



**JBS S.A.**

**Unaudited condensed consolidated interim financial  
information**

As of and for the three and six-month period ended June 30, 2023







**JBS S.A.**

**Condensed consolidated statements of financial position  
In thousands of United States dollar - US\$**

	Note	June 30, 2023	December 31, 2022
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	2,643,325	2,526,431
Margin cash	3	168,083	130,209
Trade accounts receivable	4	3,458,136	3,878,125
Inventories	5	5,472,605	5,393,582
Biological assets	6	1,741,296	1,861,106
Recoverable taxes	7	1,056,011	1,021,701
Derivative assets		95,796	84,890
Other current assets		356,390	319,678
<b>TOTAL CURRENT ASSETS</b>		<b>14,991,642</b>	<b>15,215,722</b>
<b>NON-CURRENT ASSETS</b>			
Recoverable taxes	7	1,768,924	1,756,630
Biological assets	6	550,867	501,958
Related party receivables	8	202,203	182,268
Deferred income taxes	9	742,294	605,880
Derivative assets		124,155	23,615
Other non-current assets		222,358	214,293
		<b>3,610,801</b>	<b>3,284,644</b>
Investments in equity-accounted investees		62,341	56,507
Property, plant and equipment	10	12,670,924	11,915,363
Right of use assets	11	1,721,268	1,605,093
Intangible assets	12	1,991,001	1,979,491
Goodwill	13	6,108,830	5,828,691
<b>TOTAL NON-CURRENT ASSETS</b>		<b>26,165,165</b>	<b>24,669,789</b>
<b>TOTAL ASSETS</b>		<b>41,156,807</b>	<b>39,885,511</b>

The accompanying notes are an integral part of this unaudited condensed consolidated interim financial information.





**JBS S.A.**

**Condensed consolidated statements of financial position  
In thousands of United States dollar - US\$**

	Note	June 30, 2023	December 31, 2022
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Trade accounts payable	14	5,090,002	5,943,139
Supply chain finance	14	773,679	588,592
Loans and financing	15	2,217,293	1,577,047
Income taxes	16	30,885	91,070
Other taxes payable	16	138,805	139,088
Payroll and social charges	17	1,109,419	1,198,063
Lease liabilities	11	351,367	342,747
Dividends payable		515	35
Provisions for legal proceedings	18	175,640	174,240
Derivative liabilities		180,203	107,238
Other current liabilities		445,124	410,491
<b>TOTAL CURRENT LIABILITIES</b>		<b>10,512,932</b>	<b>10,571,750</b>
<b>NON-CURRENT LIABILITIES</b>			
Loans and financings	15	17,246,315	16,123,101
Income and other taxes payable	16	112,759	116,151
Payroll and social charges	17	523,061	455,942
Lease liabilities	12	1,496,777	1,379,086
Deferred income taxes	9	1,361,007	1,363,072
Provisions for legal proceedings	18	298,894	253,250
Other non-current liabilities		112,485	77,013
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>21,151,298</b>	<b>19,767,615</b>
<b>EQUITY</b>			
Share capital - common shares	19	13,177,841	13,177,841
Capital reserve		(189,884)	(193,118)
Other reserves		(35,793)	(35,177)
Profit reserves		4,299,711	4,299,711
Accumulated other comprehensive loss		(7,609,825)	(8,349,081)
Retained earnings (loss)		(780,243)	-
<b>Attributable to company shareholders</b>		<b>8,861,807</b>	<b>8,900,176</b>
Attributable to non-controlling interest		630,770	645,970
<b>TOTAL EQUITY</b>		<b>9,492,577</b>	<b>9,546,146</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>41,156,807</b>	<b>39,885,511</b>

The accompanying notes are an integral part of this unaudited condensed consolidated interim financial information.





**JBS S.A.**

**Condensed consolidated statements of income for the six-month period ended June 30, 2023 and 2022**

**In thousands of United States dollar - US\$ (except for earnings per share)**

	Note	Six-month period ended June 30,	
		2023	2022
<b>NET REVENUE</b>	20	<b>34,739,312</b>	<b>36,099,272</b>
Cost of sales	24	(31,276,616)	(29,682,048)
<b>GROSS PROFIT</b>		<b>3,462,696</b>	<b>6,417,224</b>
Selling expenses	24	(2,258,684)	(2,259,858)
General and administrative expenses	24	(1,024,990)	(1,170,587)
Other income		97,117	31,224
Other expenses		(85,465)	(38,003)
<b>NET OPERATING EXPENSES</b>		<b>(3,272,022)</b>	<b>(3,437,224)</b>
<b>OPERATING PROFIT</b>		<b>190,674</b>	<b>2,980,000</b>
Finance income	21	219,734	620,569
Finance expense	21	(855,761)	(1,171,247)
<b>NET FINANCE EXPENSE</b>		<b>(636,027)</b>	<b>(550,678)</b>
Share of profit of equity-accounted investees, net of tax		5,807	7,137
<b>PROFIT (LOSS) BEFORE TAXES</b>		<b>(439,546)</b>	<b>2,436,459</b>
Current income taxes	9	(38,644)	(703,632)
Deferred income taxes	9	162,977	177,113
<b>TOTAL INCOME TAXES</b>		<b>124,333</b>	<b>(526,519)</b>
<b>NET INCOME (LOSS)</b>		<b>(315,213)</b>	<b>1,909,940</b>
<b>ATTRIBUTABLE TO:</b>			
Company shareholders		(332,880)	1,785,840
Non-controlling interest		17,667	124,100
		<b>(315,213)</b>	<b>1,909,940</b>
<b>Basic and diluted earnings (loss) per share - common shares (US\$)</b>	22	<b>(0.14)</b>	<b>0.86</b>

The accompanying notes are an integral part of this unaudited condensed consolidated interim financial information.



**JBS S.A.****Condensed consolidated statements of income for the three-month period ended June 30, 2023 and 2022**  
**In thousands of United States dollar - US\$ (except for earnings per share)**

	Note	Three-month period ended June 30,	
		2023	2022
<b>NET REVENUE</b>	20	<b>18,052,068</b>	<b>18,735,199</b>
Cost of sales	24	(16,055,155)	(15,445,354)
<b>GROSS PROFIT</b>		<b>1,996,913</b>	<b>3,289,845</b>
Selling expenses	24	(1,146,896)	(1,160,270)
General and administrative expenses	24	(510,837)	(563,645)
Other income		15,167	13,564
Other expenses		(46,396)	(15,125)
<b>NET OPERATING EXPENSES</b>		<b>(1,688,962)</b>	<b>(1,725,476)</b>
<b>OPERATING PROFIT</b>		<b>307,951</b>	<b>1,564,369</b>
Finance income	21	98,171	63,636
Finance expense	21	(435,023)	(574,170)
<b>NET FINANCE EXPENSE</b>		<b>(336,852)</b>	<b>(510,534)</b>
Share of profit of equity-accounted investees, net of tax		3,031	4,240
<b>PROFIT (LOSS) BEFORE TAXES</b>		<b>(25,870)</b>	<b>1,058,075</b>
Current income taxes	9	(31,937)	(331,265)
Deferred income taxes	9	17,784	143,804
<b>TOTAL INCOME TAXES</b>		<b>(14,153)</b>	<b>(187,461)</b>
<b>NET INCOME (LOSS)</b>		<b>(40,023)</b>	<b>870,614</b>
<b>ATTRIBUTABLE TO:</b>			
Company shareholders		(53,243)	803,182
Non-controlling interest		13,220	67,432
		<b>(40,023)</b>	<b>870,614</b>
<b>Basic and diluted earnings (loss) per share - common shares (US\$)</b>	22	<b>(0.14)</b>	<b>0.86</b>

The accompanying notes are an integral part of this unaudited condensed consolidated interim financial information.





JBS S.A.

Condensed consolidated statements of income for the three-month period ended June 30, 2023 and 2022

In thousands of United States dollar - US\$

	Note	Six-month period ended June 30,	
		2023	2022
<b>Net income (loss)</b>	23	(315,213)	1,909,940
<b>Other comprehensive income</b>			
<b>Items that are or may be subsequently reclassified to statement of income:</b>			
Gain on net investment in foreign operations		440,423	1,814,786
Gain (loss) on foreign currency translation adjustments		267,217	(2,243,762)
Loss on cash flow hedge	25.c3.1	(1,383)	(98,192)
Deferred income (expense) tax on cash flow hedge	25.c3.1	(712)	30,217
Valuation adjustments to equity in subsidiaries		(4,412)	11,619
<b>Items that will not be reclassified to statement of income:</b>			
Gains associated with pension and other postretirement benefit obligations		11,114	2,529
Income tax on gain associated with pension and other postretirement benefit obligations		(1,716)	(642)
<b>Total other comprehensive income (loss)</b>		<b>710,531</b>	<b>(483,445)</b>
<b>Comprehensive income</b>		<b>395,318</b>	<b>1,426,495</b>
<b>Total comprehensive income attributable to:</b>			
Company shareholders		406,375	1,388,523
Non-controlling interest		(11,057)	37,972
		<b>395,318</b>	<b>1,426,495</b>

The accompanying notes are an integral part of this unaudited condensed consolidated interim financial information.





JBS S.A.

Condensed consolidated statements of income for the three-month period ended June 30, 2023 and 2022

In thousands of United States dollar - US\$

	Note	Three-month period ended June 30,	
		2023	2022
<b>Net income (loss)</b>	23	(40,023)	870,614
<b>Other comprehensive income</b>			
<b>Items that are or may be subsequently reclassified to statement of income:</b>			
Gain (loss) on net investment in foreign operations		126,058	(303,851)
Gain (loss) on foreign currency translation adjustments		397,047	(836,342)
Gain (loss) on cash flow hedge		(1,918)	46,330
Deferred income (expense) tax on cash flow hedge		(988)	(16,136)
Valuation adjustments to equity in subsidiaries		(6,475)	4,228
<b>Items that will not be reclassified to statement of income:</b>			
Gains associated with pension and other postretirement benefit obligations		6,465	11,661
Income tax on gain associated with pension and other postretirement benefit obligations		(1,039)	(2,959)
<b>Total other comprehensive income (loss)</b>		<b>519,150</b>	<b>(1,097,069)</b>
<b>Comprehensive income (loss)</b>		<b>479,127</b>	<b>(226,455)</b>
<b>Total comprehensive income (loss) attributable to:</b>			
Company shareholders		484,471	(336,592)
Non-controlling interest		(5,344)	110,137
		<b>479,127</b>	<b>(226,455)</b>

The accompanying notes are an integral part of this unaudited condensed consolidated interim financial information.







**JBS S.A.**

**Condensed consolidated statements of changes in equity for the six-month period ended June 30, 2023 and 2022**

In thousands of United States dollar - US\$

Note	Capital reserves					Profit reserves					Other comprehensive income		Retained earnings (loss)	Total	Non-controlling interest	Total equity
	Share capital	Premium on issue of shares	Capital transaction <sup>(1)</sup>	Stock options	Other reserves	Treasury shares	Legal	Investments statutory	Additional dividends	Tax-incentive reserve	VAE	FCTA				
<b>BALANCE ON JANUARY 1, 2022</b>	13,177,841	36,321	(154,198)	10,145	(33,747)	(619,298)	455,474	2,963,982	-	-	92,305	(8,024,668)	-	7,904,157	660,795	8,564,952
Net income	-	-	-	-	-	-	-	-	-	-	-	-	1,785,840	1,785,840	124,100	1,909,940
Loss on foreign currency translation adjustments <sup>(4)</sup>	-	-	-	-	-	-	-	-	-	-	-	(2,155,033)	-	(2,155,033)	(88,729)	(2,243,762)
Gain on net investment in foreign operations <sup>(2)</sup>	-	-	-	-	-	-	-	-	-	-	-	1,814,786	-	1,814,786	-	1,814,786
Loss on cash flow hedge <sup>(5)</sup>	-	-	-	-	-	-	-	-	-	-	(67,975)	-	-	(67,975)	-	(67,975)
Valuation adjustments to equity in subsidiaries <sup>(3)</sup>	-	-	-	-	-	-	-	-	-	-	10,034	-	-	10,034	1,585	11,619
Loss associated with pension and other postretirement benefit obligations	-	-	-	-	-	-	-	-	-	-	871	-	-	871	1,016	1,887
<b>Total comprehensive income (loss)</b>	-	-	-	-	-	-	-	-	-	-	(57,070)	(340,247)	1,785,840	1,388,523	37,972	1,426,495
Purchase of treasury shares	-	-	-	-	-	(732,958)	-	-	-	-	-	-	-	(732,958)	-	(732,958)
Sale of treasury shares	-	-	-	-	-	159,256	-	(1,896)	-	-	-	-	-	157,360	-	157,360
Cancellation of treasury shares	-	-	-	-	-	1,214,895	-	(1,214,895)	-	-	-	-	-	-	-	-
Share-based compensation	-	-	3,908	-	-	-	-	-	-	-	-	-	-	3,908	928	4,836
Realization of other reserves	-	-	-	-	(839)	-	-	-	-	-	-	-	839	-	-	-
Distribution of interim dividends	-	-	-	-	-	-	-	(468,174)	44,708	-	-	-	-	(423,466)	-	(423,466)
Purchase of Pilgrim's Pride Corporation treasury shares repurchase	-	-	(53,279)	-	-	-	-	-	-	-	-	-	-	(53,279)	(60,723)	(114,002)
Dividends to non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,907)	(1,907)
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	218	218
<b>BALANCE ON JUNE 30, 2022</b>	13,177,841	36,321	(203,569)	10,145	(34,586)	21,895	455,474	1,279,017	44,708	-	35,235	(8,364,915)	1,786,679	8,244,245	637,283	8,881,528
<b>BALANCE ON JANUARY 1, 2023</b>	13,177,841	36,321	(239,584)	10,145	(35,177)	-	603,603	2,928,754	-	767,354	61,690	(8,410,771)	-	8,900,176	645,971	9,546,147
Net income (loss)	-	-	-	-	-	-	-	-	-	-	-	-	(332,880)	(332,880)	17,667	(315,213)
Gains on foreign currency translation adjustments <sup>(4)</sup>	-	-	-	-	-	-	-	-	-	-	-	297,241	-	297,241	(30,024)	267,217
Gain on net investment in foreign operations <sup>(2)</sup>	-	-	-	-	-	-	-	-	-	-	-	440,423	-	440,423	-	440,423
Loss on cash flow hedge, net of tax <sup>(5)</sup>	-	-	-	-	-	-	-	-	-	-	(2,095)	-	-	(2,095)	-	(2,095)
Valuation adjustments to equity in subsidiaries <sup>(3)</sup>	-	-	-	-	-	-	-	-	-	-	(4,412)	-	-	(4,412)	-	(4,412)
Gain associated with pension and other postretirement benefit obligations, net of tax	-	-	-	-	-	-	-	-	-	-	8,098	-	-	8,098	1,300	9,398
<b>Total comprehensive income (loss)</b>	-	-	-	-	-	-	-	-	-	-	1,591	737,664	(332,880)	406,375	(11,057)	395,318
Share-based compensation	-	-	3,234	-	-	-	-	-	-	-	-	-	-	3,234	678	3,912
Realization of other reserves	-	-	-	-	(616)	-	-	-	-	-	-	-	616	-	-	-
Distribution of interim dividends	1.2.3	-	-	-	-	-	-	-	-	-	-	-	(447,979)	(447,979)	-	(447,979)
Dividends to non-controlling interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(4,462)	(4,462)
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(360)	(360)
<b>BALANCE ON JUNE 30, 2023</b>	13,177,841	36,321	(236,350)	10,145	(35,793)	-	603,603	2,928,754	-	767,354	63,281	(7,673,107)	(780,243)	8,861,806	630,770	9,492,576

<sup>(1)</sup> Refers to the purchase of PPC treasury shares and share-based payment expenses incurred by subsidiaries.

<sup>(2)</sup> Foreign Currency Translation Adjustments (FCTA) and exchange variation in subsidiaries

<sup>(3)</sup> Valuation Adjustments to Equity (VAE) arising from derivative financial instruments.

<sup>(4)</sup> Refers to the net investment on foreign operations of intercompany balances between JBS S.A. and its indirect subsidiaries JBS Luxembourg S.à.r.l. and JBS Investments Luxembourg S.à.r.l.. Thus, since the balances are an extension of that entity's investment, they are considered as equity instruments.

<sup>(5)</sup> Refers to the hedge accounting in the indirect subsidiary Seara Alimentos.

The accompanying notes are an integral part of this unaudited condensed consolidated interim financial information.





JBS S.A.

Condensed consolidated statements of cash flows for the six-month period ended June 30, 2023 and 2022  
In thousands of United States dollar - US\$

	Note	Six-month period ended June 30,	
		2023	2022
<b>Cash flows from operating activities</b>			
Net income (loss)		(315,213)	1,909,940
<b>Adjustments for:</b>			
Depreciation and amortization	13	1,035,867	943,880
Expected credit losses	4	6,349	8,082
Share of profit of equity-accounted investees		(5,807)	(7,137)
Gain (loss) on sales of assets		(7,709)	904
Tax expense	9	(124,333)	526,519
Net finance expense	21	636,027	550,678
Share-based compensation		3,912	4,751
Provisions for legal proceedings	19	42,730	17,686
Impairment of goodwill and property, plant and equipment	10 and 13	24,419	-
Net realizable value inventory adjustments	5	(2,857)	5,500
DOJ (Department of Justice) and antitrust agreements	18	31,700	65,443
Fair value adjustment of biological assets	6	89,937	31,986
		<u>1,415,022</u>	<u>4,058,232</u>
<b>Changes in assets and liabilities:</b>			
Trade accounts receivable		446,760	(398,475)
Inventories		73,529	(587,387)
Recoverable taxes		(19,207)	(349,963)
Other current and non-current assets		(32,963)	122,269
Biological assets		(263,483)	(516,304)
Trade accounts payable and supply chain finance		(1,032,574)	(472,839)
Taxes paid in installments		(20,802)	(38,647)
Other current and non-current liabilities		(18,552)	(103,983)
DOJ and Antitrust agreements payment		(30,300)	(167,046)
Income taxes paid		(40,711)	(641,069)
<b>Changes in operating assets and liabilities</b>		<u>(938,303)</u>	<u>(3,153,444)</u>
<b>Cash provided by operating activities</b>		<u>161,506</u>	<u>2,814,728</u>
Interest paid		(659,188)	(471,258)
Interest received		95,769	54,207
<b>Net cash flows provided by (used in) operating activities</b>		<u>(86,700)</u>	<u>487,737</u>
<b>Cash flows from investing activities</b>			
Purchases of property, plant and equipment	10	(724,770)	(952,394)
Purchases and disposals of intangible assets	12	(3,011)	11,586
Proceeds from sale of property, plant and equipment	10	15,999	10,083
Additional investments in equity-accounted investees		-	(2,066)
Acquisitions, net of cash acquired	3	(569)	(140,296)
Dividends received		3,464	1,147
Related party transactions		512	264
Others		20,680	-
<b>Cash (used in) investing activities</b>		<u>(687,695)</u>	<u>(1,071,676)</u>
<b>Cash flows from financing activities</b>			
Proceeds from loans and financing		4,141,518	5,564,919
Payments of loans and financing		(2,600,801)	(3,941,421)
Derivative instruments received (settled)		(10,356)	(220,684)
Margin cash		(12,423)	82,510
Dividends paid		(447,979)	(450,769)
Dividends paid to non-controlling interest		(4,462)	(1,904)
Purchase of PPC treasury shares		-	(116,681)
Purchase of treasury shares		-	(719,393)
Sales of treasury shares		-	167,505
Payments of leasing contracts	11.2	(217,792)	(217,535)
<b>Cash provided by financing activities</b>		<u>847,705</u>	<u>146,547</u>
<b>Effect of exchange rate changes on cash and cash equivalents</b>		<u>43,584</u>	<u>(964,522)</u>
Net change in cash and cash equivalents		116,894	(1,401,914)
Cash and cash equivalents beginning of period		2,526,431	3,928,345
<b>Cash and cash equivalents at the end of period</b>		<u>2,643,325</u>	<u>2,526,431</u>
<b>Non-cash transactions:</b>			
Non-cash additions to right of use assets and lease liabilities	Note 11.2	274,864	260,689
Capitalized interest	10	(41,895)	(19,945)
Transfer of property, plant and equipment		4,750	-
Cancellation of treasury shares		-	(191,020)

The accompanying notes are an integral part of this unaudited condensed consolidated interim financial information.





## JBS S.A.

Notes to the unaudited condensed consolidated interim financial information for the six-month period ended June 30, 2023 and 2022  
(Expressed in thousands of United States dollar)

### 1 Background information

#### 1.1 Reporting entity

JBS S.A. ("JBS" or the "Company"), is a corporation with its headquarters office in Brazil, at Avenue Marginal Direita do Tietê, nº. 500, Vila Jaguara, in the City of São Paulo, and is controlled by J&F Investimentos S.A. The unaudited condensed consolidated interim financial information comprise the Company and its subsidiaries (collectively, the 'Group') as of and for the three and six-month periods ended June 30, 2023 and were authorized by the Board of Directors on August 14, 2023. The Company has its shares publicly traded and listed on the "Novo Mercado" segment of the Sao Paulo Stock Exchange (B3 - *Bolsa de Valores, Mercadorias & Futuros*) under the ticker symbol "JBSS3". In addition, American Depository Receipts related to shares issued by JBS are also publicly traded in the United States of America under the symbol "JBSAY".

The Company operates in the processing of animal protein, such as beef, pork, lamb and chicken, and operates in the production of convenience foods and other products. In addition, it sells leather, hygiene and cleaning products, collagen, metal packaging, biodiesel, among others. The Company has a broad portfolio of brands including Seara, Doriana, Pilgrim's, Moy Park, Primo, Adaptable Meals, Friboi, Maturatta and Swift.

The condensed consolidated interim financial information includes the Company's operations in Brazil as well as the activities of its subsidiaries.

#### 1.2 Main events that occurred during the period:

**1.2.1 Filing of registration statement on the Securities Exchange Commission (SEC):** On May 19, 2023, the Company filed a public registration statement with the SEC, located in the United States of America. This filing relates to the Company's proposed offer to list 11 series of notes (Bonds), which are guaranteed by the Company. At the time the registration statement becomes effective, the Company will be subject to disclosure requirements and other regulations and standards relating to securities in the United States of America and the compliance obligations of the Sarbanes-Oxley ("SOX"). The SEC approved the filing on July 24, 2023 and the transaction became effective.

**1.2.2 Distribution of interim dividends:** On June 19, 2023, the Company approved the distribution of interim dividends referring to the net income from the year ended at December 31, 2022 in the amount of US\$447,979, corresponding to US\$1,00 per ordinary share, in accordance with the shareholder's base at June 22, 2023. The interim dividends were distributed on June 29, 2023.

**1.2.3 Adjusted purchase price allocation of TriOak:** In June 2023, the business combination of TriOak, the Group adjusted the purchase price allocation. The adjustments were identified in biological assets of US\$24,542 and in goodwill of US\$21,684.

#### 1.3 Seasonality:

During the second and third quarters, the beef sector in the United States presents a seasonal demand for beef products which is higher in the summer and autumn months, when weather patterns allow for more outdoor activities. As for the pork sector in the United States, the greatest demand for pork occurs in the first and fourth quarters, when the availability of hogs combined with the holidays increase the demand. As for the chicken segment, worldwide, the fluctuations are historically higher in the first half of the year, coinciding with the summer and fall, and sales volume of certain of our special product lines undergo considerable variation during certain holidays, including Christmas, New Year and Easter. Australia demand is not impacted by seasonality as other segments.

### 2 Basis of preparation

The unaudited condensed consolidated interim financial information as of and for the three and six-month periods ended June 30, 2023 have been prepared in accordance with IAS 34 Interim Financial Reporting, as issued by International Accounting Standards Board (IASB), and should be read in conjunction with the Group's last annual consolidated financial statements as of and for the year ended December 31, 2022 ("last annual financial statements"). They do not include all the information required for a complete set of financial statements prepared in accordance with IFRS Standards. However, selected explanatory notes are included to describe events and transactions that are significant to an understanding of the changes in the Group's financial position and performance since the last annual financial statements which were authorized by the Board of Directors on March 29, 2023.

In preparing these unaudited condensed consolidated interim financial statements, Management has made judgments and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

#### 2.1 New standards, amendments and interpretations that are not yet effective

##### a. Standards, amendments and interpretations recently issued and adopted by the Company

###### Accounting Policies, Changes in Accounting Estimates and Errors: Amendments to IAS 8

As of January 1, 2023, the amendments clarify about the distinction between changes in accounting estimates and changes accounting policies and correction of errors, in order to correctly apply the amendments. The Company has not identified significant impacts as a result of this change.

###### Deferred Tax related to Assets and Liabilities arising from a Single Transaction: Amendments to IAS 12

As of January 1, 2023, the amendments narrow the scope of the initial recognition exemption (IRE) so that it no longer applies to transactions that, among other things, on initial recognition, give rise to equal taxable and deductible temporary differences. As a result, a deferred tax asset and a deferred tax liability should be recognized for temporary differences arising on initial recognition of a lease and decommissioning provision. The Company has not identified significant impacts as a result of this change.

##### b. New standards, amendments and interpretations that are not yet effective

###### Presentation of Financial Statements: Amendments to IAS 1

As of January 1, 2024, sets out the requirements to defer settlement of a liability and whether the Company has reached these requirements at the end of the reporting period and, also, whether the classification between current and non-current would impact the entity to exercise the postponement right. The amendments also address that only if a derivative embedded in a convertible liability is itself an equity instrument, the terms of a liability would not affect its classification. The Company is following the discussions and so far has not identified significant impacts as a result of this change.

### 3 Cash and cash equivalents and margin cash

#### Cash and Cash Equivalents

	June 30, 2023	December 31, 2022
Cash on hand and at banks	1,035,541	1,144,741
CDB (bank certificates of deposit) and National Treasury Bills ( <i>Tesouro Selic</i> ) <sup>(1)</sup>	1,607,784	1,381,690
	<b>2,643,325</b>	<b>2,526,431</b>





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<sup>(1)</sup> CDBs are held at financial institutions and earn interest based on floating rates and are pegged to the Brazilian overnight interbank lending rate (*Certificado de Depósito Interbancário - CDI*). *Tesouro Selic* are bonds purchased from financial institutions having conditions and characteristics that are similar to CDB's.

### Margin Cash

The Group is required to maintain cash balances with a broker as collateral for exchange-traded futures contracts. These balances are classified as restricted cash as they are not available for use by the Group to fund daily operations. The balance of restricted cash also includes investments in Treasury Bills, as required by the broker, to offset the obligation to return cash collateral. The bills hedge inflation (or deflation) risk when held to maturity. The cash is redeemable when the contracts are settled, therefore they are not considered as cash and cash equivalents.

	June 30, 2023	December 31, 2022
Margin cash (Restricted cash)	98,154	59,088
Investments in Treasury Bills	69,929	71,121
	<b>168,083</b>	<b>130,209</b>

### 4 Trade accounts receivable

	June 30, 2023	December 31, 2022
<b>Current receivables</b>		
Domestic sales	2,074,899	2,137,350
Foreign sales	685,332	969,442
<b>Subtotal</b>	<b>2,760,231</b>	<b>3,106,792</b>
<b>Overdue receivables:</b>		
From 1 to 30 days	418,539	482,104
From 31 to 60 days	106,100	113,266
From 61 to 90 days	57,434	66,493
Above 90 days	208,762	199,084
Expected credit losses	(86,771)	(82,636)
Present value adjustment <sup>(1)</sup>	(6,159)	(6,978)
<b>Subtotal</b>	<b>697,905</b>	<b>771,333</b>
<b>Trade accounts receivable, net</b>	<b>3,458,136</b>	<b>3,878,125</b>

<sup>(1)</sup> The Group discounts its receivables to present value using interest rates directly related to customer credit profiles. The monthly interest used to calculate the present value of outstanding receivables on June 30, 2023 were, mostly in Brazil, 1.8% per transaction (1.3% per transaction at December 31, 2022). Realization of the present value adjustment is recognized as deduction item to sales revenue.

The Group carry out credit assignment transactions with financial institutions, which these institutions acquire credits held against certain third-party or intercompany customers in the domestic and foreign markets. The assignment transactions are negotiated with a permanent transfer of the risks and benefits to the financial institutions.

Within trade accounts receivable, the diversity of the portfolio significantly reduces overall credit risk. To further mitigate credit risk, parameters have been put in place when credit is provided to customers such as requiring minimum financial ratios, analyzing the operational health of customers, and reviewing references from credit monitoring entities.

The Group does not have any customer that represents more than 10% of its trade receivables or revenues.

Expected credit losses are estimated based on an analysis of the age of the receivable balances and the client's current credit rating status. The Group writes-off accounts receivables when it becomes apparent, based upon age or customer circumstances, that such amounts will not be collected. The resulting bad debt expense is recognized in the statement of income within "Selling Expenses".

