company in the food industry.

JBS will hold a public meeting with investors, analysts and journalists on 7.12.2007 at 09:30, at the Company's administrative offices, located at Av.Marginal Direita do Tietê, 500, Vila Jaguara, São Paulo, state of São Paulo, CEP: 05118-100, to discuss the Swift transaction. Those interested in participating may also access the meeting via conference call (+ 1 888-700-0802; code: JBS), with live broadcast via internet on the website www.jbs.com.br/ir.

São Paulo, July 11, 2007

Sérgio Longo
Director of Finance and Investor Relations