### Changes in expected credit losses:

	June 30, 2023	June 30, 2022
<b>Balance at the beginning of the period</b>	<b>(82,636)</b>	<b>(82,318)</b>
Additions	(6,349)	(8,082)
Write-offs/Reversals	8,473	5,332
Exchange rate variation	(6,259)	(364)
<b>Balance at the end of the period</b>	<b>(86,771)</b>	<b>(85,432)</b>

### 5 Inventories

	June 30, 2023	December 31, 2022
Finished products	3,458,191	3,296,410
Work in process	616,975	523,293
Raw materials	760,309	932,317
Supplies	637,130	641,562
	<b>5,472,605</b>	<b>5,393,582</b>





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Changes in the realizable value of inventories is recognized in the financial statements as "Cost of sales" and is presented below:

	June 30, 2023	June 30, 2022
<b>Balance at the beginning of the period</b>	<b>(59,525)</b>	<b>(44,555)</b>
Additions	(33,769)	(57,803)
Write-off	36,626	44,639
Exchange rate variation	(3,138)	(1,806)
<b>Balance at the end of the period</b>	<b>(59,806)</b>	<b>(59,525)</b>

## 6 Biological assets

### Changes in biological assets:

	Current		Non-current	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
<b>Balance at the beginning of the period</b>	<b>1,861,106</b>	<b>1,415,834</b>	<b>501,958</b>	<b>429,010</b>
Acquired in business combination	-	32,344	-	12,678
Business combination adjustments (Note 1.2.4)	(24,542)	-	-	-
Increase by reproduction (born) and cost to reach maturity	6,346,456	5,811,100	459,082	359,947
Reduction for slaughter, sale or consumption	(6,775,834)	(5,716,977)	(29,099)	(25,070)
Purchases	242,659	250,849	88,164	82,043
Decrease by death	(58,366)	(132,426)	(9,578)	(6,273)
Fair value adjustments	(89,937)	(32,005)	-	19
Reclassification from non-current to current	184,133	139,939	(184,134)	(139,939)
Exchange rate variation	55,621	(178,013)	13,774	(25,432)
Changes in fair value (including amortization of breeders)	-	-	(289,301)	(242,599)
<b>Balance at the end of the period</b>	<b>1,741,296</b>	<b>1,590,645</b>	<b>550,867</b>	<b>444,384</b>

## 7 Recoverable taxes

Recoverable taxes as of June 30, 2023 and December 31, 2022 was comprised of the following:

	June 30, 2023	December 31, 2022
Value-added tax on sales and services – ICMS/ IVA / VAT / GST	1,046,234	1,006,814
Social contribution on billings - PIS and COFINS	512,964	527,607
Withholding income tax - IRRF/IRPJ	1,218,788	1,199,323
Excise tax – IPI	24,046	24,478
Reintegra	9,420	9,551
Other	13,482	10,558
	<b>2,824,934</b>	<b>2,778,331</b>
Current	1,056,011	1,021,701
Non-current	1,768,924	1,756,630
	<b>2,824,935</b>	<b>2,778,331</b>

## 8 Related party transactions

The main balances and transactions between related parties are presented and described below. Amounts charged include borrowing costs, interest and management fees, when applicable. Information on the Group's structure is provided in Note 1.1 - Reporting entity.

### Related party receivables

	June 30, 2023	December 31, 2022
J&F Oklahoma Holdings Inc <sup>(1)</sup>	83,788	76,665
J&F Participações S.A. <sup>(2)</sup>	117,281	104,101
Flora Produtos de Higiene e Limpeza S.A.	1,134	1,502
	<b>202,203</b>	<b>182,268</b>

<sup>(1)</sup> In December 2019, the Company assumed receivables previously held by its indirect subsidiary Moyer Distribution with J&F Oklahoma arising from a credit line granted due to cattle purchase operations in the USA.

<sup>(2)</sup> Refers to the leniency expenses refund.

### Other financial transactions in the Group

The Company entered into an assignment agreement with Banco Original S.A, direct subsidiary of the parent company J&F, pursuant to which Banco Original S.A. acquires trade accounts receivables of certain or our customers in Brazil and abroad. The assignments are at the face value of the receivable less the discount applied by Banco Original through a transfer without recourse to JBS S.A. of all of the associated risks and benefits of such trade accounts receivables. For the six-month period ended June 30, 2023, the Company incurred in a loss from the sale of the receivables of US\$46,331 (US\$34,524 at June 30, 2022), recognized as financial expenses.

As of June 30, 2023, the Company held investments with Banco Original, of US\$846,415 (US\$408,817 as of December 31, 2022), recognized as cash and cash equivalents. The cash investments and cash equivalents have similar rates of return as CDIs (Certificado de Depósito Interbancário). For the six-month period ended June 30, 2023, the Company earned interest from these investments of US\$8,306 (US\$1,525 for the six-month period ended June 30, 2022), recognized as financial income.

The Group is the sponsor of Institute J&F, a youth-directed business school, whose goal is to educate future leaders by offering free, high-quality education. During the six-month period ended June 30, 2023, the Company made donations of US\$11,365 (US\$23,988 at June 30, 2022), respectively, recognized as general and administrative expenses.

JBj Agropecuária Ltda., or JBj, a related party, supplies cattle to JBS S.A.'s slaughterhouses. Transactions with JBj are recurrent and conducted in the normal course of JBS S.A.'s business, in accordance with its needs and JBj's capacity to deliver cattle. JBj shared transportation services from the Group. The value of the transactions varies in





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accordance with the number of animals processed and pursuant to market conditions. As of June 30, 2023, the total amounts of accounts receivable and accounts payable were US\$594 (US\$558 as of December 31, 2022) and US\$83,434 (US\$7,735 as of December 31, 2022), respectively. For the six-month period ended June 30, 2023, the total net revenue to JBJ was US\$2,166 (US\$845 at June 30, 2022) and the total amount of purchases made by JBJ from the Group for the six-month period ended June 30, 2023 was US\$187,080 (US\$41,388 at June 30, 2022).

Flora Produtos de Higiene e Limpeza S.A., or Flora, is controlled by J&F. Flora purchases products (beef tallow, palm oil, babassu oil and cans) from JBS S.A. and manufactures soaps. As of June 30, 2023, the total amounts from accounts receivable were US\$8,393 (US\$6,585 as of December 31, 2022). For the six-month period ended June 30, 2023, the total net revenue to Flora was US\$29,965 (US\$10,345 at June 30, 2022) and the total amount of purchases made by Flora for the six-month period ended June 30, 2023 and 2022 was nil.

The Company has commitments to purchase cattle for future delivery signed with certain suppliers, including the related party JBJ, guaranteeing the acquisition of cattle for a fixed price, or to be fixed, with no cash effect on the Company until the cattle are delivered. Based on these future delivery contracts. As of June 30, 2023, the Company has these commitments agreements in the amount of US\$93,105 (US\$85,478 as of December 31, 2022).

No expense for doubtful accounts or bad debts relating to related-party transactions were recorded during the six-month period ended June 30, 2023.

### Remuneration of key management

The Company's key management is comprised of its executive officers and members of the Board of Directors. The aggregate amount of compensation received by the Company's key management during the six-month period ended June 30, 2023 and 2022 was:

	2023	2022
Salaries and wages	4,185	7,678
Variable cash compensation	18,658	18,727
	<u>22,843</u>	<u>26,405</u>

The Chief Executive Officer, the Administrative and Control Officer, the Chief Financial Officer and the Executive Officer are employed under the Brazilian employment contract regime referred to as CLT (Consolidation of Labor Laws), which sets legal prerogatives for employee benefits.

Except for those described above, the Board of Directors members are not party to any employment contract or any other contracts for additional employee benefits such as post-employment benefits, other long-term benefits or termination benefits that do not conform to Brazilian Labor Law.

## 9 Income taxes

### a. Composition of deferred tax income and social contribution

	June 30, 2023	December 31, 2022
Deferred income taxes assets	742,294	605,880
Deferred income taxes liabilities	(1,361,007)	(1,363,072)
	<u>(618,713)</u>	<u>(757,192)</u>

	Balance at January 1, 2023	Income statement	Exchange variation	Other Adjustments <sup>(1)</sup>	Balance at June 30, 2023
Tax losses and negative basis of social contribution	649,164	228,622	37,757	-	915,543
Expected credit losses on trade accounts receivable	31,572	278	1,755	-	33,605
Provisions for contingencies	94,153	(7,453)	3,975	-	90,675
Present value adjustment	11,326	(2,852)	774	-	9,248
Tax credits	13,196	333	(5)	14	13,538
Labor accident accruals	6,139	1,147	1	-	7,287
Pension plan	10,485	440	(82)	(3,122)	7,721
Trade accounts payable accrual	284,235	45,061	5,572	-	334,868
Non-deductible interest	76,563	73,112	-	-	149,675
Right of use assets	22,583	18,038	1,009	-	41,630
Other temporary differences - assets	141,120	(8,530)	(739)	1,795	133,646
Goodwill amortization	(785,958)	(5,582)	(58,196)	-	(849,736)
Present value adjustment - Trade accounts payable	(8,105)	477	(625)	-	(8,253)
Business combinations	(441,428)	(4,670)	(2,827)	-	(448,925)
Inventory valuation	(109,703)	(100,219)	1	-	(209,921)
Hedge operations	8,209	(27,089)	215	2,526	(16,139)
Realization of other reserves	(110,379)	1,642	(9,045)	-	(117,782)
Accelerated depreciation and amortization	(586,839)	(49,778)	-	-	(636,617)
Other temporary differences - liabilities	(63,525)	-	(5,251)	-	(68,776)
<b>Deferred taxes, net</b>	<u>(757,192)</u>	<u>162,977</u>	<u>(25,711)</u>	<u>1,213</u>	<u>(618,713)</u>



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	Balance at January 1, 2022	Income statement	Exchange variation	Other Adjustments <sup>(1)</sup>	Balance at June 30, 2022
Tax losses and negative basis of social contribution	431,501	91,456	16,193	-	539,150
Expected credit losses on trade accounts receivable	26,260	(940)	1,941	(4,011)	23,250
Provisions for contingencies	97,506	3,598	6,158	-	107,262
Present value adjustment	8,165	(276)	551	-	8,440
Tax credits	13,438	(664)	75	(28)	12,821
Labor accident accruals	39,203	(6,758)	182	-	32,627
Pension plan	21,677	7,346	(372)	(4,462)	24,189
Trade accounts payable accrual	264,851	(29,849)	3,330	-	238,332
Non-deductible interest	5,894	27,431	(1,536)	-	31,789
Right of use assets	6,072	2,207	318	-	8,597
Goodwill amortization	(705,645)	(3,045)	(41,317)	-	(750,007)
Present value adjustment - Trade accounts payable	(6,015)	(1,471)	(305)	-	(7,791)
Business combinations	(473,421)	25,185	(3,956)	19,620	(432,572)
Inventory valuation	23,596	29,945	(1,120)	-	52,421
Customer returns accruals - Foreign subsidiaries	(33,416)	3,908	(120)	-	(29,628)
Hedge operations	(27,002)	1,984	(3,629)	31,973	3,326
Realization of other reserves	(106,120)	1,704	(7,043)	-	(111,459)
Accelerated depreciation and amortization	(492,570)	38,785	(724)	-	(454,509)
Other temporary differences - liabilities	24,304	(11,319)	29,310	3,823	46,118
<b>Deferred taxes, net</b>	<b>(881,722)</b>	<b>179,227</b>	<b>(2,064)</b>	<b>46,915</b>	<b>(657,644)</b>

<sup>(1)</sup> Changes in the deferred tax statement of financial position accounts that do not directly impact income statement accounts, are shown in the column Other Adjustments. These adjustments refer mainly to: the direct subsidiary Brazservice Ltda. incorporated into the Company; deferred taxes on cash flow hedge transactions recognized in other comprehensive income, carried out by the subsidiary Seara Alimentos; and, gains associated with pension and other postretirement benefit obligations in the United States of America; and impacts related to the acquisitions of the King's group in Italy and Rivalea in Australia.

**b. Reconciliation of income tax and social contribution expense:**

	Six-month period ended June 30,		Three-month period ended June 30,	
	2023	2022	2023	2022
<b>Profit before taxes (PBT)</b>	<b>(439,546)</b>	2,436,459	<b>(25,870)</b>	1,058,075
Brazilian statutory corporate tax rate	34.00%	34.00%	34.00%	34.00%
<b>Expected tax expense (benefit)</b>	<b>149,446</b>	(828,396)	<b>8,796</b>	(359,746)
<b>Adjustments to reconcile taxable income tax expense (benefit):</b>				
Share of profit of equity-accounted investees	1,975	2,427	1,031	1,442
Non-taxable tax benefits <sup>(1)</sup>	236,326	95,529	103,017	51,399
Difference of tax rates on taxable income from foreign subsidiaries	(28,671)	232,558	(10,792)	106,129
Transfer pricing adjustments	(1,832)	(1,797)	(359)	(294)
Profits taxed by-foreign jurisdictions <sup>(3)</sup>	(175,472)	(100,857)	(91,149)	(53,558)
Deferred income tax not recognized	(143,331)	48,236	(67,782)	69,574
Withholding tax expense	-	(2,705)	-	(2,705)
Non-taxable interest	63,959	45,014	30,532	24,652
Donations and social programs <sup>(4)</sup>	(3,912)	(104)	(1,496)	(4)
SELIC interest on tax credits <sup>(2)</sup>	2,466	382	1,456	(854)
Other permanent differences	23,379	(16,806)	12,593	(23,496)
<b>Current and deferred income tax expense</b>	<b>124,333</b>	<b>(526,519)</b>	<b>(14,153)</b>	<b>(187,461)</b>
Current income tax	(38,644)	(703,632)	(31,937)	(331,265)
Deferred income tax	162,977	177,113	17,784	143,804
	<b>124,333</b>	<b>(526,519)</b>	<b>(14,153)</b>	<b>(187,461)</b>
<b>Effective income tax rate</b>	<b>28.29%</b>	<b>-21.61%</b>	<b>-54.71%</b>	<b>-17.72%</b>

<sup>(1)</sup> The Company and its subsidiaries recognize grants given by state governments as a presumed credit, partial and full reduction of the ICMS calculation base of certain goods in its production chain, in accordance with the regulations of each state. The amounts appropriated from these tax incentives as revenue in the income statement are excluded from the calculation of taxes on income, when the requirements set forth in current legislation are achieved. During the six-month period ended June 30, 2023, the Group recorded the amount of government subsidies in the amount of US\$726,262 (US\$284,509 as of the six-month period ended June 30, 2022), of which US\$298,805 of presumed credit (US\$284,509 as of the six-month period ended June 30, 2022) and US\$427,457 of reduction and exemption from ICMS, (nil as of the six-month period ended June 30, 2022) excluded from its calculation basis for income tax and social contribution. The exclusion of this tax benefit from the income tax and social contribution calculation base on net income reflected a tax gain in the six month period ended June 30, 2023 of US\$101,824 referring to the presumed credit (US\$98,329 as of the six-month period ended June 30, 2022) and US\$147,712 of exemption and base reduction (nil as of the six-month period ended June 30, 2022).

On June 12, 2023, the decision of the judgment of Special Appeals n. 1,945,110 and 1,987,158 (Repeating Item 1182), which discusses the requirement of IRPJ and CSLL on amounts related to ICMS tax incentives, other than those granted in the form of presumed credits. The judgment in question stated that the taxes in question are not due, provided that the requirements of article 30 of Law n. 12,973/2014, in line with the procedure adopted by the Company.

<sup>(2)</sup> Recognition of the income tax exemption on interest income on tax credits, due to a ruling of the STF (Federal Court of Justice), on September 23, 2021.

<sup>(3)</sup> According to Law No. 12,973/14, the income from foreign subsidiaries must be taxed at the Brazilian statutory tax rate of 34%, and the income tax paid abroad by these subsidiaries may be used to compensate income taxes to be paid in Brazil. The results obtained from foreign subsidiaries are subject to taxation by the countries where they are based, according to applicable rates and legislation (profits taxed by-foreign jurisdictions included in the reconciliation of income tax and social contribution expense). The Group analyzes the results of each subsidiary for the application of its income tax legislation, in order to respect the treaties signed by Brazil and avoid double taxation.

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<sup>(4)</sup> Refers to the donations, as described in Note 24 – Expenses by nature.

**10 Property, plant and equipment**
**Changes in property, plant and equipment:**

	Balance at January 1, 2023	Additions net of transfers <sup>(1)</sup>	Disposals	Depreciation	Exchange rate variation	Balance at June 30, 2023
Buildings	3,779,963	359,384	(3,117)	(126,184)	141,460	<b>4,151,506</b>
Land	1,056,590	23,918	(188)	–	47,785	<b>1,128,105</b>
Machinery and equipment	3,832,826	476,665	(20,668)	(293,616)	126,324	<b>4,121,531</b>
Facilities	575,290	120,001	(284)	(21,244)	55,083	<b>728,846</b>
Computer equipment	116,263	28,756	(406)	(21,018)	4,124	<b>127,719</b>
Vehicles (land and air)	214,898	69,761	(4,157)	(20,406)	9,970	<b>270,066</b>
Construction in progress	2,124,483	(276,194)	–	–	79,408	<b>1,927,697</b>
Other	215,050	19,497	(8,639)	(16,871)	6,417	<b>215,454</b>
	<b>11,915,363</b>	<b>821,788</b>	<b>(37,459)</b>	<b>(499,339)</b>	<b>470,571</b>	<b>12,670,924</b>

	Balance at January 1, 2022	Acquired in business combination <sup>(2)</sup>	Additions net of transfers <sup>(1)</sup>	Disposals	Depreciation	Exchange rate variation	Balance at June 30, 2022
Buildings	3,500,836	50,637	142,740	(565)	(118,161)	37,270	<b>3,612,757</b>
Land	944,922	24,670	9,557	(121)	–	20,424	<b>999,452</b>
Machinery and equipment	3,569,854	35,844	312,964	(1,386)	(280,145)	66,605	<b>3,703,736</b>
Facilities	487,028	831	41,212	(57)	(16,810)	31,209	<b>543,413</b>
Computer equipment	121,959	705	14,245	(4,168)	(20,880)	(761)	<b>111,100</b>
Vehicles (land and air)	180,960	1,662	14,592	(4,143)	(14,616)	(47,688)	<b>130,767</b>
Construction in progress	1,218,888	3,530	412,609	–	–	16,956	<b>1,651,983</b>
Other	183,842	3,846	24,420	(546)	(16,028)	(3,289)	<b>192,245</b>
	<b>10,208,289</b>	<b>121,725</b>	<b>972,339</b>	<b>(10,986)</b>	<b>(466,640)</b>	<b>120,726</b>	<b>10,945,453</b>

<sup>(1)</sup> Additions for each category includes transfers from construction in progress during the period.

<sup>(2)</sup> Refers to the acquisitions completed during the first half of 2022, such as King's and Rivalea during the first quarter and, BioTech, during the second quarter.

For six-month period ended June 30, 2023, the amount of capitalized interest added to construction in progress and included in additions was US\$41,895 (US\$19,945 at June 30, 2022).

Annually, the Company tests the recoverability of its assets that were identified as having any indicator of impairment using the concept of value in use through discounted cash flow models). The tests for recoverability of assets are applied at the end of each fiscal year on December 31, follow by indications of impairment during the year. For six-month period ended June 30, 2023 the Company recognized impairment in property, plant and equipment in the amount of US\$21,745, related to the indirect subsidiary Planterra Foods Company, located at United States, due the closing of its operations.

**11 Leases**

The Group uses the optional exemption to not recognize a right of use asset and lease liability for short term (less than 12 months) and low value leases. The average discount rate used for measuring lease liabilities was 8.24% (7.30% at December 31, 2022).

**11.1 Right of use asset**
**Changes in the right of use asset:**

	Balance at January 1, 2023	Additions	Terminated contracts	Amortization	Exchange rate variation	Balance at June 30, 2023
Growing facilities	823,989	103,050	(9,945)	(85,493)	30,880	<b>862,481</b>
Buildings	426,996	101,596	(4,481)	(40,213)	18,305	<b>502,203</b>
Vehicles (land, air and sea)	201,655	45,417	(664)	(36,998)	853	<b>210,263</b>
Machinery and equipment	104,890	17,592	(1,058)	(25,441)	2,911	<b>98,894</b>
Operating plants	18,706	3,866	(128)	(3,191)	1,505	<b>20,758</b>
Land	19,641	578	–	(1,268)	9	<b>18,960</b>
Computer equipment	9,216	–	(117)	(2,041)	651	<b>7,709</b>
	<b>1,605,093</b>	<b>272,099</b>	<b>(16,393)</b>	<b>(194,645)</b>	<b>55,114</b>	<b>1,721,268</b>





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(Expressed in thousands of United States dollar)

	Balance at January 1, 2022	Acquired in business combination <sup>(1)</sup>	Additions	Terminated contracts	Amortization	Exchange rate variation	Balance at June 30, 2022
Growing facilities	610,411	10,467	132,199	(9,878)	(63,397)	13,238	693,040
Buildings	396,209	63	68,349	(620)	(37,866)	(17,260)	408,875
Vehicles (land, air and sea)	220,607	3,263	38,176	(8,396)	(40,441)	(27,907)	185,302
Machinery and equipment	124,304	(702)	16,810	(2,179)	(31,945)	9,239	115,527
Operating plants	20,358	-	1,917	(4,393)	(2,133)	849	16,598
Land	19,698	2,561	64	(14)	(1,356)	43,274	64,227
Computer equipment	12,007	-	3	-	(1,702)	742	11,050
Furniture and appliances	15	-	-	(14)	(3)	2	-
	<u>1,403,609</u>	<u>15,652</u>	<u>257,518</u>	<u>(25,494)</u>	<u>(178,843)</u>	<u>22,177</u>	<u>1,494,619</u>

<sup>(1)</sup> Refers to Rivalea's, which was acquired during the first quarter of 2022.

**11.2 Lease liabilities**

	June 30, 2023	December 31, 2022
Undiscounted lease payments	2,260,936	2,089,765
Present value adjustment	(412,792)	(367,932)
	<u>1,848,144</u>	<u>1,721,833</u>
<b>Breakdown:</b>		
Current liabilities	351,367	342,747
Non-current liabilities	1,496,777	1,379,086
	<u>1,848,144</u>	<u>1,721,833</u>

**Changes in the lease liability:**

	Balance at January 1, 2023	Additions	Interest accrual	Payments	Terminated contracts	Exchange rate variation	Balance at June 30, 2023
Lease liability	1,721,833	274,864	48,479	(242,157)	(15,592)	60,717	1,848,144

  

	Balance at January 1, 2022	Acquired in business combination <sup>(1)</sup>	Additions	Interest accrual	Payments	Terminated contracts	Exchange rate variation	Balance at June 30, 2022
Lease liability	1,506,043	15,585	260,689	41,281	(217,535)	(26,408)	(8,717)	1,570,938

<sup>(1)</sup> Refers to Rivalea's, which was acquired during the first quarter of 2022.

The non-current portion of the lease liability schedule is as follows:

	June 30, 2023
2024	268,257
2025	242,470
2026	186,848
2027	144,843
2028	118,905
Maturities after 2028	855,688
Total Future Minimum Lease Payments	<u>1,817,011</u>
Less: Imputed Interest	<u>(320,234)</u>
Present Value of Lease Liabilities	<u>1,496,777</u>

**12 Intangible assets**

**Changes in intangible assets:**

	Balance at January 1, 2023	Additions	Disposals	Amortization	Exchange rate variation	Balance at June 30, 2023
<b>Amortizing:</b>						
Trademarks	315,912	-	-	(11,168)	(360)	304,384
Software	21,079	3,034	(57)	(2,448)	1,633	23,241
Customer relationships	549,705	-	(64)	(36,927)	9,658	522,372
Supplier contracts	30,509	-	-	(1,900)	1,491	30,100
Others	833	31	(28)	(139)	1	698
<b>Non-amortizing:</b>						
Trademarks	1,050,106	95	-	-	48,677	1,098,878
Water rights	11,347	-	-	-	(19)	11,328
	<u>1,979,491</u>	<u>3,160</u>	<u>(149)</u>	<u>(52,582)</u>	<u>61,081</u>	<u>1,991,001</u>





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	Balance at January 1, 2022	Acquired in business combination <sup>(1)</sup>	Additions	Disposals	Amortization	Exchange rate variation	Balance at June 30, 2022
<b>Amortizing:</b>							
Trademarks	335,452	21,793	-	(1)	(11,467)	(20,091)	<b>325,686</b>
Software	16,609	(4)	4,499	(55)	(2,163)	825	<b>19,711</b>
Customer relationships	645,509	-	-	-	(40,062)	(20,363)	<b>586,185</b>
Supplier contracts	32,967	-	-	-	(1,900)	1,245	<b>32,312</b>
Others	1,001	(38)	-	-	(206)	75	<b>832</b>
<b>Non-amortizing:</b>							
Trademarks	1,107,993	14	271	(1)	-	(87,541)	<b>1,021,570</b>
Water rights	11,595	-	-	-	-	(139)	<b>11,456</b>
	<b>2,151,126</b>	<b>21,765</b>	<b>4,770</b>	<b>(57)</b>	<b>(55,798)</b>	<b>(125,989)</b>	<b>1,997,752</b>

<sup>(2)</sup> Refers to the acquisitions completed during the first semester of 2022, such as King's during the first quarter and, BioTech, during the second quarter.

**13 Goodwill**

Goodwill represents the positive difference between consideration paid to purchase a business and the net fair value of identifiable assets and liabilities of the acquired entity. Goodwill is recognized as an asset and included in "Goodwill" in the Statement of Financial Position. Goodwill is related to an expectation of future earnings of the acquired subsidiary after assets and liabilities are combined with the Group and cost savings resulting from synergies expected to be achieved upon the integration of the acquired business.

**Changes in goodwill:**

	June 30, 2023	June 30, 2022
<b>Balance at the beginning of the period</b>	<b>5,828,691</b>	<b>5,835,418</b>
Acquired in business combination	-	39,967
Business combinations adjustment <sup>(1)</sup>	<b>21,684</b>	5,511
Disposal	-	(16,358)
Exchange rate variation	<b>258,455</b>	8,037
<b>Balance at the end of the period</b>	<b>6,108,830</b>	<b>5,872,575</b>

<sup>(1)</sup> Refers to the business combination adjustment in TriOak, as described in Note 1.2.4 - Adjusted purchase price allocation of TriOak.

CGUs	June 30, 2023	December 31, 2022
Brazil Beef	1,882,040	1,738,300
Seara	770,475	711,821
Moy Park	776,096	735,403
USA Pork	694,534	694,534
Australia Meat	275,531	277,116
Australia Smallgoods	304,645	306,405
Vivera	127,752	124,515
Pilgrim's Food Masters (PFM)	334,859	320,667
Others CGUs without significant goodwill	942,898	919,930
<b>Total</b>	<b>6,108,830</b>	<b>5,828,691</b>

For the six-month period ended June 30, 2023 and 2022 there were no indicators of impairment of goodwill within any CGU.

**14 Trade accounts payable**

	June 30, 2023	December 31, 2022
<b>Domestic:</b>		
Commodities	1,358,830	1,833,012
Materials and services	3,351,140	3,881,686
Finished products	3,734	13,773
Present value adjustment	(17,591)	(15,078)
	<b>4,696,113</b>	<b>5,713,393</b>
<b>Foreign:</b>		
Commodities	15,049	36,602
Materials and services	273,143	192,280
Finished products	105,697	864
	<b>393,889</b>	<b>229,746</b>
<b>Total trade accounts payable</b>	<b>5,090,002</b>	<b>5,943,139</b>
<b>Supply chain finance <sup>(1)</sup></b>		
Domestic	764,884	574,280
Foreign	8,795	14,312
<b>Total supply chain finance</b>	<b>773,679</b>	<b>588,592</b>
<b>Total</b>	<b>5,863,681</b>	<b>6,531,731</b>

<sup>(1)</sup> The Company and its indirect subsidiary Seara Alimentos carry out transactions with financial institutions that allow the suppliers to anticipate their receivables in the domestic market. These transactions do not extend payment terms beyond the normal terms with other suppliers. In addition, this operation did not bring any other cost to the Group and all financial costs of the operation are the responsibility of the suppliers.





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The Company has commitments to purchase cattle for future delivery signed with certain suppliers, in which the Company guarantees the acquisition of cattle for a fixed price, or to be fixed, with no cash effect on the Company until the cattle are delivered. Based on these future delivery contracts, JBJ has already advanced this operation with the banks under the supply chain finance method. As of June 30, 2023, the amount of this transaction was US\$80,998 (US\$86,593 at December 31, 2022), this operation is recognized as supply chain finance.

**15 Loans and financing**

Type	Average annual interest rate	Currency	Index	Payment terms / non-current debt	Current		Non-current	
					June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<b>Foreign currency</b>								
ACC - Advances on exchange contracts	7.17%	USD	SOFR	2023 - 24	1,227,759	416,772	-	51,056
Prepayment	6.28%	USD	Libor and SOFR	2023 - 27	400,115	397,508	416,439	378,479
Credit note – export	6.61%	USD	-	2023	75,506	-	-	-
FINIMP – Import Financing	5.66%	USD and EUR	Libor and Euribor	2023 - 25	69,617	100,641	2,475	3,041
White Stripe credit facility	8.10%	USD and CAD	-	2023	2,192	3,020	-	-
Working capital - Dollar	8.66%	USD	Libor	2030	355	1,735	2,695	2,841
CRA - Agribusiness Credit Receivable Certificates	3.98%	USD	-	2027	189	93	20,518	12,757
Scott credit facilities	6.57%	USD	-	2024	-	-	1,809	1,794
					<b>1,775,733</b>	<b>919,769</b>	<b>443,936</b>	<b>449,968</b>
<b>Local currency</b>								
FINAME <sup>(1)</sup>	5.71%	BRL	-	2023 - 25	778	885	168	441
FINEP <sup>(2)</sup>	9.00%	BRL	-	2025	967	1,040	1,040	1,395
Prepayment	8.09%	GBP	SOFR	2023	21,116	9,543	80,000	-
Notes 5.88% PPC 2027	5.88%	USD	-	2027	11,930	11,930	842,831	842,009
Notes 2.50% JBS Lux 2027	2.50%	USD	-	2027	11,181	11,181	984,112	982,084
Notes 5.13% JBS Lux 2028	5.13%	USD	-	2028	18,578	23,703	884,780	883,767
Notes 6.50% JBS Lux 2029	6.50%	USD	-	2029	1,000	1,000	77,877	77,869
Notes 3.00% JBS Lux 2029	3.00%	USD	-	2029	7,200	7,200	584,825	583,499
Notes 5.50% JBS Lux 2030	5.50%	USD	-	2030	30,747	30,747	1,239,075	1,238,251
Notes 3.75% JBS Lux 2031	3.75%	USD	-	2031	1,302	1,302	495,037	494,748
Notes 4.25% PPC 2031	4.25%	USD	-	2031	8,382	8,382	983,309	982,248
Notes 3.00% JBS Lux 2032	3.00%	USD	-	2032	3,417	3,417	979,142	977,988
Notes 3.63% JBS Lux 2032	3.63%	USD	-	2032	16,212	16,212	983,511	982,586
Notes 3.50% PPC 2032	3.50%	USD	-	2032	10,063	10,063	890,638	890,113
Notes 6.25% JBS Lux 2032	6.25%	USD	-	2033	11,632	-	983,065	-
Notes 5.75% JBS Lux 2033	5.75%	USD	-	2033	27,832	60,575	1,998,407	1,997,613
Notes 4.38% JBS Lux 2052	4.38%	USD	-	2052	15,750	15,750	887,006	886,786
Notes 6.50% JBS Lux 2052	6.50%	USD	-	2052	6,997	6,997	1,526,878	1,526,735
PPC term loan	6.31%	USD	Libor	2026	-	26,728	-	452,188
Working capital - Brazilian Reais	7.62%	BRL	TJLP	2023 - 28	-	16,415	747	647
Working capital - Euros	3.39%	EUR	Euribor	2023 - 24	19,880	11,665	2,362	1,903
Credit note – export	13.90%	BRL	CDI	2023 - 28	109,505	145,116	451,624	294,891
CDC - Direct credit to consumers	15.97%	BRL	-	2023 - 28	14,844	7,723	14,177	90
Rural - Credit note	11.00%	BRL	CDI	2024	36,006	800	-	1,118
Rural - Credit note - Prefixed	6.84%	BRL	-	2023	10,107	35,460	-	-
CRA - Agribusiness Credit Receivable Certificates	9.45%	BRL	CDI and IPCA	2023 - 37	14,778	163,492	1,802,610	1,460,108
Scott credit facilities	7.69%	AUD, EUR and USD	-	2023-24	10,319	13,448	34	40
Beardstown Pace credit facility	3.50%	USD	-	2035 - 50	7,475	7,425	59,605	62,969
JBS Australia Feedlot Agreement	7.00%	AUD	-	2023-24	576	258	33,400	33,592
Other	5.28%	Other	Other	2024 - 31	12,986	8,971	16,119	17,455
					<b>441,560</b>	<b>657,278</b>	<b>16,802,379</b>	<b>15,673,133</b>
					<b>2,217,293</b>	<b>1,577,047</b>	<b>17,246,315</b>	<b>16,123,101</b>

<sup>(1)</sup> FINAME - Government Agency for Machinery and Equipment Financing

<sup>(2)</sup> FINEP - Research and projects financing

<sup>(3)</sup> The amendments to IFRS for Interest Rate Benchmark Reform are effective for annual periods beginning on or after January 1, 2021. In line with the LIBOR and other Interbank Offered Rates (IBORs) transition project, the Group has been following the evolution of this matter with its partner banks and been discussing how to replace the index in current contracts. The new contracts are negotiated at the Overnight Guaranteed Financing Rate ("SOFR"), and the current contracts remain indexed to LIBOR until the settlement date, without conversion impacts.

**Average annual interest rate:** Refers to the weighted average nominal cost of interest at the reporting date. The loans and financings are fixed by a fixed rate or indexed to rates: CDI, TJLP (the Brazilian government's long-term interest rate), LIBOR and EURIBOR, among others.

The availability of revolving credit facilities for JBS USA was US\$2.2 billion as of June 30, 2023 (US\$2.4 billion as of December 31, 2022). In Brazil, the availability of revolving credit facilities was US\$450,000 (US\$450,000 at December 31, 2022).





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The non-current portion of the principal payment schedule of loans and financing is as follows:

Maturity	June 30, 2023
2024	298,401
2025	376,729
2026	162,575
2027	2,063,576
2028	1,081,324
Maturities after 2028	13,263,710
	<b>17,246,315</b>

### 15.1 Guarantees and contractual restrictions ("covenants")

The Company was in compliance with all of its debt covenant restrictions at June 30, 2023 and until the date that these financial statements were approved.

The Company, together with its indirect subsidiaries JBS Global Luxembourg S.à.r.l., JBS Holding Luxembourg S.à.r.l., JBS USA Holding Lux S.à.r.l. and JBS Global Meat Holdings Pty. Limited, are guarantors of certain senior notes listed in the SEC, located in the United States of America.

### 16 Income and other taxes payable

Income and other taxes payable are comprised of the following:

	June 30, 2023	December 31, 2022
Taxes payable in installments	75,500	89,930
PIS / COFINS tax payable	32,456	30,218
ICMS / VAT / GST tax payable	35,132	28,081
Withholding income taxes	6,899	8,585
Others	101,577	98,425
<b>Subtotal</b>	<b>251,564</b>	<b>255,239</b>
Income taxes payable	30,885	91,070
<b>Total</b>	<b>282,449</b>	<b>346,309</b>
<b>Breakdown:</b>		
Current liabilities	169,690	230,158
Non-current liabilities	112,759	116,151
	<b>282,449</b>	<b>346,309</b>

### 17 Payroll and social charges

Payroll and social charges are comprised of the following:

	June 30, 2023	December 31, 2022
Social charges in installments	490,773	431,054
Bonus and vacation along with related social charges	676,385	735,770
Salaries and related social charges	412,194	436,364
Others	53,128	50,817
	<b>1,632,480</b>	<b>1,654,005</b>
<b>Breakdown:</b>		
Current liabilities	1,109,419	1,198,063
Non-current liabilities	523,061	455,942
	<b>1,632,480</b>	<b>1,654,005</b>

**Labor taxes payable in installments:** In December 2022, the Federal Supreme Court (STF) in a decision favorable to the Direct Action of Unconstitutionality (ADI No. 4,395), declared that was unconstitutional the subrogation of the collection of social security contributions referring to the Assistance Fund for Rural Workers (FUNRURAL) to slaughterhouses, consumer companies, consignees or cooperatives purchasing production. The Company is also waiting for the approval of the minute of judgment and the decision by the STF that will define the period for which the decision will take effect. On June 30, 2023 the Company and its subsidiaries has recognized under Taxes payable in installments the amount of US\$352,756, related to the FUNRURAL. During six-month period ended June 30, 2023, the Company and its subsidiaries paid installments in cash and offset with the balance of recoverable taxes the amount of US\$226,179.

### 18 Provisions for legal proceedings

The Group is party to several lawsuits arising in the ordinary course of business for which provisions are recognized for these deemed probable based on estimated costs determined by management as follow:

	June 30, 2023	December 31, 2022
Labor	107,402	99,270
Civil	241,300	222,800
Tax and Social Security	125,832	105,420
<b>Total</b>	<b>474,534</b>	<b>427,490</b>





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### Breakdown:

	June 30, 2023	December 31, 2022
Current liabilities	175,640	174,240
Non-current liabilities	298,894	253,250
	<b>474,534</b>	<b>427,490</b>

### Changes in provisions:

	Balance at January 1, 2023	Additions, reversals and changes in estimates	Payments	Monetary correction	Exchange rate variation	Balance at June 30, 2023
Labor	99,270	27,270	(32,704)	5,352	8,214	107,402
Civil	222,800	43,517	(38,182)	8,452	4,713	241,300
Tax and social security	105,420	3,643	(369)	7,788	9,350	125,832
Total	<b>427,490</b>	<b>74,430</b>	<b>(71,255)</b>	<b>21,592</b>	<b>22,277</b>	<b>474,534</b>

	Balance at January 1, 2022	Additions, reversals and changes in estimates	Payments	Monetary correction	Exchange rate variation	Balance at June 30, 2022
Labor	96,551	22,906	(29,234)	4,560	6,355	101,138
Civil	281,135	67,646	(170,610)	2,907	2,607	183,685
Tax and social security	100,379	(7,423)	(341)	12,110	6,492	111,217
Total	<b>478,065</b>	<b>83,129</b>	<b>(200,185)</b>	<b>19,577</b>	<b>15,454</b>	<b>396,040</b>

### In the subsidiary JBS USA:

**Civil Proceedings:** Refers to several class action lawsuits, alleging violations of federal and state antitrust, unfair competition, unfair enrichment, deceptive trade practice, and consumer protection laws on sales of beef, pork and chicken. As of the six month period ended June 30, 2023 the indirect subsidiary JBS USA recognized an accrual in the amount of US\$31,700 (US\$65,442 at the six-month period ended at June 30, 2022), and as of three-month period ended June 30, 2023, in the amount of US\$18,000 (US\$48,482 at the three-month period ended at June 30, 2022). Also, as of six month period ended June 30, 2023, were paid US\$30,300 (US\$167,045 at the six-month period ended at June 30, 2022). At June 30, 2023, the remaining accrual is US\$175,600 (US\$138,236 at the six-month period ended at June 30, 2022).

The Company, together with its legal department and hired external legal counsel, remains to monitor the developments of the antitrust proceedings and have determined that the accounting provisions measured and are recorded based on best estimate of probable losses.

### 19 Equity

- a. **Share capital:** Share capital on June 30, 2023 and December 31, 2022 was US\$13,177,841, represented by 2,218,116,370 common shares, having no nominal value and there were no changes in the six-month period ended June 30, 2023.
- b. **Profit reserve:**
  - b1. **Treasury shares:** Treasury shares include self-issued shares repurchased by the Company. As of June 30, 2023, the Company had no balance in treasury shares.
- c. **Non-controlling interest:** Material non-controlling interest as of June 30, 2023 consisted of the (17.3% as of December 31, 2022), of PPC common stock not owned by JBS USA. JBS USA's voting rights in PPC are limited to as of June 30, 2023 (82.7% as of December 31, 2022) of the total. The profit allocated to the PPC non-controlling interest was US\$ and US\$125,244 for the six-month period ended June 30, 2023 and 2022, respectively. The accumulated non-controlling interest in PPC was US\$679,143 as of June 30, 2023 (US\$639,664 as of December 31, 2022). For the six-month period ended June 30, 2023, purchase of treasury stock by PPC was nil (US\$54,730 for the six-month period ended June 30, 2022). Below are the PPC total net sales, net income, cash provided by operations, total assets and total liabilities for the years indicated.

	2023	2022
Net Revenue	8,473,719	8,872,043
Net Income	65,643	642,554
<b>Net cash provided by operating activities</b>	<b>89,341</b>	<b>421,219</b>
	<b>June 30, 2023</b>	<b>December 31, 2022</b>
Total assets	9,922,511	9,255,769
Total liabilities	6,849,923	6,402,493

### 20 Net revenue

	Six-month period ended June 30,		Three-month period ended June 30,	
	2023	2022	2023	2022
Domestic sales	26,109,327	26,713,903	13,289,382	13,855,309
Export sales	8,629,985	9,385,369	4,762,687	4,879,890
<b>NET REVENUE</b>	<b>34,739,312</b>	<b>36,099,272</b>	<b>18,052,069</b>	<b>18,735,199</b>

### Contract balances

Customer contract liabilities relate to payments received in advance of satisfying the performance obligation under the contract. Moreover, a contract liability is recognized when the Company has an obligation to transfer products to a customer from whom the consideration has already been received. The recognition of the contractual liability occurs at the time when the consideration is received and settled. The Company recognizes revenue upon fulfilling the related performance obligation. Contract liabilities are presented as advances from customers in the balance sheet.

The following table provides information about trade accounts receivable and contract liabilities from contracts with customers:





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	Note	2023	2022
Trade accounts receivable	5	3,458,136	3,878,125
Contract liabilities <sup>(1)</sup>		250,958	215,479

## 21 Net finance expense

	Six-month period ended June 30,		Three-month period ended June 30,	
	2023	2022	2023	2022
Exchange rate variation	57,307	404,558	3,369	(102,211)
Fair value adjustments on derivatives	462	(239,748)	15,190	(8,482)
Interest expense <sup>(1)</sup>	(817,696)	(649,349)	(422,551)	(347,376)
Interest income <sup>(2)</sup>	147,237	113,800	79,613	63,636
Bank fees and others <sup>(3)</sup>	(23,338)	(179,939)	(12,472)	(116,101)
	<u>(636,027)</u>	<u>(550,678)</u>	<u>(336,852)</u>	<u>(510,534)</u>
Finance income	219,734	620,569	98,171	63,636
Finance expense	(855,761)	(1,171,247)	(435,023)	(574,170)
	<u>(636,027)</u>	<u>(550,678)</u>	<u>(336,852)</u>	<u>(510,534)</u>

<sup>(1)</sup> For the six-month period ended June 30, 2023, the amount of US\$565,293 (US\$444,158 as of the six-month period ended June 30, 2022), and for the three-month period ended June 30, 2023, the amount of US\$284,639 (US\$238,861 as of three-month period ended June 30, 2022), respectively, refers to interest expenses from loans and financings.

<sup>(2)</sup> For the six-month period ended June 30, 2023, the amount of US\$58,636 (US\$49,761 as of the six-month period ended June 30, 2022), and for the three-month period ended June 30, 2023, the amount of US\$27,931 (US\$27,093 as of three-month period ended June 30, 2022), respectively, refers to interest income from present value adjustments. In addition, for the six-month period ended June 30, 2023, the amount of US\$37,330 (US\$32,116 as of the six-month period ended June 30, 2022), and for the three-month period ended June 30, 2023, the amount of US\$19,866 (US\$18,481 as of three-month period ended June 30, 2022), respectively, refers to interest income from short-term investments.

<sup>(3)</sup> Refers to early extinguishment of debt of the JBS Lux 5.75% Notes 2028 and JBS Lux 6.75% Notes 2028 in the amount of US\$132,490 as of the six-month period ended June 30, 2022.

## 22 Earnings (loss) per share

**Basic:** Earnings (loss) per share is calculated by dividing net income (loss) attributable to common shareholders by the weighted average number of common shares outstanding during the year, excluding common shares purchased and held as treasury shares (shares in thousands).

**Diluted:** Diluted earnings (loss) per share is calculated by dividing net income (loss) of the period attributable to common shareholders by the weighted average number of common shares outstanding during the year, adjusted for the effects of all potential common shares that are dilutive and adjusted for treasury shares held.

	Six-month period ended June 30,		Three-month period ended June 30,	
	2023	2022	2023	2022
Net income attributable to Company shareholders	(315,213)	1,909,940	(40,025)	870,614
Weighted average common shares	2,218,116,370	2,254,344,774	2,218,116,370	2,229,976,592
Weighted average - treasury shares	-	(21,966,881)	-	(21,966,881)
Weighted average - common shares outstanding	<u>2,218,116,370</u>	<u>2,232,377,893</u>	<u>2,218,116,370</u>	<u>2,208,009,711</u>
Basic and diluted earnings (loss) per share - (US\$)	(0.14)	0.86	(0.02)	0.39

## 23 Operating segments

The Group's Management has defined operating segments based on the reports that are used to make strategic decisions, analyzed by the Chief Operating Decision Maker (CODM) - our Chief Executive Officer (CEO), there are seven reportable segments: Brazil, Seara, Beef North America, Pork USA, Pilgrim's Pride, Australia and Others. The segment operating profit or loss is evaluated by the CODM, based on Adjusted EBITDA.

Adjusted EBITDA consists of all the items of profit and loss that compose the Group's profit before taxes, applying the same accounting policies as described in these condensed consolidated interim financial statements, except for the following adjustments as further described below: exclusion of share of profit of equity accounted investees, net of tax; exclusion of financial income and financial expenses, exclusion of depreciation and amortization expenses; exclusion of expenses with antitrust agreements described in note 18; exclusion of donations and social programs expenses; exclusion of impairment of assets and exclusion of certain other income (expenses).

**Brazil:** this segment includes all the operating activities from the Company, mainly represented by slaughter facilities, cold storage and meat processing, fat, feed and production of beef by-products such as leather, collagen and other products produced in Brazil. Revenues are generated from the sale of products predominantly to restaurant chains, food processing companies, distributors, supermarket chains, wholesale supermarket and other significant food chains.

**Seara:** this segment includes all the operating activities of Seara and its subsidiaries, mainly represented by chicken and pork processing, production and commercialization of food products and value-added products. Revenues are generated from the sale of products predominantly to restaurant chains, food processing companies, distributors, supermarket chains, wholesale supermarket and other significant food chains.

**Beef North America:** this segment includes JBS USA beef processing operations in North America and the plant-based businesses in Europe. Beef also sells by-products to the variety meat, feed processing, fertilizer, automotive and pet food industries and also produces value-added meat products including toppings for pizzas. Finally, Sampco LLC imports processed meats and other foods such as canned fish, fruits and vegetables to the US and Vivera produces and sells plant-based protein products in Europe.

**Pork USA:** this segment includes JBS USA's pork operations, including Swift Prepared Foods. Revenues are generated from the sale of products predominantly to retailers of fresh pork including trimmed cuts such as loins, roasts, chops, butts, picnics and ribs. Other pork products, including hams, bellies and trimmings, are sold predominantly to further processors who, in turn, manufacture bacon, sausage, and deli and luncheon meats. In addition, revenues are generated from the sale of case ready products, including the recently acquired TriOak business. As a complement to our pork processing business, we also conduct business through our hog production operations, including four hog farms and five feed mills, from which, JBS Lux will source live hogs for its pork processing operations.

**Pilgrim's Pride:** this segment includes PPC's operations, including Moy Park, Tulip and Pilgrim's Consumer Foods as well, mainly represented by chicken processing, production and commercialization of food products and prepared foods in the United States of America, Mexico, United Kingdom and France. The fresh chicken products consist of refrigerated (non-frozen) whole or cut-up chicken, either pre-marinated or non-marinated, and pre-packaged chicken in various combinations of freshly refrigerated, whole chickens and chicken parts. The prepared chicken products include portion-controlled breast fillets, tenderloins and strips, delicatessen products, salads, formed nuggets and patties and bone-in chicken parts. These products are sold either refrigerated or frozen and may be fully cooked, partially cooked or raw. In addition, these products are breaded or non-breaded and either pre-marinated or non-marinated. The segment also generates revenue from the sale of prepared pork products through PPL, a subsidiary acquired by PPC in





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October 2019. The segment includes PPC's PFM subsidiary, acquired in September 2021, and generates revenues from branded and private label meats, meat snacks, food-to-go products, and ethnic chilled and frozen ready meals.

**Australia:** Our Australia segment includes our fresh, frozen, value-added and branded beef, lamb, pork and fish products in Australia and New Zealand. The majority of our beef revenues from our operations in Australia are generated from the sale of fresh beef products (including fresh and frozen chuck cuts, rib cuts, loin cuts, round cuts, thin meats, ground beef, offal and other products). We also sell value-added and branded beef products (including frozen cooked and pre-cooked beef, corned cooked beef, beef cubes and consumer-ready products, such as hamburgers and sausages). We also operate lamb, pork, and fish, processing facilities in Australia and New Zealand, including the recently acquired Huon and Rivalea businesses. JBS Australia also generates revenues through their cattle hoteling business. We sell these products in the countries where we operate our facilities, which we classify as domestic sales, and elsewhere, which we classify as export sales.

**Others:** includes certain operations not directly attributable to the primary segments, such as corporate expenses, international leather operations and other operations in Europe.

There are no revenues arising out of transactions with any single customer that represents 5% or more of the total revenues.

The Company manages its loans and financing and income taxes at the corporate level and not by segment.

The information by operational segment are as follows:

	Six-month period ended June 30, 2023									
	Brazil	Seara	Beef North America	Pork USA	Pilgrim's Pride	Australia	Others	Total reportable segments	Elimination (*)	Total
Net revenue	5,173,221	4,070,854	11,076,939	3,585,022	8,466,919	2,903,667	501,497	35,778,119	(1,038,807)	34,739,312
Adjusted EBITDA <sup>(1)</sup>	193,550	113,093	109,849	122,624	644,047	140,084	(3,016)	1,320,231	(1,188)	1,319,043

	Six-month period ended June 30, 2022									
	Brazil	Seara	Beef North America	Pork USA	Pilgrim's Pride	Australia	Others	Total reportable segments	Elimination (*)	Total
Net revenue	5,605,305	3,983,470	11,061,358	4,012,131	8,865,548	3,091,935	425,987	37,045,734	(946,462)	36,099,272
Adjusted EBITDA <sup>(1)</sup>	246,971	423,679	1,405,171	373,725	1,351,789	229,823	3,116	4,034,274	(1,080)	4,033,194

	Three-month period ended June 30, 2023									
	Brazil	Seara	Beef North America	Pork USA	Pilgrim's Pride	Australia	Others	Total reportable segments	Elimination (*)	Total
Net revenue	2,824,711	2,082,339	5,810,550	1,776,872	4,304,794	1,508,962	256,938	18,565,166	(513,098)	18,052,068
Adjusted EBITDA <sup>(1)</sup>	136,458	84,803	87,549	78,024	375,347	143,484	(2,282)	903,383	(608)	902,775

	Three-month period ended June 30, 2022									
	Brazil	Seara	Beef North America	Pork USA	Pilgrim's Pride	Australia	Others	Total reportable segments	Elimination (*)	Total
Net revenue	2,867,060	2,170,421	5,521,533	2,111,249	4,628,352	1,674,371	235,785	19,208,771	(473,572)	18,735,199
Adjusted EBITDA <sup>(1)</sup>	163,232	305,935	620,043	138,158	738,848	144,748	(4,358)	2,106,606	(558)	2,106,048

<sup>(1)</sup> Includes intercompany and intersegment transactions.

<sup>(1)</sup> The Adjusted EBITDA is reconciled with the consolidated operating profit, as follows below:

	Six-month period ended June 30,		Three-month period ended June 30,	
	2023	2022	2023	2022
Operating profit	190,675	2,979,999	307,951	1,564,368
Depreciation and amortization	1,035,865	943,880	536,727	478,364
Antitrust agreements <sup>(1)</sup>	31,700	65,442	18,000	48,482
Donations and social programs <sup>(2)</sup>	7,386	18,718	4,655	7,968
Impairment of assets <sup>(3)</sup>	21,745	17,396	918	-
Other operating income (expense), net <sup>(4)</sup>	31,672	7,761	34,523	(10,530)
Elimination	1,188	1,080	609	558
<b>Total Adjusted EBITDA for operating segments</b>	<b>1,320,231</b>	<b>4,034,276</b>	<b>903,383</b>	<b>2,106,606</b>

<sup>(1)</sup> Refers to the Agreements entered by JBS USA and its subsidiaries as described in Note 18 – Provisions for legal proceedings.

<sup>(2)</sup> Refers to the donations, as described in Note 24 – Expenses by nature.

<sup>(3)</sup> Refers to the impairment of assets related to Planterra's plant closure during the year ended at 2023.

<sup>(4)</sup> Refers to several adjustments basically in JBS USA's jurisdiction such as third-party advisory expenses related to restructuring projects and acquisitions, marketing of social programs, insurance recovery, among others.





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Below is net revenue and total assets based on geography, presented for supplemental information.

Six-month period ended June 30, 2023								
	North and Central America <sup>(2)</sup>	South America	Australia	Europe	Others	Total reportable segments	Intercompany elimination <sup>(1)</sup>	Total
Net revenue	20,642,749	8,606,199	2,680,821	2,943,085	110,398	34,983,252	(243,940)	34,739,312
Total assets	29,049,438	18,188,982	3,625,247	5,310,471	1,569,431	57,743,569	(16,586,762)	41,156,807

  

Six-month period ended June 30, 2022								
	North and Central America <sup>(2)</sup>	South America	Australia	Europe	Others	Total reportable segments	Intercompany elimination <sup>(1)</sup>	Total
Net revenue	21,502,039	9,330,898	3,091,935	2,723,503	100,327	36,748,702	(649,429)	36,099,273
Total assets	29,014,071	16,444,682	3,600,985	4,589,625	2,136,760	55,786,123	(16,594,526)	39,191,597

  

Three-month period ended June 30, 2023								
	North and Central America <sup>(2)</sup>	South America	Australia	Europe	Others	Total reportable segments	Intercompany elimination <sup>(1)</sup>	Total
Net revenue	10,775,276	4,610,688	1,286,116	1,513,273	49,604	18,234,957	(182,889)	18,052,068

  

Three-month period ended June 30, 2022								
	North and Central America <sup>(2)</sup>	South America	Australia	Europe	Others	Total reportable segments	Intercompany elimination <sup>(1)</sup>	Total
Net revenue	11,016,106	4,887,854	1,674,371	1,409,587	49,056	19,036,974	(301,775)	18,735,199

<sup>(1)</sup> Includes intercompany and intersegment transactions.

<sup>(2)</sup> Including the holdings located in Europe that are part of the North American operation.

**24 Expenses by nature**

The Group's policy is to present expenses by function in the statement of income. Expenses by nature are disclosed below:

	Six-month period ended June 30,		Three-month period ended June 30,	
	2023	2022	2023	2022
<b>Cost of sales</b>				
Cost of inventories, raw materials and production inputs	(26,719,040)	(25,452,357)	(13,722,374)	(13,294,047)
Salaries and benefits	(3,648,305)	(3,417,348)	(1,858,467)	(1,737,972)
Depreciation and amortization	(909,271)	(812,343)	(474,314)	(413,335)
	<u>(31,276,616)</u>	<u>(29,682,048)</u>	<u>(16,055,155)</u>	<u>(15,445,354)</u>
<b>Selling</b>				
Freight and selling expenses	(1,899,406)	(1,919,159)	(955,138)	(976,676)
Salaries and benefits	(145,040)	(112,324)	(75,747)	(61,532)
Depreciation and amortization	(31,821)	(29,997)	(15,188)	(14,896)
Advertising and marketing	(154,336)	(155,684)	(78,081)	(83,445)
Net impairment losses	(1,182)	(8,082)	(6,554)	(3,444)
Commissions	(26,899)	(34,612)	(16,188)	(20,277)
	<u>(2,258,684)</u>	<u>(2,259,858)</u>	<u>(1,146,896)</u>	<u>(1,160,270)</u>
<b>General and administrative</b>				
Salaries and benefits	(549,455)	(674,797)	(268,542)	(320,764)
Fees, services held and general expenses	(342,656)	(310,090)	(173,396)	(136,298)
Depreciation and amortization	(94,775)	(101,540)	(47,226)	(50,133)
DOJ and Antitrust agreements	(31,700)	(65,442)	(18,000)	(48,482)
Donations and social programs <sup>(1)</sup>	(6,404)	(18,145)	(3,673)	(7,968)
JBS Fund For The Amazon	-	(573)	-	-
	<u>(1,024,990)</u>	<u>(1,170,587)</u>	<u>(510,837)</u>	<u>(563,645)</u>

<sup>(1)</sup> Refers to donations made to Instituto J&F regarding improvements on school's building, the social program "Fazer o Bem Faz Bem" created by the Group to support actions for social transformation where the Group is present and donations to the JBS Fund For The Amazon.

For the six-month period ended June 30, 2023, the Group incurred expenses with internal research and development, in the amount of US\$6,644 (US\$7,826 for the six-month period ended June 30, 2022). For the three-month period ended June 30, 2022, the Group incurred expenses with internal research and development, in the amount of US\$1,627 (nil for the three-month period ended June 30, 2022).

For the six-month period ended June 30, 2023 and 2022, other income (expenses) includes gain (losses) of sale of assets, insurance recovery, asset impairment expenses, restructuring expenses, among others.







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**25 Risk management and financial instruments**

**Financial instruments:**

Financial instruments are recognized in the condensed consolidated financial statements as follows:

	Note	June 30, 2023	December 31, 2022
<b>Assets</b>			
<b>Fair value through profit or loss <sup>(1)</sup></b>			
Financial investments	3	1,563,628	1,343,149
National treasury bills	3	114,085	109,662
Derivative assets		219,951	108,505
<b>Amortized cost <sup>(2)</sup></b>			
Cash at banks	3	1,035,541	1,144,741
Margin cash	3	98,154	59,088
Trade accounts receivable	4	3,458,136	3,878,125
Related party receivables	8	202,203	182,268
<b>Total</b>		<b>6,691,698</b>	<b>6,825,538</b>
<b>Liabilities</b>			
<b>Amortized cost</b>			
Loans and financing	15	(19,463,608)	(17,700,148)
Trade accounts payable and supply chain finance	14	(5,863,681)	(6,531,731)
Lease		(1,848,144)	(1,721,833)
Other financial liabilities		(52,246)	(11,876)
<b>Fair value through profit or loss</b>			
Derivative liabilities		(180,203)	(107,238)
<b>Total</b>		<b>(27,407,882)</b>	<b>(26,072,826)</b>

<sup>(1)</sup> (i) CDBs are updated at the contractual rate but have a short-term and the counterparties are financial institutions, and their carrying amount is approximate to fair value; (ii) national treasury bill are measured at fair value.

<sup>(2)</sup> (i) Loans and receivables are classified as amortized cost; (ii) the trade accounts receivable are short-term and net of expected losses.

**Fair value of assets and liabilities through profit or loss:** The Group determine fair value measurements in accordance with the hierarchical levels that reflect the significance of the inputs used in the measurement, with the exception of those maturing in the short term, equity instruments without an active market and contracts with discretionary characteristics that the fair value cannot be measured reliably, according to the following levels:

Level 1 - Quoted prices in active markets (unadjusted) for identical assets or liabilities;

Level 2 - Inputs other than Level 1, in which prices are quoted for similar assets and liabilities, either directly by obtaining prices in active markets or indirectly through valuation techniques that use data from active markets;

Level 3 - Inputs used for fair value calculations which are not derived from an active market. The Group do not have any financial instruments that utilize significant level 3 inputs.

	June 30, 2023			December 31, 2022		
	Level 1	Level 2	Total	Level 1	Level 2	Total
<b>Financial assets</b>						
Financial investments	-	1,563,628	1,563,628	-	1,343,149	1,343,149
National treasury bills	114,085	-	114,085	109,662	-	109,662
Derivative assets	-	219,951	219,951	-	108,505	108,505
<b>Financial liabilities</b>						
Derivative liabilities	-	180,203	180,203	-	107,238	107,238

**Fair value of assets and liabilities carried at amortized cost:** The fair value of the Notes under Rule 144-A and Regulation S, are estimated using the closing sale price of these securities informed by a financial newswire on June 30, 2023 and December 31, 2022, considering there is an active market for these financial instruments. The book value of the remaining fixed-rate loans approximates fair value since the interest rate market, the Company's credit quality, and other market factors have not significantly changed since entering into the loans. The book value of variable-rate loans and financings approximates fair value given the interest rates adjust for changes in market conditions and the quality of the Company's credit rating has not substantially changed. For all other financial assets and liabilities, book value approximates fair value due to the short duration of the instruments. The following details the estimated fair value of the notes:





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Description	June 30, 2023			December 31, 2022		
	Principal	Price (% of the Principal)	Fair value	Principal	Price (% of the Principal)	Fair value
Notes 5.88% PPC 2027	850,000	98.13%	834,105	850,000	99.55%	846,175
Notes 2.50% JBS Lux 2027	1,000,000	87.52%	875,200	1,000,000	86.90%	869,040
Notes 5.13% JBS Lux 2028	900,000	96.36%	867,240	900,000	95.13%	856,188
Notes 6.50% JBS Lux 2029	77,973	99.12%	77,287	77,973	98.16%	76,537
Notes 3.00% JBS Lux 2029	600,000	84.70%	508,200	600,000	84.02%	504,108
Notes 5.50% JBS Lux 2030	1,250,000	96.02%	1,200,250	1,250,000	95.40%	1,192,475
Notes 3.75% JBS Lux 2031	500,000	82.81%	414,050	500,000	82.46%	412,280
Notes 4.25% PPC 2031	1,000,000	85.00%	849,900	1,000,000	86.39%	863,940
Notes 3.00% JBS Lux 2032	1,000,000	77.46%	774,600	1,000,000	77.61%	776,110
Notes 3.63% JBS Lux 2032	1,000,000	82.05%	820,500	1,000,000	82.24%	822,410
Notes 3.50% PPC 2032	900,000	79.27%	713,430			
Notes 5.75% JBS Lux 2023	2,050,000	94.38%	1,934,790	2,050,000	95.41%	1,955,885
Notes 4.38% JBS Lux 2052	900,000	70.61%	635,490	900,000	71.80%	646,182
Notes 6.50% JBS Lux 2052	1,550,000	94.66%	1,467,230	1,550,000	96.79%	1,500,276
	<b>14,577,973</b>		<b>12,947,772</b>	<b>13,577,973</b>		<b>12,048,104</b>

**Risk management:**

The Group during the regular course of its operations is exposed to a variety of financial risks that include the effects of changes in market prices, (including foreign exchange, interest rate risk and commodity price risk), credit risk and liquidity risk. Such risks are fully disclosed in the last annual financial statements. There were no changes in the nature of these risks in the current period.

Below are the risks and operations to which the Company is exposed and a sensitivity analysis for each type of risk, consisting in the presentation of the effects in the finance income (expense), net, when subjected to possible changes, of 25% to 50%, in the relevant variables for each risk. For each probable scenario, the Company utilizes the Value at Risk Methodology (VaR), for the confidence interval (C.I.) of 99% and a horizon of one day.

**a1. Interest rate risk**

The quantitative data referring to the risk of exposure to the Group's interest rates on June 30, 2023 and December 31, 2022, are in accordance with the Financial and Commodity Risk Management Policy of the Group and are representative of the exposure incurred during the period. The main exposure to financial risks during June 30, 2023 and December 31, 2022 are shown below:





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	June 30, 2023	December 31, 2022
<b>Net exposure to the CDI rate:</b>		
CRA - Agribusiness Credit Receivable Certificates	(6,365)	(5,882)
Credit note - export	(561,129)	(441,125)
Rural - Credit note - Prefixed	(2,080)	(800)
Related party transactions	1,382	1,502
CDB-DI (Bank certificates of deposit)	1,157,471	676,961
Margin cash	90,456	74,237
Treasury bills	15,464	23,774
<b>Subtotal</b>	<b>695,199</b>	<b>328,667</b>
Derivatives (Swap)	(1,538,423)	(1,220,527)
<b>Total</b>	<b>(843,224)</b>	<b>(891,860)</b>
<b>Liabilities exposure to the LIBOR rate:</b>		
Prepayment	-	(292,209)
FINIMP	-	(2,823)
PPC term loan	-	(478,916)
Working Capital - Dollars	(3,049)	(3,190)
<b>Subtotal</b>	<b>(3,049)</b>	<b>(777,138)</b>
Derivatives (Swap)	-	295,353
<b>Total</b>	<b>(3,049)</b>	<b>(481,785)</b>
<b>Net exposure to the IPCA rate:</b>		
Treasury bills	28,692	14,767
CRA - Agribusiness Credit Receivable Certificates	(1,811,023)	(1,609,636)
Margin cash	18,182	15,237
Related party transactions	117,281	104,100
<b>Subtotal</b>	<b>(1,646,868)</b>	<b>(1,475,532)</b>
Derivatives (Swap)	1,636,120	1,365,001
<b>Total</b>	<b>(10,748)</b>	<b>(110,531)</b>
<b>Assets exposure to the CPI rate:</b>		
Margin cash	47,885	40,469
<b>Total</b>	<b>47,885</b>	<b>40,469</b>
<b>Liabilities exposure to the SOFR rate:</b>		
Prepayment	(432,091)	(161,410)
Prepayment - exchange agreement	(51,594)	-
<b>Total</b>	<b>(483,685)</b>	<b>(161,410)</b>

**Sensitivity analysis as of June 30, 2023:**

Contracts exposure	Risk	Current scenario	Scenario (I) VaR 99% C.I. 1 day		Scenario (II) Interest rate variation - 25%		Scenario (III) Interest rate variation - 50%	
			Rate	Effect on income	Rate	Effect on income	Rate	Effect on income
CDI	Increase	13.65%	13.74%	(700)	17.06%	(28,057)	20.48%	(56,105)
Libor	Increase	6.04%	6.05%	-	7.55%	(45)	9.06%	(90)
IPCA	Increase	3.94%	3.95%	(1)	4.93%	(103)	5.91%	(206)
TJLP	Increase	7.28%	7.28%	-	9.10%	(13)	10.92%	(26)
CPI	Decrease	4.00%	3.99%	(5)	3.00%	(466)	2.00%	(932)
SOFR	Increase	5.09%	5.10%	(47)	6.36%	(5,993)	7.64%	(11,981)
				<b>(753)</b>		<b>(34,677)</b>		<b>(69,340)</b>





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Instrument	Risk factor	Maturity	June 30, 2023				December 31, 2022			
			Notional	Fair value (Asset) - US\$	Fair value (Liability) - US\$	Fair value	Notional	Fair value (Asset) - US\$	Fair value (Liability) - US\$	Fair value
Pre USD		2023	81,704	76,299	(85,790)	(9,492)	-	-	-	-
CDI		2023	-	-	-	-	400,000	80,523	(77,551)	2,972
LIBOR		2024	-	-	-	-	1,507,335	295,353	(280,251)	15,101
IPCA		2024	111,540	139,061	(110,524)	28,537	537,534	123,845	(98,448)	25,397
IPCA		2027	80,304	93,549	(86,481)	7,068	387,000	80,302	(80,025)	276
Swap	IPCA	2028	91,716	107,981	(101,223)	6,758	442,000	92,333	(93,764)	(1,431)
	IPCA	2030	290,505	349,400	(332,969)	16,431	1,400,000	296,304	(307,264)	(10,960)
	IPCA	2031	309,755	356,218	(353,489)	2,729	1,430,000	283,731	(300,700)	(16,969)
	IPCA	2032	181,680	211,423	(207,820)	3,603	900,000	177,699	(186,308)	(8,608)
	IPCA	2036	19,493	23,475	(24,007)	(532)	100,000	19,524	(21,408)	(1,884)
	IPCA	2037	293,226	355,013	(346,642)	8,371	1,272,000	291,262	(311,581)	(20,319)
			<b>1,459,923</b>	<b>1,712,419</b>	<b>(1,648,945)</b>	<b>63,473</b>	<b>8,375,869</b>	<b>1,740,876</b>	<b>(1,757,300)</b>	<b>(16,425)</b>

**a2. Exchange rate risk**

Below are presented the risks related to the most significant exchange rates fluctuation given the relevance of these currencies in the Group's operations and the stress analysis scenarios and VaR to measure the total exposure as well as the cash flow risk with B3 and the Chicago Mercantile Exchange. The Group discloses these exposures considering the fluctuations of an exchange rate in particular towards the functional currency of each subsidiary

	USD		EUR		GBP		MXN		AUD	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<b>OPERATING</b>										
Cash and cash equivalents	956,136	737,591	29,968	40,184	8,566	12,202	206,796	122,588	26	7
Trade accounts receivable	1,033,820	1,173,723	127,327	136,478	89,579	51,302	126,670	126,037	-	86
Sales orders	786,886	597,296	41,789	41,964	12,974	13,379	-	-	-	-
Trade accounts payable	(98,978)	(154,283)	(86,839)	(92,271)	(18,835)	(18,799)	(103,643)	(52,346)	(62)	(118)
Purchase orders	(43,071)	(61,679)	(6,406)	(12,181)	-	-	-	-	-	-
<b>Operating subtotal</b>	<b>2,634,793</b>	<b>2,292,648</b>	<b>105,839</b>	<b>114,174</b>	<b>92,284</b>	<b>58,084</b>	<b>229,823</b>	<b>196,279</b>	<b>(36)</b>	<b>(25)</b>
<b>FINANCIAL</b>										
Margin cash	2,424	269	-	-	-	-	-	-	-	-
Advances to customers	(61,926)	(36,204)	(1,158)	(856)	(130)	-	-	-	-	-
Loans and financing	(2,276,670)	(1,362,474)	(4,476)	(4,986)	-	-	-	-	-	-
<b>Financial subtotal</b>	<b>(2,336,172)</b>	<b>(1,398,409)</b>	<b>(5,634)</b>	<b>(5,842)</b>	<b>(130)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating financial subtotal</b>	<b>298,621</b>	<b>894,239</b>	<b>100,205</b>	<b>108,332</b>	<b>92,154</b>	<b>58,084</b>	<b>229,823</b>	<b>196,279</b>	<b>(36)</b>	<b>(25)</b>
Related party transactions, net	-	-	310,818	289,556	-	-	-	-	-	-
<b>Total exposure</b>	<b>298,621</b>	<b>894,239</b>	<b>411,023</b>	<b>397,888</b>	<b>92,154</b>	<b>58,084</b>	<b>229,823</b>	<b>196,279</b>	<b>(36)</b>	<b>(25)</b>
<b>DERIVATIVES</b>										
Future contracts	15,175	(103,000)	(43,675)	(103,490)	-	-	-	-	-	-
Deliverable Forwards (DF's)	-	(463,371)	-	84,013	-	(5,208)	-	(291,377)	-	943
Non-Deliverable Forwards (NDF's)	(490,380)	3,029	52,008	(11,834)	(6,278)	(19,761)	(328,128)	-	2,927	-
Swap	(11,825)	15,101	(6,004)	-	(84,226)	-	-	-	-	-
<b>Total derivatives</b>	<b>(487,030)</b>	<b>(548,241)</b>	<b>2,329</b>	<b>(31,311)</b>	<b>(90,504)</b>	<b>(24,969)</b>	<b>(328,128)</b>	<b>(291,377)</b>	<b>2,927</b>	<b>943</b>
<b>NET EXPOSURE IN US\$</b>	<b>(188,409)</b>	<b>345,998</b>	<b>413,352</b>	<b>366,577</b>	<b>1,650</b>	<b>33,115</b>	<b>(98,305)</b>	<b>(95,098)</b>	<b>2,891</b>	<b>918</b>
Net debt in foreign subsidiaries <sup>(1)</sup>	(13,779,934)	(12,816,599)	-	-	-	-	-	-	-	-

<sup>(1)</sup> The Group includes the net debt of foreign subsidiaries in the disclosure of economic hedging exposure. Although these debts do not generate foreign exchange gains or losses (since they are foreign debts and in the functional currency of each respective country), they are translated to Brazilian Real in the consolidation, impacting the equity as exchange variation of investment, influencing the consolidated debt of the Group, and consequently the leverage indicators.

**a2.1. Sensitivity analysis and derivative financial instruments breakdown:**

**a2.1.1 US Dollar (amounts in thousands of US\$):**

Exposure of US\$	Risk	Current exchange rate	Scenario (i) VaR 99% C.I. 1 day		Scenario (ii) Interest rate variation - 25%		Scenario (iii) Interest rate variation - 50%	
			Exchange rate	Effect on income	Exchange rate	Effect on income	Exchange rate	Effect on income
Operating	Appreciation	4.8192	4.9320	60,035	6.0240	641,114	7.2288	1,282,228
Financial	Depreciation	4.8192	4.9320	(62,709)	6.0240	(669,669)	7.2288	(1,339,338)
Derivatives	Depreciation	4.8192	4.9320	(9,359)	6.0240	(99,942)	7.2288	(199,883)



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Exposure of US\$	Risk	Current exchange rate	Scenario (i) VaR 99% C.I. 1 day		Scenario (ii) Interest rate variation - 25%		Scenario (iii) Interest rate variation - 50%	
			Exchange rate	Effect on income	Exchange rate	Effect on income	Exchange rate	Effect on income
Net debt in foreign subsidiaries	Depreciation	4.8192	4.9320	(322,595)	6.0240	(3,444,983)	7.2288	(6,889,967)

Instrument	Risk factor	Nature	June 30, 2023			December 31, 2022		
			Quantity	Notional (US\$)	Fair value	Quantity	Notional (US\$)	Fair value
Future Contract	American dollar	Short	1,447	15,175	(12)	51	490	(872)

Instrument	Risk factor	Nature	June 30, 2023			December 31, 2022		
			Notional (USD)	Notional (US\$)	Fair value	Notional (USD)	Notional (US\$)	Fair value
Deliverable Forwards	American dollar	Short	(96,524)	(465,168)	3,480	(463,371)	(2,417,731)	67,658
Non-Deliverable Forwards	American dollar	Short	(2,328)	(11,217)	419	-	-	-
Non-Deliverable Forwards	American dollar	Long	-	-	-	3,029	15,804	(339)

**a2.1.2 € - EURO (amounts in thousands of US\$):**

Exposure of US\$	Risk	Current exchange	Scenario (i) VaR 99% C.I. 1 day		Scenario (ii) Interest rate variation - 25%		Scenario (iii) Interest rate variation - 50%	
			Exchange rate	Effect on income	Exchange rate	Effect on income	Exchange rate	Effect on income
Operating	Appreciation	5.2626	5.1306	(2,585)	3.9470	(25,753)	2.6313	(51,507)
Financial	Depreciation	5.2626	5.1306	138	3.9470	1,371	2.6313	2,742
Related party	Appreciation	5.2626	5.1306	(7,590)	3.9470	(75,630)	2.6313	(151,260)
Derivatives	Appreciation	5.2626	5.1306	(57)	3.9470	(567)	2.6313	(1,133)

Instrument	Risk factor	Nature	June 30, 2023			December 31, 2022		
			Notional (EUR)	Notional (US\$)	Fair value	Notional (EUR)	Notional (US\$)	Fair value
Deliverable Forwards	Euro	Long	9,883	52,008	303	78,708	85,306	3,443
Non-Deliverable Forwards	Euro	Short	(1,141)	(6,004)	270	(11,087)	(12,016)	9

**a2.1.3 £ - British Pound (amounts in thousands of US\$):**

Exposure of US\$	Risk	Current exchange	Scenario (i) VaR 99% C.I. 1 day		Scenario (ii) Interest rate variation - 25%		Scenario (iii) Interest rate variation - 50%	
			Exchange rate	Effect on income	Exchange rate	Effect on income	Exchange rate	Effect on income
Operating	Appreciation	6.1262	5.9592	(2,448)	4.5947	(22,455)	3.0631	(44,910)
Derivatives	Depreciation	6.1262	5.9592	2401	4.5947	22,022	3.0631	44,044

Instrument	Risk factor	Nature	June 30, 2023			December 31, 2022		
			Notional (GBP)	Notional (US\$)	Fair value	Notional (GBP)	Notional (US\$)	Fair value
Deliverable Forwards	British pound	Short	(1,025)	(6,278)	(86)	(829)	(4,869)	(193)
Non-Deliverable Forwards	British pound	Short	(13,749)	(84,226)	(2,516)	(3,147)	(18,476)	1,357

**a2.1.4 MXN - Mexican Peso (amounts in thousands of US\$):**

Exposure of US\$	Risk	Current exchange rate	Scenario (i) VaR 99% C.I. 1 day		Scenario (ii) Interest rate variation - 25%		Scenario (iii) Interest rate variation - 50%	
			Exchange rate	Effect on income	Exchange rate	Effect on income	Exchange rate	Effect on income
Operating	Appreciation	0.2811	0.2874	5,045	0.3514	55,926	0.4217	111,844
Derivatives	Depreciation	0.2811	0.2874	(7,203)	0.3514	(79,848)	0.4217	(159,684)

Instrument	Risk factor	Nature	June 30, 2023			December 31, 2022		
			Notional (MXN)	Notional (US\$)	Fair value	Notional (MXN)	Notional (US\$)	Fair value
Deliverable Forwards	Mexican peso	Short	(1,167,300)	(328,128)	(1,368)	(1,092,527)	(272,434)	(30,362)



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**a2.1.5 AUD - Australian Dollar (amounts in thousands of US\$):**

Exposure of US\$	Risk	Current exchange rate	Scenario (i) VaR 99% C.I. 1 day		Scenario (ii) Interest rate variation - 25%		Scenario (iii) Interest rate variation - 50%	
			Exchange rate	Effect on income	Exchange rate	Effect on income	Exchange rate	Effect on income
Operating	Depreciation	3.2110	3.1282	1	2.4083	9	1.6055	18
Derivatives	Appreciation	3.2110	3.1282	(74)	2.4083	(712)	1.6055	(1,424)

  

Instrument	Risk factor	Nature	June 30, 2023			December 31, 2022		
			Notional (AUD)	Notional (US\$)	Fair value	Notional (AUD)	Notional (US\$)	Fair value
Deliverable Forwards	Australian dollar	Long	912	2,927	2	266	943	5

**b. Commodity price risk**

The Group operates globally (the entire livestock protein chain and related business) and during the regular course of its operations is exposed to price fluctuations in feeder cattle, live cattle, lean hogs, corn, soybeans, and energy, especially in the North American, Australian and Brazilian markets. Commodity markets are characterized by volatility arising from external factors including climate, supply levels, transportation costs, agricultural policies and storage costs, among others. The Risk Management Department is responsible for mapping the exposures to commodity prices of the Group and proposing strategies to the Risk Management Committee, in order to mitigate such exposures.

**b1. Position balance in commodities (cattle) contracts of JBS S.A.:**

EXPOSURE in Commodities (Cattle)	June 30, 2023	December 31, 2022
Firm contracts of cattle purchase	-	2,873
<b>Subtotal</b>	-	<b>2,873</b>
<b>DERIVATIVES</b>		
Future contracts	10,652	(385)
<b>Subtotal</b>	<b>10,652</b>	<b>(385)</b>
<b>NET EXPOSURE</b>	<b>10,652</b>	<b>2,488</b>

**Sensitivity analysis as of June 30, 2023:**

Exposure	Risk	Current price (USD per head)	Scenario (i) VaR 99% C.I. 1 day		Scenario (ii) @ Variation - 25%		Scenario (ii) @ Variation - 50%	
			Price	Effect on income	Price	Effect on income	Price	Effect on income
Derivatives	Cattle depreciation	53	50	(592)	40	(2,592)	26	(5,184)

**Derivatives financial instruments breakdown:**

Instrument	Risk factor	Nature	June 30, 2023			December 31, 2022		
			Quantity	Notional	Fair value	Quantity	Notional	Fair value
Future Contracts	Commodities (Cattle)	Long	589	10,652	(2)	21	(385)	(19)

**b2. Position balance in commodities (grain) derivatives financial instruments of Seara Alimentos:**

EXPOSURE in Commodities (Grain)	June 30, 2023	December 31, 2022
<b>OPERATING</b>		
Purchase orders	380,228	224,766
<b>Subtotal</b>	<b>380,228</b>	<b>224,766</b>
<b>DERIVATIVES</b>		
Future contracts	(77,055)	(948)
Non-Deliverable Forwards	-	(30,990)
<b>Subtotal</b>	<b>(77,055)</b>	<b>(31,938)</b>
<b>NET EXPOSURE</b>	<b>303,173</b>	<b>192,828</b>

**Sensitivity analysis as of June 30, 2023:**

Exposure	Risk	Scenario (i) VaR 99% C.I. 1 day		Scenario (ii) Price variation - 25%		Scenario (ii) Price variation - 50%	
		Price (USD per tonne)	Effect on income	Price	Effect on income	Price	Effect on income
Operating	Depreciation	(1.7130)%	(6,339)	(25.00)%	(92,519)	(50.00)%	(185,039)
Derivatives	Appreciation	(1.7130)%	1,285	(25.00)%	18,750	(50.00)%	37,499





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**Derivatives financial instruments breakdown:**

Instrument	Risk factor	Nature	June 30, 2023			December 31, 2022		
			Quantity	Notional	Fair value	Quantity	Notional	Fair value
Future contracts	Commodities (Grains)	Short	684	(77,055)	(12,688)	520	(948)	(2,448)
Non-Deliverable Forwards	Commodities (Grains)	Short	-	-	-	717	(30,990)	684

**b3. Hedge accounting of Seara Alimentos:**

The derivative financial instruments designated at June 30, 2023, as hedge accounting, according to the Cash Flow method, to protect the operating results in relation to the price of commodities are:

Hedge accounting - Derivative instruments	Risk factor	Quantity	Notional	Fair value
Future contracts	Commodities	3,294	(77,055)	(12,688)
Future contracts	Currency	500	25,000	(346)
				<b>(13,034)</b>

**b3.1. Hedge accounting:**

The Group applies hedge accounting for grain purchases by the subsidiary Seara Alimentos, aiming at bringing stability to the results. The designation of these instruments is based on the guidelines outlined in the Financial and Commodity Risk Management Policy defined by the Risk Management Committee and approved by the Board of Directors.

Financial instruments designated for hedge accounting were classified as cash flow hedge. The effective amount of the instrument's gain or loss is recognized under "Other comprehensive income (expense)" and the ineffective amount under "Financial income (expense), net", and the accumulated gains and losses are reclassified to profit and loss or to the balance sheet when the object is recognized, adjusting the item in which the hedged object was recorded.

In these hedge relationships, the main sources of ineffectiveness are the effect of the counterparties and the Group's own credit risk on the fair value of the forward foreign exchange contracts, which is not reflected in the change in the fair value of the hedged cash flows attributable to the change in exchange rates; changes in commodities prices; and changes in the timing of the hedged transactions.

Below are the effects on the statement of income, after the adoption of hedge accounting:

**Statements of income:**

**Cost of sales before hedge accounting adoption**

**Derivatives operating income (loss)**

	June 30, 2023	June 30, 2022
Cost of sales before hedge accounting adoption	(3,965,870)	(3,575,434)
Derivatives operating income (loss)	20,458	30,973
Currency	1,640	6,323
Commodities	18,818	24,650
Cost of sales with hedge accounting	<b>(3,945,412)</b>	<b>(3,544,461)</b>

**Financial income (expense), net excluding derivatives**

**Derivatives financial income (expense), net**

	June 30, 2023	June 30, 2022
Financial income (expense), net excluding derivatives	29,633	(14,117)
Derivatives financial income (expense), net	(24,777)	(52,971)
Currency	(3)	(64,241)
Commodities	(24,060)	292
Interest	(714)	10,978
Financial income (expense), net	<b>4,856</b>	<b>(67,088)</b>

Below are the effects on other comprehensive income (expense), after the adoption of hedge accounting:

**Statements of other comprehensive income (expense):**

**Financial instruments designated as hedge accounting:**

	June 30, 2023	December 31, 2022
Financial instruments designated as hedge accounting:	(11,161)	(51,818)
Currency	(895)	(6,116)
Commodities	(10,266)	(45,702)
Gain (loss) on cash flow hedge	<b>(3,025)</b>	<b>(94,513)</b>
Deferred income tax on hedge accounting	1,029	32,134
Total of other comprehensive income (expense)	<b>(1,996)</b>	<b>(62,379)</b>





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Below are the effects on the statement of financial position, after the adoption of hedge accounting:

**Statement of financial position:**

	June 30, 2023	December 31, 2022
<b>Derivative (liabilities)/assets</b>	<b>(13,034)</b>	<b>(1,764)</b>
<b>Financial instruments designated as <i>hedge accounting</i>:</b>		
Commodities	(12,688)	(1,764)
Currency	(346)	-
<b>Derivative (liabilities)/assets</b>	<b>-</b>	<b>18,073</b>
<b>Financial instruments not designated as <i>hedge accounting</i>:</b>		
Interest	-	18,073
<b>Other comprehensive income (expense)</b>	<b>(11,466)</b>	<b>(7,720)</b>
Currency	(919)	(2,595)
Commodities	(10,547)	(5,125)
<b>Inventories</b>	<b>3,186</b>	<b>6,951</b>
Currency	255	2,298
Commodities	2,931	4,653

**Open balance sheet position of derivative assets and liabilities:**

	June 30, 2023	December 31, 2022
<b>Assets:</b>		
<b>Not designated as hedge accounting</b>	-	18,074
Interest	-	18,074
<b>Current assets</b>	-	13,267
<b>Non-current assets</b>	-	4,807
<b>(Liabilities):</b>		
<b>Designated as hedge accounting</b>	13,033	1,765
Commodities	12,688	1,765
Currency	345	-
<b>Current liabilities</b>	13,033	1,765

**b4. Position balance in commodities derivatives financial instruments of JBS USA:**

<b>EXPOSURE in Commodities</b>	June 30, 2023	December 31, 2022
<b>OPERATIONAL</b>		
Firm contracts of cattle purchase	3,247,465	2,514,530
<b>Subtotal</b>	<b>3,247,465</b>	<b>2,514,530</b>
<b>DERIVATIVES</b>		
Deliverable Forwards	(16,090)	(154,278)
<b>Subtotal</b>	<b>(16,090)</b>	<b>(154,278)</b>
<b>NET EXPOSURE</b>	<b>3,231,375</b>	<b>2,360,252</b>

**Sensitivity analysis as of June 30, 2023:**

Exposure	Risk	Scenario (i) VaR 99% I.C. 1 day		Scenario (ii) Price variation - 25%		Scenario (iii) Price variation - 50%	
		Price (USD per head)	Effect on income	Price	Effect on income	Price	Effect on income
Operating	Depreciation	(1.95)%	(61,635)	(25.00)%	(790,193)	(50.00)%	(1,580,386)
Derivatives	Appreciation	(1.95)%	305	(25.00)%	3,915	(50.00)%	7,830

**Derivatives financial instruments breakdown:**

Instrument	Risk factor	Nature	June 30, 2023			December 31, 2022		
			Notional (USD)	Notional (R\$)	Fair value	Notional (USD)	Notional (R\$)	Fair value
Deliverable Forwards	Commodities (Cattle)	Short	(3,339)	(16,090)	(73,302)	(29,568)	(154,278)	(31,182)

**c. Credit risk**

The information about the exposure to weighted average loss rate, gross carrying amount, impairment losses recognized in profit or loss and credit-impaired on financial assets were as follows:

	Weighted average loss rate	Gross carrying amount	Impairment loss allowance
<b>June 30, 2023</b>			
Cash and cash equivalents	-	2,643,325	-
Margin cash	-	168,083	-
Trade accounts receivable	2.59%	3,458,136	(89,469)
Related party receivables	-	202,203	-
	-	6,471,747	(89,469)





**JBS S.A.**

Notes to the unaudited condensed consolidated interim financial information for the six-month period ended June 30, 2023 and 2022  
(Expressed in thousands of United States dollar)

**d. Liquidity risk**

The table below shows the contractual obligation amounts from financial liabilities of the Group according to their maturities:

	June 30, 2023				Total	December 31, 2022				Total
	Less than 1 year	Between 1 and 3 years	Between 4 and 5 years	More than 5 years		Less than 1 year	Between 1 and 3 years	Between 4 and 5 years	More than 5 years	
Trade accounts payable and supply chain finance	5,863,681	–	–	–	5,863,681	6,531,731	–	–	–	6,531,731
Loans and financing	2,217,293	675,129	2,226,152	14,345,034	19,463,608	1,577,047	815,045	2,396,339	12,911,717	17,700,148
Estimated interest on loans and financing <sup>(1)</sup>	1,192,028	1,743,720	1,487,679	4,272,714	8,696,141	924,346	1,837,495	1,485,208	4,441,125	8,688,174
Derivatives liabilities (assets)	180,203	–	–	–	180,203	107,238	–	–	–	107,238
Other liabilities	7,196	21,010	21,065	–	49,271	6,498	5,327	51	–	11,876
Payments of leases	351,367	510,726	331,691	974,594	2,168,378	342,747	500,539	313,253	853,253	2,009,792

<sup>(1)</sup> Includes interest on all loans and financing outstanding. Payments are estimated for variable rate debt based on effective interest rates at June 30, 2023 and December 31, 2022. Payments in foreign currencies are estimate using the June 30, 2023 and December 31, 2022 exchange rates.

The Group has future commitment for purchase of grains and cattle whose balances at June 30, 2023 is US\$31.5 billion (December 31, 2022 is US\$32.9 billion).

The Company has securities pledged as collateral for derivative transactions with the commodities and futures whose balance at June 30, 2023 is US\$3,861 (US\$15,416 at December 31, 2022). This guarantee exceeds the amount of the collateral.

The indirect subsidiary JBS USA and its subsidiaries, has securities pledged as collateral for derivative transactions with the commodities and futures whose balance at June 30, 2023 is US\$134,480 (US\$99,288 at December 31, 2022). This guarantee exceeds the amount of the collateral.

Also, the direct subsidiary Seara Alimentos has securities pledged as collateral for derivative transactions with the commodities and futures whose balance at June 30, 2023 is US\$29,742 (US\$15,505 in December 31, 2022). This guarantee exceeds the amount of the collateral.

A future breach of covenant may require the Group to repay the loan earlier than indicated in the above table.

The interest payments on variable interest rate loans and bond issues in the table above reflect market forward interest rates at the reporting date and these amounts may change as market interest rates change. The future cash flows on derivative instruments may be different from the amount in the above table as interest rates and exchange rates or the relevant conditions underlying the derivative change. Except for these financial liabilities, it is not expected that the cash flows included in the maturity analysis could occur significantly earlier, or at significantly different amounts.

**e. Risks linked to climate change and the sustainability strategy**

In view the Group's operations, there is inherent exposure to risks related to climate change. Certain Group assets, which are mainly biological assets that can be measured at fair value, may be impacted by climate change and are considered in the preparation process of these financial statements.

For the six-month period ended June 30, 2023, Management considered as main risk the data and assumptions highlighted below:

(i) possible impacts on the determination of fair value in biological assets due to the effects of climate change, such as temperature rise, scarcity of water resources, may impact some assumptions used in accounting estimates related to the Company's biological assets, as follows:

- losses of biological assets due to heat waves and droughts which occur with greater frequency and intensity;
- reduction in the expected growth of our biological assets due to natural disasters, fires, pandemics or changes in rainfall patterns; and
- interruption in the production chain due to adverse weather events, causing power outages, fuel shortages, disruption of transportation channels, among other things.

(ii) structural changes and their impacts on the business, such as:

- regulatory and legal: regulation and legislation arising from Brazilian and/or international authorities that encourage the transition to a low-carbon economy and/or with greater biodiversity and that increase the risk of litigation and/or commercial restrictions related to the alleged contribution, even if indirect, for the intensification of climate change;
- reputational: related to customers' perceptions and the society in general regarding the positive or negative contribution of an organization to a low carbon economy.

**26 Subsequent events**

a. On July 12, 2023, the Company announced the dual listing structure of its shares in Brazil and United States of America, through the JBS B.V, Company, located in Netherlands. The operation will be submitted to the approval of the Extraordinary General Boarding Meeting, to be convened. If this transaction is approved, following its completion at the Brazilian Securities Commission (Comissão de Valores Mobiliários -CVM), JBS B.V will be registered as a foreign issuer to have Brazilian Depository Receipts - BDRs level II listed on B3 representing its Class A Shares. At the SEC, the JBS B.V. will be registered as a foreign issuer (Foreign Private Issuer – FPI) in order to have its Class A Shares listed on the New York Stock Exchange (NYSE), located in the United States of America.

b. On July 24, 2023, the registration statement related to Offers to Exchange All Outstanding Unregistered Notes of the Series Specified for new notes became effective with the SEC. As a result of the effectiveness of the registration statement the Company will be subject to disclosure requirements and other regulations and standards relating to securities in the United States of America and the compliance obligations of SOX, effective as of the second quarter of 2023.

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**JBS S.A.**

**Condensed interim financial statements and the report on  
review of the interim financial information**

As of June 30, 2023 and 2022



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KPMG Auditores Independentes Ltda.  
Rua Verbo Divino, 1400 - Parte, Chácara Santo Antônio  
CEP 04719-911, São Paulo - SP  
Caixa Postal 79518 - CEP 04707-970 - São Paulo - SP - Brasil  
Telefone 55 (11) 3940-1500  
kpmg.com.br

## Independent auditors' report on the individual and consolidated interim financial information

To the Management, Board of Directors and Shareholders of  
**JBS S.A.**  
São Paulo - SP

### **Introduction**

We have reviewed the accompanying individual and consolidated interim financial information of JBS S.A. ("the Company") contained in the Quarterly Information Form - ITR for the quarter ended June 30, 2023, which comprises the balance sheet as of June 30, 2023 and the related income statement and statement of comprehensive income for the three and six-month periods then ended, and the statement of changes in equity and statement of cash flows for the six-month period then ended, including the explanatory notes.

The Company's management is responsible for the preparation of this individual and consolidated interim financial information in accordance with Technical Pronouncement CPC 21 (R1) – *Demonstração Intermediária* and IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board - IASB, as well as for the presentation of this information in accordance with standards issued by the *Comissão de Valores Mobiliários - CVM*, applicable to the preparation of Quarterly Information Form - ITR. Our responsibility is to express a conclusion on this interim financial information based on our review.

### **Scope of review**

We conducted our review in accordance with the Brazilian and International standards on review engagements of interim financial information (NBC TR 2410 - *Revisão de Informações Intermediárias Executada pelo Auditor da Entidade* and ISRE 2410 - Review of Interim Financial Information Performed by the Independent Auditor of the Entity, respectively). A review of interim financial information consists of making inquiries, primarily of persons responsible for the financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the auditing standards and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Conclusion on the individual and consolidated interim financial information**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual and consolidated interim financial information included in the Quarterly Information Form – ITR referred to above has not been prepared, in all material respects, in accordance with CPC 21 (R1) and IAS 34, issued by IASB, applicable to the preparation of Quarterly Information Form - ITR, and presented in accordance with the standards issued by the *Comissão de Valores Mobiliários – CVM*.



**Other matters**

**Statements of Value Added**

The interim financial information mentioned above includes Statements of Value Added, individual and consolidated, for the six-month period ended June 30, 2023, prepared under the responsibility of the Company's management and presented as supplementary information for the purposes of IAS 34. These statements were submitted to review procedures together with the review of the Quarterly Information, with the objective of concluding whether they are reconciled with the interim financial information and accounting records, as applicable, and whether their form and content are in accordance with the criteria defined in Technical Pronouncement CPC 09 – *Demonstração do Valor Adicionado*. Based on our review, nothing has come to our attention that causes us to believe that it has not been prepared, in all material respects, in accordance with the criteria defined in this Pronouncement and consistent with the individual and consolidated interim financial information taken as a whole.

**Audit of the corresponding balances related to the prior year and review of the corresponding balances for the three and six-month periods ended June 30, 2022**

The corresponding balances related to the individual and consolidated balance sheets as of December 31, 2022 were audited by other independent auditors, who issued an unqualified opinion dated March 21, 2023, and the individual and consolidated interim statements of income and comprehensive income for the three and six month period ended June 30, 2022, and changes in shareholders' equity and cash flows for the six month period ended June 30, 2022 were reviewed by other independent auditors who issued an unqualified review report dated August 14, 2022. The corresponding balances related to the individual and consolidated statements of value added for the six-month period ended June 30, 2022 were submitted to the same review procedures by those independent auditors and, based on their review, those independent auditors reported that they were not aware of any fact that would lead them to believe that the statement of value added was not prepared, in all material respects, in accordance with the individual and consolidated interim accounting information taken as a whole.

São Paulo, August 14, 2023

KPMG Auditores Independentes Ltda  
CRC 2SP014428/O-6

*Original report in Portuguese signed by*  
Fabian Junqueira Sousa  
Accountant CRC 1SP235639/O-0

**JBS S.A.**

**Statements of financial position  
In thousands of Brazilian Reais - R\$**

	Note	Company		Consolidated	
		June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<b>ASSETS</b>					
<b>CURRENT ASSETS</b>					
Cash and cash equivalents	4	3,071,687	2,096,334	12,738,712	13,182,158
Margin cash	4	18,608	80,434	810,027	679,391
Trade accounts receivable	5	2,312,136	4,380,011	16,665,449	20,234,895
Inventories	6	4,291,974	4,633,201	26,373,580	28,142,094
Biological assets	7	-	-	8,391,653	9,710,693
Recoverable taxes	8	1,643,885	1,473,985	5,089,128	5,330,928
Derivative assets		749	-	461,661	442,929
Other current assets		270,365	197,463	1,717,514	1,667,982
<b>TOTAL CURRENT ASSETS</b>		<b>11,609,404</b>	<b>12,861,428</b>	<b>72,247,724</b>	<b>79,391,070</b>
<b>NON-CURRENT ASSETS</b>					
Recoverable taxes	8	5,529,731	6,128,844	8,524,797	9,165,569
Biological assets	7	-	-	2,654,736	2,619,066
Related party receivables	9	1,073,926	1,103,125	974,457	951,021
Deferred income taxes	10	-	-	3,577,265	3,161,300
Derivative assets		598,330	98,134	598,330	123,215
Other non-current assets		191,241	226,679	1,071,586	1,118,115
		<b>7,393,228</b>	<b>7,556,782</b>	<b>17,401,171</b>	<b>17,138,286</b>
Investments in equity-accounted investees, associates and joint venture	11	53,715,654	55,399,509	300,435	294,837
Property, plant and equipment	12	13,412,071	13,027,863	61,063,719	62,170,792
Right of use assets	13	80,755	54,664	8,295,134	8,374,892
Intangible assets	14	30,762	31,021	9,595,032	10,328,389
Goodwill	15	9,085,970	9,085,970	29,439,672	30,412,362
<b>TOTAL NON-CURRENT ASSETS</b>		<b>83,718,440</b>	<b>85,155,809</b>	<b>126,095,163</b>	<b>128,719,558</b>
<b>TOTAL ASSETS</b>		<b>95,327,844</b>	<b>98,017,237</b>	<b>198,342,887</b>	<b>208,110,628</b>

The accompanying notes are an integral part of these condensed interim financial statements.

**JBS S.A.**
**Statements of financial position  
In thousands of Brazilian Reais - R\$**

	Note	Company		Consolidated	
		June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<b>LIABILITIES AND EQUITY</b>					
<b>CURRENT LIABILITIES</b>					
Trade accounts payable	16	3,494,416	4,297,855	24,529,740	31,009,515
Supply chain finance	16	1,452,994	1,263,694	3,728,513	3,071,099
Loans and financing	17	8,450,998	4,999,929	10,685,580	8,228,557
Income taxes	18	-	-	148,842	475,174
Other taxes payable	18	218,123	281,532	668,927	725,721
Payroll and social charges	19	909,204	1,083,670	5,346,513	6,251,132
Lease liabilities	13	42,757	27,675	1,693,309	1,788,353
Dividends payable		161	135	2,484	183
Provisions for legal proceedings	20	-	-	846,444	909,132
Derivative liabilities		292,618	278,227	868,433	559,536
Other current liabilities		806,989	954,745	2,145,136	2,141,820
<b>TOTAL CURRENT LIABILITIES</b>		<b>15,668,260</b>	<b>13,187,462</b>	<b>50,663,921</b>	<b>55,160,222</b>
<b>NON-CURRENT LIABILITIES</b>					
Loans and financing	17	12,665,476	10,699,653	83,113,442	84,125,504
Income and other taxes payable	18	259,538	313,170	543,408	606,041
Payroll and social charges	19	2,103,486	1,859,444	2,520,735	2,378,970
Lease liabilities	13	47,971	35,023	7,213,270	7,195,655
Deferred income taxes	10	3,243,914	2,995,114	6,558,963	7,112,102
Provisions for legal proceedings	20	520,164	478,185	1,440,432	1,321,380
Related party payables	9	18,223,794	22,066,929	-	-
Other non-current liabilities		239,890	38,091	542,096	401,823
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>37,304,233</b>	<b>38,485,609</b>	<b>101,932,346</b>	<b>103,141,475</b>
<b>EQUITY</b>					
Share capital - common shares	21	23,576,206	23,576,206	23,576,206	23,576,206
Capital reserve		(791,650)	(807,955)	(791,650)	(807,955)
Other reserves		33,448	36,497	33,448	36,497
Profit reserves		18,653,056	18,653,056	18,653,056	18,653,056
Accumulated other comprehensive income		4,815,585	4,886,362	4,815,585	4,886,362
Accumulated losses		(3,931,294)	-	(3,931,294)	-
<b>Attributable to company shareholders</b>		<b>42,355,351</b>	<b>46,344,166</b>	<b>42,355,351</b>	<b>46,344,166</b>
Attributable to non-controlling interest		-	-	3,391,269	3,464,765
<b>TOTAL EQUITY</b>		<b>42,355,351</b>	<b>46,344,166</b>	<b>45,746,620</b>	<b>49,808,931</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>95,327,844</b>	<b>98,017,237</b>	<b>198,342,887</b>	<b>208,110,628</b>

The accompanying notes are an integral part of these condensed interim financial statements.

**JBS S.A.**
**Statements of income for the six month period ended June 30, 2023 and 2022**  
**In thousands of Brazilian Reais - R\$**

	Note	Company		Consolidated	
		2023	2022	2023	2022
<b>NET REVENUE</b>	22	<b>24,264,764</b>	<b>26,590,873</b>	<b>176,066,360</b>	<b>183,057,958</b>
Cost of sales	26	(20,809,519)	(22,601,417)	(158,564,713)	(150,503,789)
<b>GROSS PROFIT</b>		<b>3,455,245</b>	<b>3,989,456</b>	<b>17,501,647</b>	<b>32,554,169</b>
Selling expenses	26	(1,864,438)	(1,681,936)	(11,454,023)	(11,463,575)
General and administrative expenses	26	(1,144,192)	(1,575,410)	(5,200,168)	(5,949,703)
Other incomes		7,148	1,789	500,795	159,159
Other expenses		(15,722)	(90,676)	(432,670)	(194,149)
<b>NET OPERATING EXPENSES</b>		<b>(3,017,204)</b>	<b>(3,346,233)</b>	<b>(16,586,066)</b>	<b>(17,448,268)</b>
<b>OPERATING PROFIT</b>		<b>438,041</b>	<b>643,223</b>	<b>915,581</b>	<b>15,105,901</b>
Finance income	23	816,676	2,334,961	1,117,556	3,227,582
Finance expense	23	(2,186,527)	(3,081,864)	(4,339,537)	(5,949,868)
<b>FINANCE INCOME (EXPENSE)</b>		<b>(1,369,851)</b>	<b>(746,903)</b>	<b>(3,221,981)</b>	<b>(2,722,286)</b>
Share of profit of equity-accounted investees, net of tax	11	(652,328)	9,612,772	29,426	36,027
<b>PROFIT (LOSS) BEFORE TAXES</b>		<b>(1,584,138)</b>	<b>9,509,092</b>	<b>(2,276,974)</b>	<b>12,419,642</b>
Current income taxes	10	116,801	(407,278)	(192,971)	(3,578,681)
Deferred income taxes	10	(248,890)	(7,276)	842,277	881,932
<b>TOTAL INCOME TAXES</b>		<b>(132,089)</b>	<b>(414,554)</b>	<b>649,306</b>	<b>(2,696,749)</b>
<b>NET INCOME (LOSS)</b>		<b>(1,716,227)</b>	<b>9,094,538</b>	<b>(1,627,668)</b>	<b>9,722,893</b>
<b>ATTRIBUTABLE TO:</b>					
Company shareholders		(1,716,227)	9,094,538	(1,716,227)	9,094,538
Non-controlling interest		-	-	88,559	628,355
		<b>(1,716,227)</b>	<b>9,094,538</b>	<b>(1,627,668)</b>	<b>9,722,893</b>
<b>Basic and diluted earnings (losses) per share - common shares (R\$)</b>	24	<b>(0.77)</b>	4.07	<b>(0.77)</b>	4.07

The accompanying notes are an integral part of these condensed interim financial statements.



**JBS S.A.**
**Statements of income for the three month period ended at June 30, 2023 and 2022**  
**In thousands of Brazilian Reais - R\$**

	Note	Company		Consolidated	
		2023	2022	2023	2022
<b>NET REVENUE</b>	22	<b>13,052,325</b>	<b>13,048,530</b>	<b>89,382,631</b>	<b>92,191,385</b>
Cost of sales	26	(11,055,039)	(10,906,480)	(79,495,153)	(76,002,857)
<b>GROSS PROFIT</b>		<b>1,997,286</b>	<b>2,142,050</b>	<b>9,887,478</b>	<b>16,188,528</b>
Selling expenses	26	(995,482)	(845,210)	(5,678,716)	(5,709,406)
General and administrative expenses	26	(598,242)	(737,099)	(2,529,346)	(2,773,563)
Other incomes		1,988	743	75,099	66,744
Other expenses		(12,422)	(2,754)	(229,732)	(74,427)
<b>NET OPERATING EXPENSES</b>		<b>(1,604,158)</b>	<b>(1,584,320)</b>	<b>(8,362,695)</b>	<b>(8,490,652)</b>
<b>OPERATING PROFIT</b>		<b>393,128</b>	<b>557,730</b>	<b>1,524,783</b>	<b>7,697,876</b>
Finance income	23	523,634	88,874	486,084	313,137
Finance expense	23	(1,038,345)	(1,408,628)	(2,153,966)	(2,825,350)
<b>FINANCE INCOME (EXPENSE)</b>		<b>(514,711)</b>	<b>(1,319,754)</b>	<b>(1,667,882)</b>	<b>(2,512,213)</b>
Share of profit of equity-accounted investees, net of tax		23,933	4,751,082	15,008	20,866
<b>PROFIT (LOSS) BEFORE TAXES</b>		<b>(97,650)</b>	<b>3,989,058</b>	<b>(128,091)</b>	<b>5,206,529</b>
Current income taxes	10	72,499	(28,636)	(158,131)	(1,630,077)
Deferred income taxes	10	(238,473)	(8,157)	88,055	707,623
<b>TOTAL INCOME TAXES</b>		<b>(165,974)</b>	<b>(36,793)</b>	<b>(70,076)</b>	<b>(922,454)</b>
<b>NET INCOME (LOSS)</b>		<b>(263,624)</b>	<b>3,952,265</b>	<b>(198,167)</b>	<b>4,284,075</b>
<b>ATTRIBUTABLE TO:</b>					
Company shareholders		(263,624)	3,952,265	(263,624)	3,952,265
Non-controlling interest		-	-	65,457	331,810
		<b>(263,624)</b>	<b>3,952,265</b>	<b>(198,167)</b>	<b>4,284,075</b>
<b>Basic and diluted earnings (loss) per share - common shares (R\$)</b>	24	<b>(0.12)</b>	1.78	<b>(0.12)</b>	1.78

The accompanying notes are an integral part of these condensed interim financial statements.

JBS S.A.

**Statements of comprehensive income for the six month period ended June 30, 2023 and 2022**  
**In thousands of Brazilian Reais - R\$**

	Note	Company		Consolidated	
		2023	2022	2023	2022
<b>Net income (loss)</b>		<b>(1,716,227)</b>	9,094,538	<b>(1,627,668)</b>	9,722,893
<b>Other comprehensive income</b>					
<b>Items that are or may be subsequently reclassified to statement of income:</b>					
Loss on foreign currency translation adjustments		(1,005,487)	(5,467,072)	(1,153,013)	(5,866,600)
Gain on net investment in foreign operations		925,436	713,711	925,436	713,711
Loss on cash flow hedge	27 c3.1	(14,978)	(465,076)	(14,978)	(465,076)
Deferred income tax on cash flow hedge	27 c3.1	5,093	158,126	5,093	158,126
Valuation adjustments to equity in subsidiaries		(20,723)	7,969	(20,723)	7,969
<b>Items that will not be subsequently reclassified to statement of income:</b>					
Gain associated with pension and other postretirement benefit obligations		45,520	67,667	54,776	84,723
Income tax on gain associated with pension and other postretirement benefit obligations		(5,638)	(18,009)	(8,445)	(22,236)
<b>Total other comprehensive loss</b>		<b>(70,777)</b>	<b>(5,002,684)</b>	<b>(211,854)</b>	<b>(5,389,383)</b>
<b>Comprehensive income (loss)</b>		<b>(1,787,004)</b>	<b>4,091,854</b>	<b>(1,839,522)</b>	<b>4,333,510</b>
<b>Total comprehensive income (loss) attributable to:</b>					
Company shareholders		(1,787,004)	4,091,854	(1,787,004)	4,091,854
Non-controlling interest		–	–	(52,518)	241,656
		<b>(1,787,004)</b>	<b>4,091,854</b>	<b>(1,839,522)</b>	<b>4,333,510</b>

The accompanying notes are an integral part of these condensed interim financial statements.

**JBS S.A.**

**Statement of comprehensive income for the three month period ended at June 30, 2023 and 2022**  
**In thousands of Brazilian Reais - R\$**

	Note	Company		Consolidated	
		2023	2022	2023	2022
<b>Net income (loss)</b>		<b>(263,624)</b>	3,952,265	<b>(198,167)</b>	4,284,075
<b>Other comprehensive income (loss)</b>					
<b>Items that are or may be subsequently reclassified to profit or loss:</b>					
Gain (loss) on foreign currency translation adjustments		<b>(401,050)</b>	583,107	<b>(493,423)</b>	801,472
Gain (loss) on net investment in foreign operations		<b>607,498</b>	(1,591,573)	<b>607,498</b>	(1,591,573)
Gain (loss) on cash flow hedge	27 c3.1	<b>(21,219)</b>	239,632	<b>(21,219)</b>	239,632
Deferred income tax on cash flow hedge	27 c3.1	<b>7,215</b>	(81,475)	<b>7,215</b>	(81,475)
Valuation adjustments to equity in subsidiaries		<b>(31,205)</b>	40,257	<b>(31,205)</b>	40,257
<b>Items that will not be subsequently reclassified to profit or loss:</b>					
Gain associated with pension and other postretirement benefit obligations		<b>26,035</b>	29,613	<b>31,156</b>	36,606
Income tax on gain associated with pension and other postretirement benefit obligations		<b>(2,797)</b>	(7,465)	<b>(5,007)</b>	(9,138)
<b>Total other comprehensive income (loss)</b>		<b>184,477</b>	<b>(787,904)</b>	<b>95,015</b>	<b>(564,219)</b>
<b>Comprehensive income (loss)</b>		<b>(79,147)</b>	<b>3,164,361</b>	<b>(103,152)</b>	<b>3,719,856</b>
<b>Total comprehensive income (loss) attributable to:</b>					
Company shareholders		<b>(79,147)</b>	3,164,361	<b>(79,147)</b>	3,164,361
Non-controlling interest		-	-	<b>(24,005)</b>	555,495
		<b>(79,147)</b>	<b>3,164,361</b>	<b>(103,152)</b>	<b>3,719,856</b>

The accompanying notes are an integral part of these condensed interim financial statements.

**JBS S.A.**  
**Statements of changes in equity for the six month period ended June 30, 2023 and 2022**  
**In thousands of Brazilian Reals - R\$**

Note	Capital reserves					Profit reserves				Other comprehensive income		Retained (loss) earnings	Total	Non-controlling interest	Total equity
	Share capital	Premium on issue of shares	Capital transaction <sup>(1)</sup>	Stock options	Other reserves	Legal	Investments statutory	Treasury shares	Tax incentive	VAE	FCTA				
<b>BALANCE ON DECEMBER 31, 2021</b>	<b>23,576,206</b>	<b>211,879</b>	<b>(628,199)</b>	<b>30,464</b>	<b>43,957</b>	<b>2,028,293</b>	<b>11,457,300</b>	<b>(3,037,838)</b>		<b>334,646</b>	<b>10,102,584</b>		<b>44,119,292</b>	<b>3,677,428</b>	<b>47,796,720</b>
Net income	-	-	-	-	-	-	-	-	-	-	-	9,094,538	9,094,538	628,355	9,722,893
Foreign currency translation adjustments	-	-	-	-	-	-	-	-	-	-	(5,467,072)	-	(5,467,072)	(399,528)	(5,866,600)
Gain on net investment in foreign operations <sup>(2)</sup>	-	-	-	-	-	-	-	-	-	-	713,711	-	713,711	-	713,711
Losses on cash flow hedge, net of tax	-	-	-	-	-	-	-	-	-	(306,950)	-	-	(306,950)	-	(306,950)
Valuation adjustments to equity in subsidiaries	-	-	-	-	-	-	-	-	-	7,969	-	-	7,969	-	7,969
Losses associated with pension and other postretirement benefit obligations, net of tax	-	-	-	-	-	-	-	-	-	49,658	-	-	49,658	12,829	62,487
<b>Total comprehensive income</b>										<b>(249,323)</b>	<b>(4,753,361)</b>	<b>9,094,538</b>	<b>4,091,854</b>	<b>241,656</b>	<b>4,333,510</b>
Purchase of treasury shares	-	-	-	-	-	-	-	(3,648,028)	-	-	-	-	(3,648,028)	-	(3,648,028)
Sales of treasury shares	-	-	-	-	-	-	(9,931)	834,181	-	-	-	-	824,250	-	824,250
Cancellation of treasury shares	-	-	-	-	-	-	(5,851,685)	5,851,685	-	-	-	-	-	-	-
Share-based compensation	-	-	19,471	-	-	-	-	-	-	-	-	-	19,471	4,612	24,083
Realization of other reserves	-	-	-	-	(4,207)	-	-	-	-	-	-	4,207	-	-	-
Distribution of interim dividends	-	-	-	-	-	-	(2,218,116)	-	-	-	-	-	(2,218,116)	-	(2,218,116)
Shares repurchased by Pilgrim's Pride Corporation	-	-	(272,838)	-	-	-	-	-	-	-	-	-	(272,838)	(309,621)	(582,459)
Dividend to non-controlling	-	-	-	-	-	-	-	-	-	-	-	-	-	(9,592)	(9,592)
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	1,074	1,074
<b>JUNE 30, 2022</b>	<b>23,576,206</b>	<b>211,879</b>	<b>(881,566)</b>	<b>30,464</b>	<b>39,750</b>	<b>2,028,293</b>	<b>3,377,568</b>			<b>85,323</b>	<b>5,349,223</b>	<b>9,098,745</b>	<b>42,915,885</b>	<b>3,605,557</b>	<b>46,521,442</b>
<b>DECEMBER 31, 2022</b>	<b>23,576,206</b>	<b>211,879</b>	<b>(1,050,298)</b>	<b>30,464</b>	<b>36,497</b>	<b>2,801,185</b>	<b>11,848,048</b>			<b>174,904</b>	<b>4,711,458</b>		<b>46,344,166</b>	<b>3,464,765</b>	<b>49,808,931</b>
Net income (loss)	-	-	-	-	-	-	-	-	-	-	-	(1,716,227)	(1,716,227)	88,559	(1,627,668)
Foreign currency translation adjustments	-	-	-	-	-	-	-	-	-	-	(1,005,487)	-	(1,005,487)	(147,526)	(1,153,013)
Gain on net investment in foreign operations <sup>(2)</sup>	-	-	-	-	-	-	-	-	-	-	925,436	-	925,436	-	925,436
Losses on cash flow hedge, net of tax	27 c3.1	-	-	-	-	-	-	-	-	(9,885)	-	-	(9,885)	-	(9,885)
Gain associated with pension and other postretirement benefit obligations, net of tax	-	-	-	-	-	-	-	-	39,882	-	-	-	39,882	6,449	46,331
Valuation adjustments to equity in subsidiaries	-	-	-	-	-	-	-	-	-	(20,723)	-	-	(20,723)	-	(20,723)
<b>Total comprehensive income</b>										<b>9,274</b>	<b>(80,051)</b>	<b>(1,716,227)</b>	<b>(1,787,004)</b>	<b>(52,518)</b>	<b>(1,839,522)</b>
Share-based compensation	-	-	16,305	-	-	-	-	-	-	-	-	-	16,305	3,418	19,723
Realization of other reserves	-	-	-	-	(3,049)	-	-	-	-	-	-	3,049	-	-	-
Distribution of interim dividends	21 b2	-	-	-	-	-	-	-	-	-	-	(2,218,116)	(2,218,116)	-	(2,218,116)
Dividend to non-controlling	-	-	-	-	-	-	-	-	-	-	-	-	-	(22,662)	(22,662)
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	(1,734)	(1,734)
<b>JUNE 30, 2023</b>	<b>23,576,206</b>	<b>211,879</b>	<b>(1,033,993)</b>	<b>30,464</b>	<b>33,448</b>	<b>2,801,185</b>	<b>11,848,048</b>			<b>184,178</b>	<b>4,631,407</b>	<b>(3,931,294)</b>	<b>42,355,351</b>	<b>3,391,269</b>	<b>45,746,620</b>

<sup>(1)</sup> Refers to changes in the equity of investees arising from PPC's share repurchase and share-based compensation.

<sup>(2)</sup> Refers to the net investment on foreign operations of intercompany balances between JBS S.A. and its indirect subsidiaries JBS Luxembourg S.à.r.l. and JBS Investments Luxembourg S.à.r.l.. Thus, since the balances are an extension of that entity's investment, they are considered as equity instruments.

The accompanying notes are an integral part of these condensed interim financial statements.

**JBS S.A.**  
**Statements of cash flows for the six month period ended June 30, 2023 and 2022**  
**In thousands of Brazilian Reais - R\$**

	Notes	Company		Consolidated	
		2023	2022	2023	2022
<b>Cash flows from operating activities</b>					
Net income (loss)		(1,716,227)	9,094,538	(1,627,668)	9,722,893
<b>Adjustments for:</b>					
Depreciation and amortization	7, 12, 13 e 14	422,732	394,603	5,250,371	4,789,968
Expected credit losses	5	25,338	24,987	32,526	41,222
Share of profit of equity-accounted investees	11	652,328	(9,612,772)	(29,426)	(36,027)
(Gain) Loss on sales of assets		11,180	3,383	(40,771)	4,721
Tax expense (benefit)	10	132,089	414,554	(649,306)	2,696,749
Net finance income/expense	23	1,369,851	746,903	3,221,981	2,722,286
Share-based compensation		-	-	19,723	24,083
Provisions for legal proceedings	20	99,506	18,370	216,629	88,434
Net realizable value inventory adjustments	6	(39,261)	(1,103)	(14,624)	27,944
Antitrust agreements	20	-	-	160,291	327,325
Impairment of goodwill and property, plant and equipment		-	-	125,942	85,601
Fair value adjustment for biological assets	7	-	-	466,519	152,912
		<u>957,536</u>	<u>1,083,463</u>	<u>7,132,187</u>	<u>20,648,111</u>
<b>Changes in assets and liabilities:</b>					
Trade accounts receivable		1,884,489	940,251	2,260,829	(1,975,224)
Inventories		346,293	(114,296)	336,358	(3,019,095)
Recoverable taxes		(47,016)	(1,030,558)	(113,366)	(1,768,241)
Other current and non-current assets		8,720	264,684	(154,111)	590,285
Biological assets		-	-	(1,337,166)	(2,612,465)
Trade accounts payable and supply chain finance		(865,442)	(1,236,296)	(5,335,760)	(2,507,092)
Taxes paid in installments		(106,073)	(194,726)	(106,073)	(195,952)
Other current and non-current liabilities		299,829	131,511	(110,799)	(532,691)
Antitrust agreements payment		-	-	(150,027)	(873,107)
Income taxes paid		-	-	(204,134)	(3,196,129)
		<u>1,520,800</u>	<u>(1,239,430)</u>	<u>(4,914,249)</u>	<u>(16,089,711)</u>
<b>Changes in operating assets and liabilities</b>					
		<u>2,478,336</u>	<u>(155,967)</u>	<u>2,217,938</u>	<u>4,558,400</u>
<b>Cash provided by (used in) operating activities</b>					
Interest paid		(564,120)	(517,369)	(3,340,764)	(2,384,177)
Interest received		107,364	42,492	487,547	272,755
		<u>2,021,580</u>	<u>(630,844)</u>	<u>(635,279)</u>	<u>2,446,978</u>
<b>Net cash flows provided by (used in) operating activities</b>					
<b>Cash flow from investing activities</b>					
Purchases of property, plant and equipment	12	(419,723)	(636,924)	(3,669,062)	(4,817,066)
Proceeds from sale of property, plant and equipment	12	9,584	19,091	82,602	50,020
Proceeds of intangible assets	14	(4,804)	(3,888)	(15,396)	61,600
Additional investments in equity-accounted investees	11	(9,541)	-	-	(10,811)
Acquisitions/ incorporations, net of cash acquired	3	654	-	(2,603)	(739,057)
Dividends received		17,500	6,000	17,500	6,000
Related party transactions		(3,681,010)	6,195,246	2,599	1,301
Other		-	-	102,788	-
		<u>(4,087,340)</u>	<u>5,579,525</u>	<u>(3,481,572)</u>	<u>(5,448,013)</u>
<b>Cash provided by (used in) investing activities</b>					
<b>Cash flow from financing activities</b>					
Proceeds from loans and financings		10,267,773	5,134,977	20,746,314	28,081,190
Payments of loans and financings		(4,747,332)	(3,355,186)	(12,997,962)	(19,877,009)
Derivatives instruments received/settled		(124,301)	(1,024,954)	(47,070)	(1,126,416)
Margin cash withdraw/(applied in)		61,826	153,590	(59,721)	427,317
Dividends paid	21.b2	(2,218,116)	(2,218,126)	(2,218,116)	(2,218,126)
Dividends paid to non-controlling interest		-	-	(22,662)	(9,592)
Purchase of PPC treasury shares		-	-	-	(582,459)
Purchase of treasury shares	21.b1	-	(3,648,028)	-	(3,648,028)
Sales of treasury shares		-	824,250	-	824,250
Payments of leasing contracts	13	(22,024)	(15,607)	(1,104,144)	(1,103,797)
		<u>3,217,826</u>	<u>(4,149,084)</u>	<u>4,296,639</u>	<u>767,330</u>
<b>Cash provided by (used in) financing activities</b>					
<b>Effect of exchange rate changes on cash and cash equivalents</b>					
Net change in cash and cash equivalents		(176,713)	(104,909)	(623,234)	(1,589,411)
Cash and cash equivalents beginning of period		2,096,334	2,654,374	13,182,158	23,239,150
<b>Cash and cash equivalents at the end of period</b>		<u>3,071,687</u>	<u>3,349,062</u>	<u>12,738,712</u>	<u>19,416,034</u>

**Non-cash transactions:**

	Notes	Company		Consolidated	
		2023	2022	2023	2022
Non-cash additions to right of use assets and lease liabilities	13	47,055	7,021	1,387,562	1,326,294
Capitalized interests	12	69,551	(31,770)	(211,095)	(102,013)
Increase/decrease in share capital subsidiaries through assumption of debt		-	(11,449,479)	-	-
Cancellation of treasury shares	21.b1	-	(5,851,685)	-	(5,851,685)

The accompanying notes are an integral part of these condensed interim financial statements.

**JBS S.A.**
**Statements of economic value added the six month period ended June 30, 2023 and 2022**  
**In thousands of Brazilian Reais - R\$**

	Company		Consolidated	
	2023	2022	2023	2022
<b>Revenue</b>				
Sales of goods and services	24,734,268	26,997,451	177,831,387	184,763,947
Other income (expense)	4,811	(398)	190,318	18,697
Expected credit losses	(25,338)	(24,987)	(32,526)	(41,222)
	<u>24,713,741</u>	<u>26,972,066</u>	<u>177,989,179</u>	<u>184,741,422</u>
<b>Goods</b>				
Cost of services and goods sold	(18,611,889)	(21,109,131)	(113,961,178)	(108,603,335)
Materials, energy, services from third parties and others	(3,373,132)	(3,232,112)	(33,526,754)	(33,049,313)
	<u>(21,985,021)</u>	<u>(24,341,243)</u>	<u>(147,487,932)</u>	<u>(141,652,648)</u>
<b>Gross added value</b>	<u>2,728,720</u>	<u>2,630,823</u>	<u>30,501,247</u>	<u>43,088,774</u>
<b>Depreciation and Amortization</b>	<u>(422,732)</u>	<u>(394,603)</u>	<u>(5,250,371)</u>	<u>(4,789,968)</u>
<b>Net added value generated</b>	<u>2,305,988</u>	<u>2,236,220</u>	<u>25,250,876</u>	<u>38,298,806</u>
<b>Net added value by transfer</b>				
Share of profit of equity-accounted investees, net of tax	(652,328)	9,612,772	29,426	36,027
Financial income	816,676	2,334,961	1,117,556	3,227,582
Others	8,464	14,702	(109,328)	84,470
	<u>172,812</u>	<u>11,962,435</u>	<u>1,037,654</u>	<u>3,348,079</u>
<b>NET ADDED VALUE TOTAL TO DISTRIBUTION</b>	<u>2,478,800</u>	<u>14,198,655</u>	<u>26,288,530</u>	<u>41,646,885</u>
<b>DISTRIBUTION OF ADDED VALUE</b>				
<b>Labor</b>				
Salaries	1,334,735	1,300,300	17,836,950	17,474,619
Benefits	225,338	187,838	3,637,615	3,407,158
FGTS (Brazilian Labor Social Charge)	93,346	79,439	254,474	212,732
	<u>1,653,419</u>	<u>1,567,577</u>	<u>21,729,039</u>	<u>21,094,509</u>
<b>Taxes and contribution</b>				
Federal	50,776	194,249	(87,671)	3,047,902
State	279,209	277,777	904,472	999,917
Municipal	11,885	11,240	12,594	12,017
	<u>341,870</u>	<u>483,266</u>	<u>829,395</u>	<u>4,059,836</u>
<b>Capital Remuneration from third parties</b>				
Interests and exchange variation	2,121,550	2,987,582	4,212,731	5,083,424
Rents	19,247	24,603	386,817	360,200
Others	58,941	41,089	758,216	1,326,023
	<u>2,199,738</u>	<u>3,053,274</u>	<u>5,357,764</u>	<u>6,769,647</u>
<b>Owned capital remuneration</b>				
Net income (loss) attributable to company shareholders	(1,716,227)	9,094,538	(1,716,227)	9,094,538
Non-controlling interest	-	-	88,559	628,355
	<u>(1,716,227)</u>	<u>9,094,538</u>	<u>(1,627,668)</u>	<u>9,722,893</u>
<b>ADDED VALUE TOTAL DISTRIBUTED</b>	<u>2,478,800</u>	<u>14,198,655</u>	<u>26,288,530</u>	<u>41,646,885</u>

The accompanying notes are an integral part of these condensed interim financial statements.

## JBS S.A.

Notes to the condensed financial statements for the six month period ended June 30, 2023 and 2022  
(Expressed in thousands of Brazilian reais)

### 1 Background Information

JBS S.A. ("JBS" or the "Company"), is a corporation with its headquarters office in Brazil, in the City of São Paulo, and is controlled by J&F Investimentos S.A. The Company has its shares publicly traded and listed on the "Novo Mercado" segment of the Sao Paulo Stock Exchange (B3 - Bolsa de Valores, Mercadorias & Futuros) under the ticker symbol "JBSS3". In addition, American Depository Receipts related to shares issued by JBS are also publicly traded in the United States of America under the symbol "JBSAY". These individual and consolidated financial statements comprise the Company and its subsidiaries (collectively, the 'Company') for the period ended June 30, 2023 and were authorized by the Board of Directors on August 14, 2023.

The financial statements presented below include, in addition to the individual operations of JBS in Brazil, the activities of its subsidiaries, in Brazil and abroad.

#### 1.1 Main operating events that occurred during the period:

**1.1.1 Filing of registration statement with the Securities Exchange Commission (SEC):** On May 19, 2023, the Company filed a registration statement with the SEC, located in the United States of America. This filing relates to the Company's proposed offer to list 11 series of notes (Bonds), which are guaranteed by the Company. At the time the registration statement becomes effective, the Company will be subject to disclosure requirements and other regulations and standards relating to securities in the United States of America and the compliance obligations of the Sarbanes Oxley Act ("SOX").

**1.1.2 Distribution of interim dividends:** On June 19, 2023, the Company approved the distribution of interim dividends referring to the net income from the year ended at December 31, 2022 in the amount of R\$R\$2.22 billion, corresponding to R\$1,00 per ordinary share, in accordance with the shareholder's base at June 22, 2023. The interim dividends were distributed at June 29, 2023.

**1.2 Seasonality:** In the chicken business, globally, we have observed fluctuations in demand whereby our net revenues in Brazil from this segment are historically higher in the first half of the year, coinciding with the summer and fall, and sales volume of certain of our special product lines undergo considerable variation during certain holidays, including Christmas, New Year's and Easter. In the beef sector in the United States, seasonal demand for beef products is higher in the summer and autumn months, when weather patterns allow for more outdoor activities. The pork sector in the United States experiences the greatest demand for pork in the first and fourth quarters of the year, when the availability of hogs combined with the holidays increase the demand for ham, pork loin and other pork products with greater aggregated value.

### 2 Basis of preparation and presentation of financial statements

The financial statements were prepared in accordance with the standard CPC 21 (R1) - Interim Statements, approved by the Brazilian Accounting Standards Committee and equivalent to International Accounting Standard "IAS" 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB). Therefore, these Interim Condensed Financial Statements as of June 30, 2023 do not include all footnotes and information required to be considered "complete financial statements" due to redundancy in relation to what is presented in the individual and consolidated annual financial statements (December 31, 2022) prepared in accordance with the accounting practices adopted in Brazil (BRGAAP) and with International Financial Reporting Standards (IFRS), approved by the Board of Directors on March 21, 2023. The parent company's individual financial statements are identified as "Company" and the consolidated financial statements are identified as "Consolidated".

#### 2.1 Functional and presentation currency

These condensed interim financial statements are presented in Brazilian reais (R\$), which is the Company's presentation and functional currency. All financial information is presented in thousands of reais, except when indicated otherwise.

#### 2.2 New standards, amendments and interpretations

##### a. Standards, amendments and interpretations recently issued and adopted by the Company

###### Accounting Policies, Changes in Accounting Estimates and Errors: Amendments to IAS 8/CPC 23

As of January 1, 2023, the amendments clarify the distinction between changes in accounting estimates, changes in accounting policies and correction of errors, to assist in correctly applying the guidance. The Company did not identified any significant impacts as a result of this change.

###### Deferred Tax related to Assets and Liabilities arising from a Single Transaction: Amendments to IAS 12/CPC 32

As of January 1, 2023, the amendments narrow the scope of the initial recognition exemption (IRE) so that it no longer applies to transactions that, among other things, on initial recognition, give rise to equal taxable and deductible temporary differences. As a result, a deferred tax asset and a deferred tax liability should be recognized for temporary differences arising on initial recognition of a lease and decommissioning provision. The Company did not identify any significant impacts as a result of this change.

##### b. New standards, amendments and interpretations that are not yet effective

###### Presentation of Financial Statements: Amendments to IAS 1/CPC 26

As of January 1, 2023, sets out the requirements to defer settlement of a liability and whether the Company has reached these requirements at the end of the reporting period and, also, whether the classification between current and non-current would impact the entity's ability to exercise the postponement right. The amendments also clarify that a derivative embedded in a convertible liability does not affect the classification of the liability if the derivative itself is an equity instrument. The Company is following the discussions and so far has not identified significant impacts as a result of this change.

### 3 Business combination

The acquisitions accounted for as business combinations are presented below. Management considers an acquisitions significant for disclosure when total assets exceeds US\$50 million (R\$240,960 million at June 30, 2023). Acquisitions are paid with cash and cash equivalents, except where otherwise indicated.

Acquired company	Acquiror	(%) of voting interests acquired	Background and rationale for acquisition	Goodwill deductible for tax <sup>(1)</sup>	Acquisition date	Acquisition price	Goodwill
TriOak Foods ("TriOak") <sup>(2)</sup>	Swift Pork	100%	Operates in multiple states in the United States, in the hog processing and commercialization of grains with operations. Swift Pork was the exclusive purchaser of TriOak's hogs. The acquisition ensures access to a consistent supply of premium hogs for the Company's pork processing facilities.	Yes	12.02.22	1,211,909	117,348

<sup>(1)</sup> The tax deductibility of goodwill follows the legislation of each country, considering that the acquirer's country of domicile does not coincide with the country of domicile of the acquiree.

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Notes to the condensed financial statements for the six month period ended June 30, 2023 and 2022  
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<sup>(2)</sup> The allocation of TriOak's acquisition price was adjusted during the first semester of 2023, with a reduction in biological assets of R\$127,014 and an increase in goodwill in the amount of R\$112,242.

The assets acquired and liabilities assumed in the business combination were measured at fair value as presented below:

	<b>Acquisitions</b>	
	<b>2022</b>	
	<b>TriOak</b>	
<b>FAIR VALUE</b>		
Cash and cash equivalents		19,509
Trade accounts receivable		32,657
Inventories		81,408
Biological assets		689,969
Property, plant and equipment		603,510
Right of use assets		698,128
Other assets		10,004
<b>ASSETS</b>		<b>2,135,185</b>
Trade accounts payable		111,191
Loans and financing		219,747
Accrued income taxes, other taxes, payroll and social charges		11,558
Lease liabilities		698,128
<b>LIABILITIES</b>		<b>1,040,624</b>
<b>Total identifiable net assets fair value</b>		<b>1,094,561</b>
Purchase consideration transferred		1,211,909
<b>Goodwill</b>		<b>117,348</b>

**4 Cash and cash equivalents and margin cash**

	<b>Company</b>		<b>Consolidated</b>	
	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2023</b>	<b>December 31, 2022</b>
Cash on hand and at banks	1,182,291	1,820,325	4,990,477	5,972,915
CDB (bank certificates of deposit) and National Treasury Bill (Tesouro Selic) <sup>(1)</sup>	1,889,396	276,009	7,748,235	7,209,243
<b>Cash and cash equivalents total</b>	<b>3,071,687</b>	<b>2,096,334</b>	<b>12,738,712</b>	<b>13,182,158</b>

<sup>(1)</sup> CDBs are held at high quality financial institutions and earn interest based on floating rates and are pegged to the Brazilian overnight interbank lending rate (Certificado de Depósito Interbancário - CDI). Tesouro Selic are bonds purchased from financial institutions having conditions and characteristics that are similar to CDB's.

	<b>Company</b>		<b>Consolidated</b>	
	<b>June 30, 2023</b>	<b>December 31, 2022</b>	<b>June 30, 2023</b>	<b>December 31, 2022</b>
Margin cash	-	-	473,026	308,302
Investments in Treasury bills	18,608	80,434	337,001	371,089
<b>Margin cash total</b>	<b>18,608</b>	<b>80,434</b>	<b>810,027</b>	<b>679,391</b>



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**5 Trade accounts receivable**

	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<b>Current receivables:</b>				
Domestic sales	986,833	1,414,055	9,999,351	11,152,049
Foreign sales	759,994	2,315,482	3,302,750	5,058,255
<b>Subtotal</b>	<b>1,746,827</b>	<b>3,729,537</b>	<b>13,302,101</b>	<b>16,210,304</b>
<b>Overdue receivables:</b>				
From 1 to 30 days	269,344	325,741	2,017,021	2,515,484
From 31 to 60 days	177,311	142,384	511,316	590,988
From 61 to 90 days	121,181	133,895	276,785	346,939
Above 90 days	252,933	310,931	1,006,073	1,038,761
Expected credit losses	(246,282)	(252,719)	(418,167)	(431,170)
Present value adjustment	(9,178)	(9,758)	(29,680)	(36,411)
<b>Subtotal</b>	<b>565,309</b>	<b>650,474</b>	<b>3,363,348</b>	<b>4,024,591</b>
<b>Trade accounts receivable, net</b>	<b>2,312,136</b>	<b>4,380,011</b>	<b>16,665,449</b>	<b>20,234,895</b>

**Present value adjustment:** The Company discounts its receivables to present value using interest rates directly related to customer credit profiles. The monthly interest rate used to calculate the present value of outstanding receivables on June 30, 2023 was 1.8% per transaction (1.3% per transaction at December 31, 2022). The present value adjustment is recognized as an offset to sales of products and services.

The Company and its subsidiaries enter into credit assignment transactions with financial institutions, where these institutions acquire trade accounts receivable balances held against certain third-party or intercompany customers in the domestic and foreign markets. The terms of the assignment transactions result in a permanent transfer of the risks and benefits to the financial institutions.

**Changes in expected credit losses:**

	Company		Consolidated	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
<b>Initial balance</b>	<b>(252,719)</b>	<b>(262,431)</b>	<b>(431,170)</b>	<b>(459,378)</b>
Additions	(25,338)	(24,987)	(32,526)	(41,222)
Write-offs/ Reversals	36,496	20,112	44,415	27,237
Exchange rate variation	(4,721)	12,819	1,114	25,869
<b>Closing balance</b>	<b>(246,282)</b>	<b>(254,487)</b>	<b>(418,167)</b>	<b>(447,494)</b>

**6 Inventories**

	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Finished products	2,806,724	2,906,265	16,665,712	17,199,677
Work in process	570,207	529,556	2,973,327	2,730,386
Raw materials	689,229	963,523	3,664,082	4,864,552
Supplies	225,814	233,857	3,070,459	3,347,479
	<b>4,291,974</b>	<b>4,633,201</b>	<b>26,373,580</b>	<b>28,142,094</b>

Changes in the realizable value of inventories is recognized in the financial statements as "Cost of sales" and is presented below:

	Company		Consolidated	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
<b>Initial balance</b>	<b>(58,110)</b>	<b>(6,742)</b>	<b>(310,581)</b>	<b>(248,637)</b>
Additions	(9,766)	(680)	(174,225)	(213,375)
Incorporation <sup>(1)</sup>	(332)	-	-	-
Write-offs	49,027	1,783	188,849	185,431
Exchange rate variation	-	-	7,740	2,400
<b>Closing balance</b>	<b>(19,181)</b>	<b>(5,639)</b>	<b>(288,217)</b>	<b>(274,181)</b>

<sup>(1)</sup> Refers to the direct subsidiary's Brazservice Ltda. incorporation which occurred during the first half of 2023.

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Notes to the condensed financial statements for the six month period ended June 30, 2023 and 2022  
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**7 Biological assets**

Changes in biological assets:	Consolidated			
	Current		Non-current	
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
<b>Initial balance</b>	<b>9,710,693</b>	<b>7,420,848</b>	<b>2,619,066</b>	<b>2,245,019</b>
Acquired in business combinations	-	183,617	-	71,973
Business combination adjustments <sup>(1)</sup>	(127,014)	-	-	-
Increase by reproduction (born) and cost to reach maturity	32,176,058	29,401,033	2,326,075	1,823,340
Reduction for slaughter, sale or consumption	(34,349,474)	(28,951,060)	(148,400)	(127,221)
Purchase	1,232,353	1,267,256	446,545	415,743
Decrease by death	(297,376)	(658,782)	(48,615)	(31,863)
Fair value adjustments	(466,519)	(153,007)	-	95
Reclassification from non-current to current	931,196	707,753	(931,196)	(707,753)
Exchange rate variation	(418,264)	(885,858)	(142,842)	(131,409)
Changes in fair value (including amortization of breeders)	-	-	(1,465,897)	(1,230,243)
<b>Closing balance</b>	<b>8,391,653</b>	<b>8,331,800</b>	<b>2,654,736</b>	<b>2,327,681</b>

<sup>(1)</sup> Refers to the TriOak business combination adjustments, acquired during the year ended at 2022, as described in the footnote 3 - Business Combination.

**8 Recoverable taxes**

	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Value-added tax on sales and services - ICMS/IVA/VAT/GST	1,537,962	2,040,368	5,042,012	5,253,253
Social contribution on billings - PIS and COFINS	1,592,449	1,502,722	2,472,077	2,752,896
Withholding income tax - IRRF/IRPJ	3,963,559	3,981,884	5,873,583	6,257,710
Excise tax - IPI	21,366	21,748	115,884	127,719
Reintegra	29,441	32,463	45,398	49,832
Other	28,839	23,644	64,971	55,087
	<b>7,173,616</b>	<b>7,602,829</b>	<b>13,613,925</b>	<b>14,496,497</b>
Current	1,643,885	1,473,985	5,089,128	5,330,928
Non-current	5,529,731	6,128,844	8,524,797	9,165,569
	<b>7,173,616</b>	<b>7,602,829</b>	<b>13,613,925</b>	<b>14,496,497</b>

**9 Related parties transactions**

The main balances of assets and liabilities, as well as the transactions resulting in income (loss) for any period, arise from transactions between related parties at market conditions and prices. Amounts charged include borrowing costs, interest and rate differences, when applicable. The following table includes balances and the net effect on income of intercompany financing transactions between the Company and its subsidiaries:

	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Related party receivables	1,073,926	1,103,125	974,457	951,021
Related party payables	(18,223,794)	(22,066,929)	-	-
	<b>(17,149,868)</b>	<b>(20,963,804)</b>	<b>974,457</b>	<b>951,021</b>

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Notes to the condensed financial statements for the six month period ended June 30, 2023 and 2022  
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	Currency	Transference of costs (administrative and funding)	Statement of financial position accounts		Financial income (expense)	
			June 30, 2023	December 31, 2022	2023	2022
<b>Direct subsidiaries</b>						
JBS Investments Luxembourg S.à.r.l	US\$	2.52% to 3.64% p.y.	(7,882,529)	(10,047,675)	(113,515)	(77,699)
JBS Confinamento Ltda.	R\$	CDI + 4% p.y.	90,081	109,696	9,690	9,632
JBS Embalagens Metálicas Ltda	R\$	CDI + 4% p.y.	24	14	1	1
JBS Finance Luxembourg S.à.r.l	US\$	2.52% to 3.64% p.y.	-	-	-	(74,322)
Brazservice Ltda. <sup>(1)</sup>	R\$	CDI + 4% p.y.	-	32,502	1,546	2,607
Enersea Ltda. <sup>(1)</sup>	R\$	CDI + 4% p.y.	-	80	4	626
<b>Indirect subsidiaries</b>						
Seara Holding Ltda. <sup>(2)</sup>	R\$	-	(6,398,511)	-	-	-
JBS Luxembourg S.à.r.l	US\$	1.83% to 7.3% p.y.	(2,711,281)	(3,497,390)	(66,320)	(183,943)
Seara Alimentos Ltda. <sup>(2)</sup>	R\$	CDI + 4% p.y.	(1,231,473)	(8,521,864)	(595,408)	(63,876)
JBS Leather Paraguay Srl	GUA	7.00% p.y.	9,364	9,812	226	236
<b>Other related parties</b>						
J&F Investimentos S.A.	R\$	IPCA	565,203	543,165	21,815	-
J&F Oklahoma Holdings, Inc.	R\$	3.4% (*)	403,790	400,017	3,773	(7,412)
Flora Produtos de Higiene e Limpeza S.A.	R\$	Selic	5,464	7,839	223	358
<b>Total</b>			<b>(17,149,868)</b>	<b>(20,963,804)</b>	<b>(737,965)</b>	<b>(393,792)</b>

<sup>(1)</sup> Interest rate for the contract term.

<sup>(1)</sup> The direct subsidiaries Brazservice Ltda. and Enersea Ltda were incorporated by the Company for corporate structure simplification purposes.

<sup>(2)</sup> Related to the partial transfer of the open balance with the indirect subsidiary Seara Alimentos Ltda. to the indirect subsidiary Seara Holding Ltda.

The transactions above refer to working capital funding. Settlement in the future shall be through a capital contribution/ capital reduction or dividends distribution.

**Related party receivable**

	Consolidated	
	June 30, 2023	December 31, 2022
J&F Investimentos S.A.	565,203	543,165
J&F Oklahoma Holdings, Inc.	403,790	400,017
Flora Produtos de Higiene e Limpeza S.A.	5,464	7,839
	<b>974,457</b>	<b>951,021</b>

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The disclosure of significant intercompany commercial transactions is in accordance with the criteria established by Management, by disclosing individual balances which are equal to or higher than 2% of the total of each transaction (sale of products, purchases, accounts receivable and accounts payable). Additionally, transactions which are below the described criteria will be disclosed if the information is relevant. This analysis is performed for each related party. If any related party has not met this criteria in the past but does in the current period, the comparative balance will be disclosed.

COMPANY	Accounts receivable		Accounts payable		Purchases/Services rendered		Sale of products/Services provided	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022	2023	2022	2023	2022
<b>Direct subsidiaries</b>								
JBS Confinamento Ltda.	1,871	2,300	54,629	119,563	400,979	558,436	7,075	6,726
JBS Toledo N.V.	28,089	8,577	-	-	-	-	177,602	150,393
JBS Chile Limitada	25,022	6,514	26	730	4,386	2,446	62,349	28,511
Brazservice Ltda.	-	2,977	-	14,283	39,846	66,174	16,704	65,708
Concercia Priante Srl	662	15,479	-	-	-	-	10,265	20,680
<b>Indirect subsidiaries</b>								
Seara Alimentos Ltda.	158,720	215,066	50,892	58,663	118,557	100,386	1,209,326	1,385,389
JBS Global UK Limited	82,122	138,313	-	-	-	-	236,258	173,701
JBS Aves Ltda.	5,655	5,523	20,850	20,757	1,378	3,564	70,598	71,555
Weddel Limited	11,292	22,402	-	-	-	-	40,747	18,205
Sampco, LLC	42,426	108,359	-	-	-	-	454,935	408,963
Meat Snacks Partners do Brasil Ltda.	27,478	3,547	-	128	-	-	177,397	330,626
JBS Asia Limited	-	-	141,464	82,036	89,350	40,978	-	-
JBS Leather Asia Limited	10,920	70,780	-	-	-	-	159,050	132,262
JBS USA Holding Lux S.à.r.l.	21,177	520,893	-	715	20	-	624,383	457,276
Seara Comércio de Alimentos Ltda.	239	4,349	2,645	1,680	12,321	9,502	10,601	6,454
JBS Australia Pty.Ltd.	3,319	9,298	-	678	-	-	88,728	107,587
<b>Other related parties</b>								
Agropecuária Santa Luzia Ltda.	147	1,772	466	134	9,587	13,416	3,245	1,966
JBj Agropecuária Ltda.	3,098	2,912	423,880	486,357	971,810	523,159	11,249	13,286
Flora Produtos de Higiene e Limpeza S.A	40,448	34,359	-	-	4	4,504	155,658	158,448
Eldorado Brasil Celulose S.A.	283	314	-	6	59	191	1,865	4,834
Banco Original S.A	8	5	-	9	-	-	50	37
Prima Foods S.A.	132	315	2,143	4,012	35,605	55,459	2,174	6,755
	<b>463,108</b>	<b>1,174,054</b>	<b>696,995</b>	<b>789,751</b>	<b>1,683,902</b>	<b>1,378,215</b>	<b>3,520,259</b>	<b>3,549,362</b>

**Other financial transactions in the Company**

The Company and a few of its subsidiaries entered into an agreement in which Banco Original (Related party) acquires trade accounts receivables held against certain of the Company's customers in the domestic and foreign markets. The assignments are measured at market value through a permanent transfer of the risks and benefits to Banco Original of all trade accounts receivable. At June 30, 2023, the unpaid balance of transferred receivables was R\$2,041,421 (R\$969,151 at December 31, 2022) in the Company, and R\$4,079,042 (R\$2,133,083 at December 31, 2022) in the Consolidated, respectively. For the six month period ended June 30, 2023, the Company incurred financial costs related to this operation in the amount of R\$105,964 (R\$74,402 at June 30, 2022) in the Company, and R\$229,401 (R\$169,886 at June 30, 2022) in the Consolidated, respectively, recognized in these financial statements as financial expenses.

At June 30, 2023, the Company and a few of its subsidiaries hold investments with Banco Original, in the amount of R\$1,456,671 (R\$477,103 at December 31, 2022) in the Company and R\$3,440,677 (R\$1,869,825 at December 31, 2022) in the Consolidated, recognized as cash and cash equivalents, respectively. The short term investments, CDB and similar investments have earnings similar to CDI (Certificado de Depósito Interbancário), according to both maturity and amount established at the start date of the investment, following market practices. For the six month period ended June 30, 2023, the Company earned interest from these investments in the amount of R\$4,426 (R\$3,261 at June 30, 2022) in the Company, and R\$41,125 (R\$7,504 at June 30, 2022) in the Consolidated, respectively, recognized in these financial statements as financial income.

The Company enters into future delivery agreements for livestock with certain suppliers, including the related party JBj Agropecuária Ltda. ("JBj"), ensuring a fixed price when purchasing cattle without a cash impact in the Company until the maturity date of these commitments. Based on this contract of future delivery, JBj already anticipated with the financial institutions in the supply chain finance modality. At June 30, 2023 the balance of this transaction was R\$411,500 (R\$446,000 at December 31, 2022).

The Company purchases residues generated from cattle slaughter for rendering operations with Prima Foods S.A. (formerly called Mata Boi Alimentos S.A.).

The Company sponsor's a youth-directed business school, whose mission is to educate future leaders by offering free, high-quality education. During the six month period ended June 30, 2023 the Company made donations in the amount of R\$58,700 (R\$118,039 at June 30, 2022) recognized in these financial statements as general and administrative expenses.

The Company includes the related party Original Corporate Corretora de Seguros Ltda. on the bid for insurance renewal. If hired, the contracts are carried out at market value.

PicPay salary advance - Employees from the Company can opt to receive a salary advance every day 15 of each month. This advance will be deducted from the employee's salary when the total payroll is paid at month end. PicPay pays the Company a fee of R\$1.48 cents for each beneficiary who adhere the salary advance. At June 30, 2023, the total amount of the operation was R\$175 (R\$45 on June 30, 2022), recorded in the financial statements as revenue from sales of products and services.

No expected credit losses or bad debts relating to related party transactions were recorded during the six month period ended June 30, 2023 and 2022.

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**Remuneration of key management**

The Company's key management is comprised of its Executive Officers and Board of Directors. The aggregate amount of compensation received by the Company's key management during the six month period ended June 30, 2023 and 2022 is the following:

	2023	2022
Salaries and wages	21,200	17,770
Variable cash compensation	96,876	98,000
	<b>118,076</b>	<b>115,770</b>

The Chief Executive Officer, the Administrative and Control Officer, the Chief Financial Officer and Investor Relations and the Executive Officers are parties to the Brazilian employment contract regime referred to as CLT (which is the Consolidation of Labor Laws), which follows all the legal prerogatives of payments and benefits.

Except for those described above, the Board of Directors members are not party to any employment contract or any other contracts for additional business benefits such as post-employment benefits or other long-term benefits, termination of work that does not conform to those requested by the CLT.

**10 Income taxes**
**a. Composition of deferred tax income and social contribution**

	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Deferred income taxes assets	-	-	3,577,265	3,161,300
Deferred income taxes liabilities	(3,243,914)	(2,995,114)	(6,558,963)	(7,112,102)
	<b>(3,243,914)</b>	<b>(2,995,114)</b>	<b>(2,981,698)</b>	<b>(3,950,802)</b>

	Company			
	December 31, 2022	Income statement	Other adjustments <sup>(1)</sup>	June 30, 2023
Expected credit losses on trade accounts receivable	88,021	(2,331)	-	85,690
Provisions for contingencies	162,583	14,273	-	176,856
Present value adjustment - Trade accounts receivable	3,318	(198)	-	3,120
Right of use assets	2,732	659	-	3,391
Goodwill amortization	(3,277,762)	-	-	(3,277,762)
Present value adjustment - Trade accounts payable	2,090	(7,432)	-	(5,342)
Hedge operations <sup>(2)</sup>	61,197	(165,198)	-	(104,001)
Accrued liabilities	184,190	(84,652)	2	99,540
Realization of other reserves	(257,332)	1,566	-	(255,766)
Other temporary differences	35,849	(5,577)	88	30,360
<b>Deferred taxes, net</b>	<b>(2,995,114)</b>	<b>(248,890)</b>	<b>90</b>	<b>(3,243,914)</b>

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	Company		
	December 31, 2021	Income statement	June 30, 2022
Expected credit losses on trade accounts receivable	91,840	(3,218)	88,622
Provisions for contingencies	164,082	3,962	168,044
Present value adjustment - Trade accounts receivable	3,671	(617)	3,054
Right of use assets	3,622	(860)	2,762
Goodwill amortization	(3,277,762)	-	(3,277,762)
Present value adjustment - Trade accounts payable	2,694	(793)	1,901
Hedge operations <sup>(2)</sup>	16,236	(38,463)	(22,227)
Accrued liabilities	134,382	(23,326)	111,055
Realization of other reserves	(260,867)	1,857	(259,010)
Other temporary differences	(19,363)	54,182	34,820
<b>Deferred taxes, net</b>	<b>(3,141,465)</b>	<b>(7,276)</b>	<b>(3,148,741)</b>

	Consolidated				
	December 31, 2022	Income statement	Exchange variation	Other adjustments <sup>(1)</sup>	June 30, 2023
Tax losses and negative basis of social contribution	3,387,144	1,170,484	(145,442)	-	4,412,186
Expected credit losses on trade accounts receivable	164,732	893	(3,676)	-	161,949
Provisions for contingencies	716,633	(39,132)	(15,148)	-	662,353
Present value adjustment - Trade accounts receivable	59,095	(14,528)	-	-	44,567
Tax credits - Foreign subsidiaries	68,855	1,409	(5,097)	73	65,240
Labor accidents accruals	32,032	5,779	(2,695)	-	35,116
Pension plan	54,708	2,427	(4,332)	(15,596)	37,207
Accrued liabilities	1,257,677	218,352	(87,609)	2	1,388,422
Non-deductible interests	399,481	363,833	(41,999)	-	721,315
Right of use assets	117,832	91,394	(8,601)	-	200,625
Goodwill amortization	(4,100,891)	(28,314)	34,158	-	(4,095,047)
Present value adjustment - Trade accounts payable	(42,292)	2,520	-	-	(39,772)
Business combination	(2,303,239)	(23,307)	163,087	-	(2,163,459)
Inventory valuation	(572,398)	(508,561)	69,306	-	(1,011,653)
Hedge and hedge accounting operations <sup>(2)</sup>	42,831	(133,387)	-	12,778	(77,778)
Realization of other reserves	(575,927)	8,311	-	-	(567,616)
Accelerated depreciation and amortization	(3,061,949)	(234,029)	227,995	-	(3,067,983)
Other temporary differences	404,874	(41,867)	(59,744)	9,367	312,630
<b>Deferred taxes, net</b>	<b>(3,950,802)</b>	<b>842,277</b>	<b>120,203</b>	<b>6,624</b>	<b>(2,981,698)</b>

	Consolidated				
	December 31, 2021	Income statement	Exchange variation	Other adjustments <sup>(1)</sup>	June 30, 2022
Tax losses and negative basis of social contribution	2,407,989	450,032	(33,952)	-	2,824,069
Expected credit losses on trade accounts receivable	146,544	(4,624)	(401)	(19,735)	121,784
Provisions for contingencies	544,132	17,706	-	-	561,838
Present value adjustment - Trade accounts receivable	45,564	(1,356)	-	-	44,208
Tax credits - Foreign subsidiaries	74,993	(3,266)	(4,432)	(139)	67,156
Labor accidents accruals	218,775	(33,255)	(14,618)	-	170,902
Pension plan	120,970	36,146	(8,457)	(21,957)	126,702
Accrued liabilities	1,478,003	(146,881)	(82,737)	-	1,248,385
Non-deductible interests	32,889	134,982	(1,358)	-	166,513
Right of use assets	33,884	10,861	288	-	45,033
Goodwill amortization	(3,937,854)	(14,986)	24,303	-	(3,928,537)
Present value adjustment - Trade accounts payable	(33,568)	(7,239)	-	-	(40,807)
Business combination	(2,641,925)	123,929	155,643	96,543	(2,265,810)
Customer returns accruals - Foreign subsidiaries	(186,478)	19,231	12,054	-	(155,193)
Inventory valuation	131,675	147,351	(4,445)	-	274,581
Hedge and hedge accounting operations <sup>(2)</sup>	(150,686)	9,764	1,014	157,330	17,422
Realization of other reserves	(592,204)	8,384	-	-	(583,820)
Accelerated depreciation and amortization	(2,748,785)	190,853	177,216	-	(2,380,716)
Other temporary differences	135,629	(55,700)	142,825	18,814	241,568
<b>Deferred taxes, net</b>	<b>(4,920,453)</b>	<b>881,932</b>	<b>362,943</b>	<b>230,856</b>	<b>(3,444,722)</b>

<sup>(1)</sup> Changes in the deferred tax balance sheet accounts that do not directly impact profit & loss accounts, are shown in a specific column in the footnotes. These changes refer mainly to the direct subsidiary Brazservice Ltda. incorporated in the Company; deferred taxes on cash flow hedge operations recognized in equity, carried out by the subsidiary Seara Alimentos; gains associated with pension and other postretirement benefit obligations in the United States of America; impacts related to the acquisitions of the King's group in Italy and Rivalera in Australia.

<sup>(2)</sup> The hedge and hedge accounting operations are demonstrated in footnote 27 - Risk management and financial instruments.

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**b. Reconciliation of income tax and social contribution expense:**

	Company		Consolidated	
	Six month period ended at June 30,		Six month period ended at June 30,	
	2023	2022	2023	2022
<b>Profit (loss) before income taxes (PBT)</b>	<b>(1,584,138)</b>	9,509,092	<b>(2,276,974)</b>	12,419,642
<b>Brazilian statutory corporate tax rate</b>	<b>-34%</b>	-34%	<b>-34 %</b>	-34%
Expected tax credit (expense)	538,607	(3,233,091)	774,171	(4,222,678)
<b>Adjustments to reconcile taxable income:</b>				
Share of profit of equity-accounted investees	(221,792)	3,268,342	10,005	12,249
Investments grants <sup>(1)</sup>	478,948	280,945	1,202,565	483,854
International rate differences - Foreign subsidiaries	-	-	(146,310)	1,183,786
Net income arising from foreign subsidiaries <sup>(2)</sup>	(889,336)	(642,188)	(889,336)	(642,188)
Transfer pricing adjustment	(9,427)	(9,312)	(9,427)	(9,312)
Unrecognized tax benefits	-	-	(728,065)	234,387
Withholding tax expense - Foreign subsidiaries	-	-	-	(13,313)
Non-taxable interest - Foreign subsidiaries	-	-	324,814	227,859
Donations and social programs <sup>(3)</sup>	(19,958)	(544)	(19,958)	(544)
SELIC interests on tax credits	4,898	3,490	12,456	2,262
Other permanent differences	(14,029)	(82,196)	118,391	46,889
<b>Current and deferred income tax (expense) income</b>	<b>(132,089)</b>	<b>(414,554)</b>	<b>649,306</b>	<b>(2,696,749)</b>
Current income tax	116,801	(407,278)	(192,971)	(3,578,681)
Deferred income tax	(248,890)	(7,276)	842,277	881,932
	<b>(132,089)</b>	<b>(414,554)</b>	<b>649,306</b>	<b>(2,696,749)</b>
<b>% IT/PBT</b>	<b>-8.34%</b>	<b>-4.36%</b>	<b>28.52 %</b>	<b>-21.71%</b>

	Company		Consolidated	
	Three month period ended at June 30,		Three month period ended at June 30,	
	2023	2022	2023	2022
<b>Profit (loss) before income taxes (PBT)</b>	<b>(97,650)</b>	3,989,058	<b>(128,091)</b>	5,206,529
<b>Brazilian statutory corporate tax rate</b>	<b>-34%</b>	-34%	<b>-34%</b>	-34%
Expected tax credit (expense)	33,201	(1,356,280)	43,551	(1,770,220)
<b>Adjustments to reconcile taxable income:</b>				
Share of profit of equity-accounted investees	8,137	1,615,368	5,102	7,094
Investments grants <sup>(1)</sup>	253,959	145,692	510,077	252,923
International rate differences	-	-	(53,433)	522,237
Net income arising from foreign subsidiaries <sup>(2)</sup>	(451,309)	(263,547)	(451,309)	(263,547)
Transfer pricing adjustment	(1,776)	(1,446)	(1,776)	(1,446)
Unrecognized tax benefits	-	-	(335,615)	342,355
Withholding tax expense - Foreign subsidiaries	-	-	-	(13,313)
Non-taxable interest - Foreign subsidiaries	-	-	151,175	121,305
Donations and social programs <sup>(3)</sup>	(7,888)	(21)	(7,888)	(21)
SELIC interests on tax credits	3,948	1,787	7,209	(4,204)
Other permanent differences	(4,246)	(178,346)	62,831	(115,617)
<b>Current and deferred income tax expense</b>	<b>(165,974)</b>	<b>(36,793)</b>	<b>(70,076)</b>	<b>(922,454)</b>
Current income tax	72,499	(28,636)	(158,131)	(1,630,077)
Deferred income tax	(238,473)	(8,157)	88,055	707,623
	<b>(165,974)</b>	<b>(36,793)</b>	<b>(70,076)</b>	<b>(922,454)</b>
<b>% IT/PBT</b>	<b>-169.97%</b>	<b>-0.92%</b>	<b>-54.71%</b>	<b>-17.72%</b>

**Additional information: analysis of the variation in the effective rate:**

The Company believes that due to the origin and non-recurrence of specific events certain items should not be excluded from the effective tax rate disclosure such as deferred tax effects on goodwill amortization; unrecognized tax benefits and income tax on realization of the other reserves (since it is not relate to the net operating income); and v) effects of investments grants from priors years.. Therefore, the adjusted effective rate excluding the aforementioned effects, in the six month period ended at June 30, 2023 and 2022, the adjusted effective rate would be +8.93% and -4.38% in the Company and +49.68% and -23.44% in the Consolidated; and in the three month period ended June 30, 2023 and 2022, the adjusted effective rate would be -1,610.50% and -0.95% in the Company and +168.45% and -24.37% in Consolidated.

<sup>(1)</sup> The Company and its subsidiaries recognize investments grants given by state governments as a presumed credit, partial and full reduction of the ICMS calculation base of certain goods in its production chain, in accordance with the regulations of each state. The amounts appropriated from these tax incentives as revenue in the income statement are excluded from the calculation of taxes on income, when the requirements set forth in current legislation are achieved. During the six month period ended June 30, 2023, the Company and its subsidiaries recorded the amount of government subsidies in the amount of R\$3.5 billion (R\$1.4 billion as of the six month period ended June 30, 2022), of which R\$1.44 billion of presumed credit (R\$1.4 billion as of the six month period ended June 30, 2022) and R\$2.09 billion of reduction and exemption from ICMS, (nil as of the six month period ended June 30, 2022) excluded from its calculation basis for income tax and social contribution.

The exclusion of this tax benefit from the income tax and social contribution calculation base on net income reflected a tax gain in the six month period ended June 30, 2023 of R\$490,709 referring to the presumed credit (R\$483,854 as of the six month period ended June 30, 2022) and R\$711,855 of exemption and base reduction .

On April 26, 2023, the STJ (Superior Court of Justice) announced the completion of the judgment of Special Resp. 1,945,110 and 1,987,158 (Repeating Item 1182), which discusses precisely the requirement of IRPJ and CSLL on amounts related to ICMS tax incentives, other than those granted in the form of presumed credits.

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Considering, however, that the decision of the STJ has not yet been made available, the Company informs that it monitors and will evaluate the possible impacts as soon as the final outcome of the case occurs.

<sup>(2)</sup> According to Law No. 12,973/14, the income from foreign subsidiaries must be taxed at the Brazilian statutory tax rate of 34%, and the income tax paid abroad by these subsidiaries may be used to compensate income taxes to be paid in Brazil. The results obtained from foreign subsidiaries are subject to taxation by the countries where they are based, according to applicable rates and legislation (profits taxed by-foreign jurisdictions included in the reconciliation of income tax and social contribution expense). The Group analyzes the results of each subsidiary for the application of its income tax legislation, in order to respect the treaties signed by Brazil and avoid double taxation.

<sup>(3)</sup> Refers to the donations made by the Company, as described in Note 26 – Expenses by nature.

**11 Investments in equity-accounted investees, associates and joint venture**
**Changes in the Company's investments:**

	December 31, 2022	Addition (disposal)	Exchange rate variation	Equity		June 30, 2023
				Changes in the equity of investees <sup>(1)</sup>	Proportionate share of income (loss)	
JBS Embalagens Metálicas Ltda.	80,777	-	-	-	(69)	80,708
JBS Confinamento Ltda.	377,409	-	-	-	(58,655)	318,754
Conceria Priante Srl	120,500	-	(6,265)	-	(8,942)	105,293
JBS Leather International B.V. <sup>(2)</sup>	635,828	19,314	(48,150)	4,346	(3,401)	607,937
Brazservice Ltda. <sup>(3)</sup>	43,940	(43,304)	-	-	(636)	-
Meat Snacks Partners, LLC. <sup>(4)</sup>	209,092	(17,500)	(2)	-	28,242	219,832
Enersea Ltda. <sup>(3)</sup>	350	(356)	-	-	6	-
JBS Asset Management Corporation	111,742	-	(8,649)	-	2,703	105,796
JBS Investments Luxembourg S.à.r.l. <sup>(2)</sup>	53,603,571	(10,063)	(4,211,681)	3,302,283	(625,927)	52,058,183
JBS B.V. <sup>(2)</sup>	(27)	290	(1)	(1)	(235)	26
JBS Toledo N.V.	195,970	-	(11,149)	-	8,515	193,336
JBS Chile Limitada	19,953	-	(610)	-	6,102	25,445
JBS Finance Luxembourg S.à.r.l.	404	-	(29)	-	(31)	344
<b>Total</b>	<b>55,399,509</b>	<b>(51,619)</b>	<b>(4,286,536)</b>	<b>3,306,628</b>	<b>(652,328)</b>	<b>53,715,654</b>

<sup>(1)</sup> Refers to changes in the equity of investees arising from subsidiaries of the functional currency dollar of the direct subsidiary JBS Investments Luxembourg S.à.r.l. (JBS Investments Lux) to the functional currency of its subsidiaries, such as Australian dollar, Canadian dollar, Pound sterling, Euro, Mexican peso, among others.

<sup>(2)</sup> The Company capital contribution/capital reduction in the direct subsidiaries JBS Investments Lux, JBS Leather International and JBS B.V.

<sup>(3)</sup> The direct subsidiaries Brazservice Ltda. and Enersea Ltda. were incorporated in the Company for corporate structure simplification purposes.

<sup>(4)</sup> The joint venture Meat Snacks Partners LLC distributed profits to the Company.

**Changes in the Consolidated's investments:**

Refers to investments in associate and joint venture:

	Participation	December 31, 2022	Profit distribution	Equity		June 30, 2023
				Changes in the equity of investees	Proportionate share of income	
Meat Snacks Partners, LLC. <sup>(4)</sup>	50%	209,092	(17,500)	(2)	28,242	219,832
JBS Foods Ontario, Inc.	100%	75,720	-	(5,875)	2,769	72,614
Birla Societá Agricola Srl	20%	10,025	-	(451)	(1,585)	7,989
<b>Total</b>		<b>294,837</b>	<b>(17,500)</b>	<b>(6,328)</b>	<b>29,426</b>	<b>300,435</b>

**Changes in the Company's investments:**

	December 31, 2021	Addition (disposal)	Exchange rate variation	Equity		June 30, 2022
				Changes in the equity of investees	Proportionate share of income (loss)	
JBS Embalagens Metálicas Ltda. <sup>(1)</sup>	80,852	25	-	-	(50)	80,827
JBS Confinamento Ltda. <sup>(1)</sup>	5,029	460,601	-	-	(44,076)	421,554
Conceria Priante Srl	151,113	-	(19,897)	-	(1,676)	129,540
JBS Leather International B.V. <sup>(2)</sup>	806,120	(85,601)	(58,632)	1,523	(300)	663,110
Brazservice Ltda.	45,376	-	-	-	634	46,010
Meat Snacks Partners, LLC. <sup>(3)</sup>	169,050	(6,000)	-	-	34,552	197,602
Enersea Ltda.	(7,193)	-	-	-	(1,034)	(8,227)
JBS Asset Management Corporation	114,814	-	(6,885)	-	3,567	111,496
JBS Investments Luxembourg S.à.r.l. <sup>(4)</sup>	58,900,478	(11,910,105)	(4,045,393)	(1,808,507)	9,615,371	50,751,844
Swift Foods B.V.	109	-	(4)	-	(46)	59
JBS Toledo N.V.	211,470	-	(29,340)	-	5,774	187,904
JBS Chile Limitada	18,431	-	(2,609)	-	52	15,874
JBS Finance Luxembourg S.à.r.l.	381	-	(18)	-	4	367
<b>Total</b>	<b>60,496,030</b>	<b>(11,541,080)</b>	<b>(4,162,778)</b>	<b>(1,806,984)</b>	<b>9,612,772</b>	<b>52,597,960</b>



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- (1) The Company increased capital in the direct subsidiaries JBS Embalagens Metálicas and JBS Confinamento, through partial settlement of intercompany loans.  
(2) The Company recognized an impairment provision in intangible assets in one of its subsidiaries, with operations in South America.  
(3) The indirect subsidiary Meat Snacks Partners, LLC distributed dividends to the Company.  
(4) The direct subsidiary JBS Investments Luxembourg reduced capital, through partial settlement of intercompany loans.

**Changes in the Consolidated's investments:**

	December 31, 2021	Addition	Dividends distribution	Equity		June 30, 2022
				Changes in the equity of investees	Proportionate share of income	
Meat Snacks Partners, LLC <sup>(3)</sup>	169,050	-	(6,000)	-	34,552	197,602
JBS Ontario	74,140	-	-	(4,581)	1,475	71,034
Birla Societá Agricola <sup>(5)</sup>	-	10,811	-	(939)	-	9,872
<b>Total</b>	<b>243,190</b>	<b>10,811</b>	<b>(6,000)</b>	<b>(5,520)</b>	<b>36,027</b>	<b>278,508</b>

(5) The indirect subsidiary Rigamonti Salumificio acquired the King's group, as described in the footnote 3, also acquiring 20% of the shares in the associated Birla Societá Agricola ("Birla"). Birla operations are pork raising and fattening for the King's group in Europe.

**12 Property, plant and equipment**
**Changes in property, plant and equipment:**

Company	December 31, 2022	Additions net of transferences <sup>(1)</sup>	Incorporation <sup>(2)</sup>	Disposals	Depreciation expense	June 30, 2023
Buildings	3,580,188	85,098	14,402	(3)	(125,612)	3,554,073
Land	1,749,340	115,546	276	(82)	-	1,865,080
Machinery and equipment	3,066,247	134,264	14,181	(2,376)	(155,904)	3,056,412
Facilities	1,797,795	124,398	7,852	(19)	(56,984)	1,873,042
Computer equipment	41,814	7,831	178	(149)	(7,978)	41,696
Vehicles (land and air)	515,344	261,821	371	(17,998)	(44,491)	715,047
Construction in progress	2,214,667	29,756	-	-	-	2,244,423
Other	62,468	5,402	642	(137)	(6,077)	62,298
	<b>13,027,863</b>	<b>764,116</b>	<b>37,902</b>	<b>(20,764)</b>	<b>(397,046)</b>	<b>13,412,071</b>

Company	December 31, 2021	Additions net of transferences <sup>(1)</sup>	Disposals	Depreciation expense	June 30, 2022
Buildings	3,746,613	18,888	(286)	(105,439)	3,659,776
Land	1,748,561	637	-	-	1,749,198
Machinery and equipment	3,131,222	169,629	(2,021)	(170,890)	3,127,940
Facilities	1,680,385	79,356	(245)	(51,194)	1,708,302
Computer equipment	35,229	10,003	(145)	(7,387)	37,700
Vehicles (land and air)	442,619	46,683	(19,711)	(34,853)	434,738
Construction in progress	1,419,799	339,753	-	-	1,759,552
Other	64,412	3,745	(66)	(5,660)	62,431
	<b>12,268,840</b>	<b>668,694</b>	<b>(22,474)</b>	<b>(375,423)</b>	<b>12,539,637</b>

Consolidated	December 31, 2022	Additions net of transferences <sup>(1)</sup>	Disposals	Depreciation expense	Exchange rate variation	June 30, 2023
Buildings	19,722,714	1,843,222	(15,772)	(639,696)	(903,529)	20,006,939
Land	5,512,969	118,622	(935)	-	(194,091)	5,436,565
Machinery and equipment	19,998,538	2,444,256	(106,285)	(1,488,711)	(985,317)	19,862,481
Facilities	3,001,689	620,889	(1,406)	(107,639)	(1,079)	3,512,454
Computer equipment	606,623	144,436	(2,087)	(106,310)	(27,157)	615,505
Vehicles (land and air)	1,121,272	353,314	(21,091)	(103,399)	(48,594)	1,301,502
Construction in progress	11,084,915	(1,468,258)	-	-	(326,698)	9,289,959
Other	1,122,072	98,518	(44,863)	(85,634)	(51,779)	1,038,314
	<b>62,170,792</b>	<b>4,154,999</b>	<b>(192,439)</b>	<b>(2,531,389)</b>	<b>(2,538,244)</b>	<b>61,063,719</b>

Consolidated	December 31, 2021	Acquired in business combinations <sup>(3)</sup>	Additions net of transferences <sup>(1)</sup>	Business combination adjustments <sup>(4)</sup>	Disposals	Depreciation expense	Exchange rate variation	June 30, 2022
Buildings	19,502,310	267,885	715,698	23	(2,862)	(599,850)	(959,581)	18,923,623
Land	5,291,972	125,139	48,248	-	(595)	-	(229,634)	5,235,130
Machinery and equipment	20,191,401	187,489	1,583,453	367	(7,050)	(1,422,025)	(1,133,464)	19,400,171
Facilities	2,717,858	4,257	209,123	-	(294)	(85,202)	654	2,846,396
Computer equipment	680,011	3,686	73,393	-	(20,531)	(106,033)	(48,586)	581,940
Vehicles (land and air)	715,171	8,698	73,978	57	(20,709)	(74,253)	(17,982)	684,960
Construction in progress	6,805,741	18,469	2,090,035	-	-	-	(261,156)	8,653,089
Other	1,011,842	20,103	125,151	61	(2,700)	(81,360)	(66,120)	1,006,977
	<b>56,916,306</b>	<b>635,726</b>	<b>4,919,079</b>	<b>508</b>	<b>(54,741)</b>	<b>(2,368,723)</b>	<b>(2,715,869)</b>	<b>57,332,286</b>

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<sup>(1)</sup> Additions for each category includes transfer from construction in progress during the period.

<sup>(2)</sup> Related to the direct subsidiary Brazservice Ltda. incorporated in the second quarter of 2023.

<sup>(3)</sup> Refers to the 2022's first semester acquisitions, King's and Rivalea during the first quarter, and Biotech during the second quarter.

<sup>(4)</sup> Refers to the business combination adjustment in the BMF's ("Bait Almakoolat Food") acquisition at December 31, 2021. Due its immateriality, the adjustments were made at the first half of 2022 changes.

For six month period ended June 30, 2023, the amount of capitalized interest added to construction in progress and included in additions in the Company was R\$69,551 (R\$79,855 at December 31, 2022) and R\$211,095 (R\$369,155 at December 31, 2022) in the Consolidated. The capitalization rate used at June 30, 2023 was 8.00% p.y., in the Company and 4.21% p.y. in the Consolidated (7.05% p.y., in The Company and 3.70 a.a% p.y. in the Consolidated at December 31, 2022)

Annually, the Company tests the recoverability of its assets that were identified as having any indicator of impairment using the concept of value in use through discounted cash flow models). The tests for recoverability of assets are applied at the end of each fiscal year on December 31, follow by indications of impairment during the course of the year. For the six month period ended June 30, 2023, the Company recognized an impairment in fixed assets in the amount of US\$21.7 million (R\$104,576 million at June 30, 2023), related to the indirect subsidiary Planterra Foods Company, located at United States, due the closing of its operations.

**13 Leases**

The Company uses the optional exemption to not recognize a right of use asset and lease liability for short term (less than 12 months) and low value leases. The average discount rate used for the present value's calculation of the lease provision of the identified assets and, consequently, for the monthly accrual of financial interest were 6.25% (8.25% at December 31, 2022) in the Company, and 8.24% (7.30% at December 31, 2022) in the Consolidated, in accordance with the term of each lease agreement and the economic policy of each subsidiary's domicile.

**13.1 Right of use asset**
**Changes in the right of use assets:**

Company	December 31, 2022	Additions <sup>(1)</sup>	Terminated contracts	Amortization	June 30, 2023
Buildings	30,041	4,006	-	(7,670)	26,377
Computer equipment	10,728	-	-	(3,905)	6,823
Machinery and equipment	12,747	23,956	(263)	(5,827)	30,613
Operating plants	623	16,958	-	(2,671)	14,910
Land	253	576	-	(287)	542
Vehicles (land)	272	1,535	(54)	(263)	1,490
	<b>54,664</b>	<b>47,031</b>	<b>(317)</b>	<b>(20,623)</b>	<b>80,755</b>

Company	December 31, 2021	Additions <sup>(1)</sup>	Terminated contracts	Amortization	June 30, 2022
Buildings	18,789	598	-	(6,287)	13,100
Computer equipment	18,531	-	-	(3,903)	14,628
Machinery and equipment	4,146	5,550	(322)	(1,666)	7,708
Operating plants	3,365	852	-	(1,952)	2,265
Land	437	-	-	(195)	242
Vehicles (land)	222	-	-	(82)	140
Furniture and appliances	93	-	(76)	(16)	1
	<b>45,583</b>	<b>7,000</b>	<b>(398)</b>	<b>(14,101)</b>	<b>38,084</b>

Consolidated	December 31, 2022	Additions <sup>(1)</sup>	Terminated contracts	Amortization	Exchange rate variation	June 30, 2023
Growing facilities	4,299,324	517,747	(51,011)	(432,890)	(176,692)	4,156,478
Buildings	2,227,940	515,415	(22,504)	(203,574)	(97,063)	2,420,214
Computer equipment	48,089	-	(592)	(10,348)	(2)	37,147
Machinery and equipment	547,282	88,559	(5,259)	(129,133)	(24,862)	476,587
Operating plants	97,601	19,986	(635)	(16,166)	(749)	100,037
Land	102,478	2,902	-	(6,429)	(7,579)	91,372
Vehicles (land, air and sea)	1,052,178	228,909	(3,485)	(187,848)	(76,455)	1,013,299
	<b>8,374,892</b>	<b>1,373,518</b>	<b>(83,486)</b>	<b>(986,388)</b>	<b>(383,402)</b>	<b>8,295,134</b>

Consolidated	December 31, 2021	Acquired in business combinations <sup>(2)</sup>	Additions <sup>(1)</sup>	Terminated contracts	Amortization	Exchange rate variation	June 30, 2022
Growing facilities	3,406,396	53,608	672,546	(49,608)	(320,947)	(131,854)	3,630,141
Buildings	2,162,882	1,062	348,312	(3,056)	(192,440)	(175,074)	2,141,686
Computer equipment	67,004	-	-	-	(8,633)	(489)	57,882
Machinery and equipment	748,637	(3,401)	84,051	(10,769)	(162,189)	(51,197)	605,132
Operating plants	113,605	-	9,409	(21,618)	(10,820)	(3,637)	86,939
Land	365,027	12,603	327	(71)	(6,850)	(34,615)	336,421
Vehicles (land, air and sea)	1,095,266	17,269	195,354	(41,378)	(205,475)	(90,424)	970,612
Furniture and appliances	94	-	-	(75)	(16)	(1)	2
	<b>7,958,911</b>	<b>81,141</b>	<b>1,309,999</b>	<b>(126,575)</b>	<b>(907,370)</b>	<b>(487,291)</b>	<b>7,828,815</b>

<sup>(1)</sup> Additions for each category includes PIS and COFINS to be paid.

<sup>(2)</sup> Refers to the Rivalea's acquisition, during the first quarter of 2022.

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**13.2 Lease liabilities**

	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Undiscounted lease payments	101,731	71,666	10,895,903	10,903,766
Present value adjustment	(11,003)	(8,968)	(1,989,324)	(1,919,758)
	<b>90,728</b>	<b>62,698</b>	<b>8,906,579</b>	<b>8,984,008</b>
Breakdown:				
Current liabilities	42,757	27,675	1,693,309	1,788,353
Non-current liabilities	47,971	35,023	7,213,270	7,195,655
	<b>90,728</b>	<b>62,698</b>	<b>8,906,579</b>	<b>8,984,008</b>

**Changes in the lease liabilities:**

Company	December 31, 2022	Additions	Interest accrual	Payments	Terminated contracts	June 30, 2023
Lease liabilities	62,698	47,055	3,289	(22,024)	(290)	<b>90,728</b>

Company	December 31, 2021	Additions	Interest accrual	Payments	Terminated contracts	June 30, 2022
Lease liabilities	52,599	7,021	2,371	(15,607)	(178)	<b>46,206</b>

Consolidated	December 31, 2022	Additions	Interest accrual	Payments	Terminated contracts	Exchange rate variation	June 30, 2023
Lease liabilities	8,984,008	1,387,562	245,604	(1,227,414)	(79,250)	(403,931)	<b>8,906,579</b>

Consolidated	December 31, 2021	Acquired in business combinations <sup>(2)</sup>	Additions	Interest accrual	Payments	Terminated contracts	Exchange rate variation	June 30, 2022
Lease liabilities	8,344,280	81,141	1,326,294	209,424	(1,103,797)	(131,064)	(497,706)	<b>8,228,572</b>

The amounts recognized as lease expense are shown below:

	Company		Consolidated	
	2023	2022	2023	2022
Variable lease payments	10,148	13,525	519,719	304,430
Short term lease liability	3,337	3,686	16,391	11,202
Non-material lease liability	3,888	2,157	2,216,710	1,187,188
	<b>17,373</b>	<b>19,368</b>	<b>2,752,820</b>	<b>1,502,820</b>

The non-current portion of the lease liabilities schedule is as follows:

	June 30, 2023	
	Company	Consolidated
2024	15,235	1,292,782
2025	23,489	1,168,511
2026	7,342	900,457
2027	2,476	698,029
2028	1,107	573,028
Maturities thereafter 2028	3,711	4,123,737
<b>Total Future Minimum Lease Payments</b>	<b>53,360</b>	<b>8,756,544</b>
Present Value of Lease Liabilities	(5,389)	(1,543,274)
	<b>47,971</b>	<b>7,213,270</b>

**14 Intangible assets**
**Changes in intangible assets:**

Company	December 31, 2022	Additions	Amortization expenses	June 30, 2023
<b>Amortizing:</b>				
Trademarks	10,487	-	(2,480)	8,007
Softwares	20,534	4,804	(2,583)	22,755
	<b>31,021</b>	<b>4,804</b>	<b>(5,063)</b>	<b>30,762</b>

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Company	December 31, 2021	Additions	Disposals	Amortization expenses	June 30, 2022
<b>Amortizing:</b>					
Trademarks	15,448	-	-	(2,481)	12,967
Softwares	17,991	3,888	(13)	(2,598)	19,268
	<u>33,439</u>	<u>3,888</u>	<u>(13)</u>	<u>(5,079)</u>	<u>32,235</u>

Consolidated	December 31, 2022	Additions	Disposals	Amortization expenses	Exchange rate variation	June 30, 2023
<b>Amortizing:</b>						
Trademarks	1,648,336	-	-	(56,651)	(124,798)	1,466,887
Softwares	109,985	15,518	(292)	(12,411)	(795)	112,005
Customer relationships	2,868,194	-	(318)	(187,298)	(163,165)	2,517,413
Supplier contract	159,187	-	-	(9,632)	(4,497)	145,058
Others	4,345	159	(146)	(705)	(287)	3,366
<b>Non-amortizing:</b>						
Trademarks	5,479,137	475	-	-	(183,901)	5,295,711
Water rights	59,205	-	-	-	(4,613)	54,592
	<u>10,328,389</u>	<u>16,152</u>	<u>(756)</u>	<u>(266,697)</u>	<u>(482,056)</u>	<u>9,595,032</u>

Consolidated	December 31, 2021	Acquired in business combination <sup>(1)</sup>	Additions	Business combination adjustments <sup>(2)</sup>	Disposals	Amortization expenses	Exchange rate variation	June 30, 2022
<b>Amortizing:</b>								
Trademarks	1,871,992	113,814	-	-	(6)	(58,182)	(221,676)	1,705,942
Softwares	92,689	-	22,667	-	(279)	(10,964)	(869)	103,244
Customer relationships	3,602,262	-	-	5,420	-	(203,797)	(333,447)	3,070,438
Supplier contract	183,974	-	-	-	-	(9,640)	(5,082)	169,252
Others	5,583	-	-	-	-	(1,049)	(175)	4,359
<b>Non-amortizing:</b>								
Trademarks	5,962,710	67	1,334	4,103	-	-	(617,232)	5,350,982
Water rights	64,706	-	-	-	(6)	-	(4,693)	60,007
	<u>11,783,916</u>	<u>113,881</u>	<u>24,001</u>	<u>9,523</u>	<u>(291)</u>	<u>(283,632)</u>	<u>(1,183,174)</u>	<u>10,464,224</u>

<sup>(1)</sup> Refers to the 2022's first semester acquisitions, King's in the first quarter, and Biotech during the second quarter.

<sup>(2)</sup> Refers to the business combination adjustment in the BMF's ("Bait Almakoolat Food") acquisition at December 31, 2021. Due its immateriality, the adjustments were made at the first semester of 2022 changes.

**Impairment test:**

Annually, the Company tests the recoverability of its assets using the concept of value in use through cash flow models and at the six month period ended June 30, 2023, there were no indications of impairment.

**15 Goodwill**

In the Company, goodwill is recognized under the caption "Investments in subsidiaries, associate and joint venture" because for the investor it is part of its investment in the subsidiary's acquisition; and as goodwill, in the Consolidated because it refers to expectation of future earnings from the acquired subsidiary, which assets and liabilities are consolidated with the Company's. Therefore, in the Company there is only goodwill from incorporations in the amount of R\$9,085,970 and in the Consolidated all goodwill are recognized as intangible. For tax purposes, all the goodwill recorded in the Company was fully amortized in the year ended December 31, 2021.

**Changes in goodwill:**

	Consolidated	
	June 30, 2023	June 30, 2022
<b>Initial balance</b>	<u>30,412,362</u>	<u>32,564,548</u>
Acquired in business combination <sup>(1)</sup>	-	207,269
Business combination adjustments <sup>(2)</sup>	112,242	28,546
Write-off for recoverability <sup>(3)</sup>	-	(85,601)
Exchange rate variation	(1,084,932)	(1,954,214)
<b>Closing balance</b>	<u>29,439,672</u>	<u>30,760,548</u>

<sup>(1)</sup> Refers to the King's acquisition, during the first quarter of 2022.

<sup>(2)</sup> Refers to the TriOak's business combination adjustments, acquired during the year ended at 2022, as described in the footnote 3 - Business Combination. During 2022, refers to the business combination adjustment in the acquisitions during the years ended in December 31, 2021, Randall Parker, BMF, Sunnyvale and Pilgrim's Food Masters. Due the immateriality, the adjustments were made to the movement in the first quarter of 2022.

<sup>(3)</sup> Refers to the impairment provision that the Company recognized in intangible assets in one of its subsidiaries, with operations in South America.

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CGU	Consolidated	
	June 30, 2023	December 31, 2022
Brazil Beef	9,069,926	9,069,926
Seara	3,713,073	3,714,070
Moy Park	3,740,162	3,837,113
USA Pork	3,347,099	3,623,871
Australia Meat	1,327,839	1,445,908
Australia Smallgoods	1,468,145	1,598,730
Vivera	615,662	649,682
Pilgrim's Food Masters (PFM)	1,613,753	1,673,144
Others CGUs without significant goodwill	4,544,013	4,799,918
<b>Total</b>	<b>29,439,672</b>	<b>30,412,362</b>

The Company tests annually for the six month period ended June 30, 2023 there were no indications that goodwill within any CGU was impaired.

**16 Trade accounts payable**

	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<b>Domestic</b>				
Commodities	1,956,519	2,657,465	6,548,473	9,564,105
Materials and services	1,114,025	1,163,927	16,149,814	20,253,472
Finished products	223,878	229,817	17,992	71,860
Present value adjustment	(32,095)	(15,601)	(84,774)	(78,670)
	<b>3,262,327</b>	<b>4,035,608</b>	<b>22,631,505</b>	<b>29,810,767</b>
<b>Foreign</b>				
Commodities	64,196	75,910	72,526	190,976
Materials and services	166,559	183,605	1,316,332	1,003,257
Finished products	1,334	2,732	509,377	4,515
	<b>232,089</b>	<b>262,247</b>	<b>1,898,235</b>	<b>1,198,748</b>
<b>Total trade accounts payable</b>	<b>3,494,416</b>	<b>4,297,855</b>	<b>24,529,740</b>	<b>31,009,515</b>
<b>Supply chain finance <sup>(1)</sup></b>				
Domestic	1,452,994	1,263,694	3,686,128	2,996,425
Foreign	-	-	42,385	74,674
<b>Total supply chain finance</b>	<b>1,452,994</b>	<b>1,263,694</b>	<b>3,728,513</b>	<b>3,071,099</b>
<b>Total</b>	<b>4,947,410</b>	<b>5,561,549</b>	<b>28,258,253</b>	<b>34,080,614</b>

<sup>(1)</sup> The Company and its indirect subsidiary Seara Alimentos carry out transactions with financial institutions that allow the suppliers to anticipate their receivables in the domestic market. It should be emphasized, operationally and commercially, there are no identifiable changes to the conditions applied in the negotiations with suppliers such as price or flexibility on payment terms. In addition, this operation did not bring any other cost to the Group and all financial costs of the operation are the responsibility of the suppliers.

The Company enters into purchase agreements for livestock with certain suppliers ensuring a fixed price, or to fix, when purchasing cattle, without a cash impact in the Company until the receiving the cattle or maturity date of these commitments. Based on this future commitment contract, JBJ has already advanced this operation with the banks under the supply chain finance modality. At June 30, 2023 the balance of this transaction was R\$464,307 (R\$451,800 at December 31, 2022).

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**17 Loans and financing**

Type	Average annual interest rate	Currency	Index on variable rate loans	Payment terms	Company			
					Current		Non-current	
					June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<b>Foreign currency</b>								
ACC <sup>(1)</sup>	7.17%	USD	SOFR	2023 - 24	5,916,817	2,174,591	-	266,395
Prepayment	5.79%	USD	SOFR	2023 - 27	1,216,949	1,034,831	1,660,211	1,225,211
FINIMP <sup>(2)</sup>	5.66%	USD e EUR	Libor and Euribor	2023 - 25	335,497	525,112	11,928	15,867
Credit note - export	6.61%	USD	-	2023	363,879	-	-	-
Working capital - American Dollar	8.66%	USD	Libor	2030	1,712	1,821	12,987	14,824
CRA <sup>(3)</sup>	3.98%	USD	-	2027	910	484	98,881	66,564
					<u>7,835,764</u>	<u>3,736,839</u>	<u>1,784,007</u>	<u>1,588,861</u>
<b>Local currency</b>								
Credit note - export	13.83%	BRL	CDI	2023 - 28	464,196	274,829	2,116,590	1,478,966
CRA <sup>(3)</sup>	9.45%	BRL	CDI and IPCA	2023 - 37	71,220	853,054	8,687,137	7,618,405
Working capital - Brazilian Reais	7.62%	BRL	TJLP	2023 - 28	-	85,648	3,601	3,378
CDC <sup>(5)</sup>	15.97%	BRL	-	2023 - 28	71,535	40,298	68,320	467
FINAME <sup>(4)</sup>	5.70%	BRL	-	2023 - 25	3,624	4,618	811	2,299
FINEP <sup>(6)</sup>	9.00%	BRL	-	2025	4,659	4,643	5,010	7,277
					<u>615,234</u>	<u>1,263,090</u>	<u>10,881,469</u>	<u>9,110,792</u>
					<u>8,450,998</u>	<u>4,999,929</u>	<u>12,665,476</u>	<u>10,699,653</u>

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Notes to the condensed financial statements for the six month period ended June 30, 2023 and 2022  
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Type	Average annual interest rate	Currency	Indexer	Payment terms	Consolidated			
					Current		Non-current	
					June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<b>Foreign currency</b>								
ACC <sup>(1)</sup>	7.17%	USD	SOFR	2023 - 24	5,916,817	2,174,591	-	266,395
Prepayment	6.28%	USD	Libor and SOFR	2023 - 27	1,928,236	2,074,077	2,006,902	1,974,791
FINIMP <sup>(2)</sup>	5.66%	USD and EUR	Libor and Euribor	2023 - 25	335,497	525,112	11,928	15,867
White Stripe credit facility	8.10%	USD and CAD	-	2023	10,564	15,757	-	-
Working capital - American Dollar	8.66%	USD	Libor	2030	1,711	9,055	12,986	14,824
CRA <sup>(3)</sup>	3.98%	USD	-	2027	910	484	98,881	66,564
Scott credit facilities	6.57%	USD	-	2024	-	-	8,718	9,361
Credit note - export	6.61%	USD	-	2023	363,879	-	-	-
					<b>8,557,614</b>	<b>4,799,076</b>	<b>2,139,415</b>	<b>2,347,802</b>
<b>Local currency</b>								
FINAME <sup>(4)</sup>	5.71%	BRL	-	2023 - 25	3,751	4,618	811	2,299
FINEP <sup>(6)</sup>	9.00%	BRL	-	2025	4,659	4,643	5,010	7,277
Prepayment	8.09%	GBP	SOFR	2023	101,764	49,792	385,536	-
Notes 2.50% JBS Lux 2027	2.50%	USD	-	2027	53,883	58,339	4,742,633	5,124,220
Notes 5.13% JBS Lux 2028	5.13%	USD	-	2028	89,531	123,675	4,263,932	4,611,232
Notes 6.50% JBS Lux 2029	6.50%	USD	-	2029	4,819	5,218	375,305	406,297
Notes 3.00% JBS Lux 2029	3.00%	USD	-	2029	34,698	37,567	2,818,389	3,044,523
Notes 5.50% JBS Lux 2030	5.50%	USD	-	2030	148,176	160,429	5,971,351	6,460,823
Notes 3.75% JBS Lux 2031	3.75%	USD	-	2031	6,275	6,793	2,385,683	2,581,447
Notes 3.00% JBS Lux 2032	3.00%	USD	-	2032	16,467	17,829	4,718,682	5,102,849
Notes 3.63% JBS Lux 2032	3.63%	USD	-	2032	78,129	84,589	4,739,737	5,126,840
Notes 5.75% JBS Lux 2033	5.75%	USD	-	2033	134,128	316,062	9,630,724	10,422,947
Notes 4.38% JBS Lux 2052	4.38%	USD	-	2052	75,902	82,179	4,274,660	4,626,984
Notes 6.50% JBS Lux 2052	6.50%	USD	-	2052	33,720	36,508	7,358,331	7,966,046
Notes 5.88% PPC 2027	5.88%	USD	-	2027	57,493	62,247	4,061,772	4,393,351
Notes 4.25% PPC 2031	4.25%	USD	-	2031	40,395	43,735	4,738,763	5,125,076
Notes 3.50% PPC 2032	3.50%	USD	-	2032	48,496	52,506	4,292,163	4,644,343
Notes 6.25% PPC 2033	6.25%	USD	-	2033	56,057	-	4,737,587	-
PPC term loan	6.31%	USD	Libor	2026	-	139,459	-	2,359,382
Working capital - Brazilian Reais	7.62%	BRL	TJLP	2023 - 28	-	85,648	3,601	3,378
Working capital - Euros	3.39%	EUR	Euribor	2023 - 24	95,804	60,867	11,385	9,929
Credit note - export	13.90%	BRL	CDI	2023 - 28	527,728	757,171	2,176,465	1,538,653
CDC <sup>(5)</sup>	15.97%	BRL	-	2023 - 28	71,535	40,298	68,320	467
Rural - Credit note - Prefixed	6.84%	BRL	-	2023	48,707	185,020	-	-
Rural - Credit note	11.00%	BRL	CDI	2024	173,518	4,176	-	5,834
CRA <sup>(3)</sup>	9.45%	BRL	CDI and IPCA	2023 - 37	71,219	853,054	8,687,137	7,618,405
Scott credit facilities	7.69%	AUD, EUR and USD	-	2023-24	49,729	70,168	164	209
Beardstown Pace credit facilities	3.50%	USD	-	2035 - 50	36,024	38,741	287,248	328,553
JBS Australia feedlot	7.00%	AUD	-	2023-24	2,776	1,346	160,961	175,273
Other	5.28%	Others	Others	2024 - 31	62,583	46,804	77,677	91,065
					<b>2,127,966</b>	<b>3,429,481</b>	<b>80,974,027</b>	<b>81,777,702</b>
					<b>10,685,580</b>	<b>8,228,557</b>	<b>83,113,442</b>	<b>84,125,504</b>

<sup>(1)</sup> Advances on Exchange Contracts.

<sup>(2)</sup> Financing for Imports.

<sup>(3)</sup> Agribusiness Credit Receivable Certificates.

<sup>(4)</sup> Financing for Acquisition of Industrial Machinery and Equipment.

<sup>(5)</sup> Direct Credit to Consumers.

<sup>(6)</sup> Financing for Studies and Projects.

The amendments to IFRS for Interest Rate Benchmark Reform are effective for annual periods beginning on or after January 1, 2021. In line with the LIBOR and other Interbank Offered Rates (IBORs) transition project, the Group has been following the evolution of this matter with its partner banks and been discussing how to replace the index in current contracts. The new contracts are negotiated at the Overnight Guaranteed Financing Rate ("SOFR"), and the current contracts remain indexed to LIBOR until the settlement date, without conversion impacts.

**Average annual interest rate:** Refers to the weighted average nominal cost of interest at the reporting date. The loans and financings are fixed by a fixed rate or indexed to rates: CDI, LIBOR, Euribor, SOFR, IPCA, TJLP, among others.

At June 30, 2023, the availability under Brasil revolving credit facilities was US\$450 million (R\$2.2 billion at June 30, 2023) and US\$450 million (R\$2.4 billion at December 31, 2022). In the United States the revolving credit facilities at June 30, 2023, was US\$2.9 billion (R\$14 billion at June 30, 2023) and US\$2.8 billion (R\$14.4 billion at December 31, 2022).

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The non-current portion of the principal payment schedule of loans and financing is as follows:

Maturity	June 30, 2023	
	Company	Consolidated
2024	881,729	1,438,052
2025	1,444,290	1,815,531
2026	741,748	783,483
2027	1,135,669	9,944,787
2028	748,356	5,211,116
Maturities thereafter 2028	7,713,684	63,920,473
	<b>12,665,476</b>	<b>83,113,442</b>

**17.1 Guarantees and contractual restrictions ("covenants")**

The Company was in compliance with all of its debt covenant restrictions at June 30, 2023 and until the date that these financial statements were approved.

The Company, together with its indirect subsidiaries JBS Global Luxembourg S.à.r.l., JBS Holding Luxembourg S.à r.l., JBS USA Holding Lux S.à r.l. and JBS Global Meat Holdings Pty. Limited, are guarantors of certain senior notes listed in the SEC, located in the United States of America.

**18 Other taxes payable**

	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Taxes payable in installments	318,488	421,221	363,851	469,228
PIS / COFINS tax payable	74,530	87,732	156,412	157,670
ICMS / VAT / GST tax payable	49,382	40,592	169,309	146,518
Withholding income taxes	30,729	42,399	33,246	44,796
Others	4,532	2,758	489,517	513,550
<b>Subtotal</b>	<b>477,661</b>	<b>594,702</b>	<b>1,212,335</b>	<b>1,331,762</b>
Income taxes payable	-	-	148,842	475,174
<b>Total</b>	<b>477,661</b>	<b>594,702</b>	<b>1,361,177</b>	<b>1,806,936</b>
<b>Breakdown:</b>				
Current liabilities	218,123	281,532	817,769	1,200,895
Non-current liabilities	259,538	313,170	543,408	606,041
	<b>477,661</b>	<b>594,702</b>	<b>1,361,177</b>	<b>1,806,936</b>

**19 Payroll and social charges**

	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Social charges in installments	2,332,695	2,214,052	2,365,131	2,249,109
Bonus and vacation along with related social charges	410,346	272,304	3,259,637	3,839,027
Salaries and related social charges	253,995	445,929	1,986,445	2,276,815
Others	15,654	10,829	256,035	265,151
	<b>3,012,690</b>	<b>2,943,114</b>	<b>7,867,248</b>	<b>8,630,102</b>
<b>Breakdown:</b>				
Current liabilities	909,204	1,083,670	5,346,513	6,251,132
Non-current liabilities	2,103,486	1,859,444	2,520,735	2,378,970
	<b>3,012,690</b>	<b>2,943,114</b>	<b>7,867,248</b>	<b>8,630,102</b>

**Labor taxes payable in installments:** In December 2022, the Federal Supreme Court (STF) in a decision favorable to the Direct Action of Unconstitutionality (ADI No. 4,395), declared that was unconstitutional the subrogation of the collection of social security contributions referring to the Assistance Fund for Rural Workers (FUNRURAL) to slaughterhouses, consumer companies, consignees or cooperatives purchasing production. The Company is also waiting for the approval of the minute of judgment and the decision by the STF that will define the period for which the decision will take effect. On June 30, 2023, the Company and its subsidiaries have recognized under "Social charges in installments" the amount of R\$1.71 billion, in the Company and R\$1.73 billion, in the Consolidated related to the FUNRURAL. For the six month period ended June 30, 2023, the Company and its subsidiaries paid installments in cash and offset with the balance of recoverable taxes the amount of R\$1.07 billion, in the Company and R\$1.09 billion in the Consolidated.

**20 Provisions for legal proceedings**

The Company is part of several lawsuits arising in the ordinary course of business for which provisions are recognized based on estimated costs determined by Management as follows:

	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Labor	243,143	252,392	517,594	517,958
Civil	109,162	77,765	1,162,875	1,162,505
Tax and Social Security	167,859	148,028	606,407	550,049
<b>Total</b>	<b>520,164</b>	<b>478,185</b>	<b>2,286,876</b>	<b>2,230,512</b>



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	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
Current liabilities	-	-	846,444	909,132
Non-current liabilities	520,164	478,185	1,440,432	1,321,380
	<b>520,164</b>	<b>478,185</b>	<b>2,286,876</b>	<b>2,230,512</b>

**Changes in provisions:**

	Company				
	December 31, 2022	Additions, disposals and changes in prognosis	Payments	Monetary correction	June 30, 2023
Labor	252,392	59,627	(82,026)	13,150	243,143
Civil	77,765	31,705	(11,894)	11,586	109,162
Tax and social security	148,028	8,174	-	11,657	167,859
<b>Total</b>	<b>478,185</b>	<b>99,506</b>	<b>(93,920)</b>	<b>36,393</b>	<b>520,164</b>

	Company				
	December 31, 2021	Additions, disposals and changes in prognosis	Payments	Monetary correction	June 30, 2022
Labor	252,496	47,066	(60,238)	9,662	248,986
Civil	55,658	5,222	(3,215)	6,075	63,740
Tax and social security	174,439	(33,918)	(1,753)	42,751	181,519
<b>Total</b>	<b>482,593</b>	<b>18,370</b>	<b>(65,206)</b>	<b>58,488</b>	<b>494,245</b>

	Consolidated					
	December 31, 2022	Additions, disposals and changes in prognosis	Payments	Monetary correction	Exchange rate variation	June 30, 2023
Labor	517,958	137,699	(165,226)	27,257	(94)	517,594
Civil	1,162,505	220,614	(190,103)	42,816	(72,957)	1,162,875
Tax and social security	550,049	18,607	(1,850)	39,818	(217)	606,407
<b>Total</b>	<b>2,230,512</b>	<b>376,920</b>	<b>(357,179)</b>	<b>109,891</b>	<b>(73,268)</b>	<b>2,286,876</b>

	Consolidated					
	December 31, 2021	Additions, disposals and changes in prognosis	Payments	Monetary correction	Exchange rate variation	June 30, 2022
Labor	538,804	115,491	(147,571)	23,100	(61)	529,763
Civil	1,568,873	338,180	(891,036)	14,686	(68,561)	962,142
Tax and social security	560,164	(37,912)	(1,787)	62,170	(82)	582,553
<b>Total</b>	<b>2,667,841</b>	<b>415,759</b>	<b>(1,040,394)</b>	<b>99,956</b>	<b>(68,704)</b>	<b>2,074,458</b>

**In the subsidiary JBS USA:**

a. **Civil Proceedings:** Refers to several class action lawsuits, alleging violations of federal and state antitrust, unfair competition, unfair enrichment, deceptive trade practice, and consumer protection laws on sales of beef, pork and chicken. For the six month period ended June 30, 2023 the indirect subsidiary JBS USA recognized an accrual in the amount of US\$31.7 million (R\$152,769 at June 30, 2023), in the three month period ended at June 30, 2023 in the amount of US\$18 million (R\$86,746 at June 30, 2023). Also at June 30, 2023, were paid US\$30.3 million (R\$146,022 at June 30, 2023). At June 30, 2023, the remaining accrual is US\$175.6 million (R\$846,444 at June 30, 2023).

The Company, together with its legal department and hired external offices, continues to monitor the developments of the antitrust proceedings and understand that the accounting provisions measured and known up to the date of approval of these financial statements are sufficient for risk coverage.

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**21 Equity**

a. **Share capital:** Share capital on June 30, 2023 was R\$23,576,206 (R\$23,576,206 at December 31, 2022), represented by 2,218,116,370 common shares, having no nominal value.

	June 30, 2023		December 31, 2022	
	Quantity	R\$ thousand	Quantity	R\$ thousand
<b>Initial balance</b>	<b>2,218,116,370</b>	<b>23,576,206</b>	<b>2,373,866,570</b>	<b>23,576,206</b>
Cancellation of treasury shares	-	-	(155,750,200)	-
<b>Final balance</b>	<b>2,218,116,370</b>	<b>23,576,206</b>	<b>2,218,116,370</b>	<b>23,576,206</b>

**b. Profit reserve:**

**b1. Treasury shares:** Treasury shares include self-issued shares repurchased by the Company. As of June 30, 2023, the Company had no balance in treasury shares.

**b2. Dividends:** On June 19, 23, the Company approved the distribution of interim dividends referring to the net income from the year ended at December 31, 2022 in the amount of R\$2.22 billion, corresponding to R\$1,00 per ordinary share, in accordance with the shareholder's base at June 22, 2023. The interim dividends were paid at June 29, 2023.

**b3. Tax incentive reserve:** The Company and its subsidiaries have grants granted by state governments, such as partial and full reduction of the tax base of certain goods in its production chain, in accordance with the regulations of each state and presumed ICMS tax credits. The appropriated amounts of these tax incentives as income in income are excluded in the calculation of taxes on income when the requirements set forth in current legislation are met.

During the six month period ended June 30, 2023, the Company and its subsidiaries calculated the amount of government grants in the amount of R\$2.09 billion that were not recognized since the Company registered losses up to the approval of these financial statements. The Company also informs that such amounts will be recognized in the tax incentive reserve as the accumulated loss are absorbed by future profits and that such amount will reduce the amount of dividends in subsequent periods.

c. **Other comprehensive income:** Composed by gain (loss) on cash flow hedge, gain (loss) associated with pension and other postretirement benefit obligations, valuation adjustments to equity in subsidiaries, gain (loss) on net investment in foreign operations and gain (loss) on foreign currency translation adjustments. In the financial statement which includes the foreign entity, such exchange variations must be recognized, initially, in other comprehensive income in a specific equity account, and must be transferred from equity to the income statement when the net investment is written off.

**c1. Net investment of foreign operations:** The Company has certain intercompany loans balances with the subsidiaries JBS Luxembourg S.à.r.l and JBS Investments Luxembourg S.à.r.l which will not be settled through cash but with equity transactions, such as capital contribution or capital reduction. Therefore, these balances are an extension of the subsidiary's investment, thus they are considered as net investment on foreign operations. The exchange variation is recognized in other comprehensive income (loss) and reclassified from equity to profit or loss on disposal of net investment, during the period.

**22 Net revenue**

	Company				Consolidated			
	Six month period ended at June 30,		Three month period ended at June 30,		Six month period ended at June 30,		Three month period ended at June 30,	
	2023	2022	2023	2022	2023	2022	2023	2022
<b>GROSS REVENUE</b>								
<b>Sales of products and services</b>								
Domestic sales	14,797,737	15,926,341	7,630,292	8,068,240	137,972,067	141,214,216	68,541,225	71,134,514
Export sales	10,779,342	12,214,098	6,065,753	5,768,962	44,003,124	47,674,158	23,783,083	24,055,933
	<b>25,577,079</b>	<b>28,140,439</b>	<b>13,696,045</b>	<b>13,837,202</b>	<b>181,975,191</b>	<b>188,888,374</b>	<b>92,324,308</b>	<b>95,190,447</b>
<b>SALES DEDUCTION</b>								
Returns and discounts	(842,811)	(1,142,988)	(401,322)	(608,712)	(4,143,804)	(4,124,427)	(2,049,958)	(2,126,641)
Sales taxes	(469,504)	(406,578)	(242,398)	(179,960)	(1,765,027)	(1,705,989)	(891,719)	(872,421)
	<b>(1,312,315)</b>	<b>(1,549,566)</b>	<b>(643,720)</b>	<b>(788,672)</b>	<b>(5,908,831)</b>	<b>(5,830,416)</b>	<b>(2,941,677)</b>	<b>(2,999,062)</b>
<b>NET REVENUE</b>	<b>24,264,764</b>	<b>26,590,873</b>	<b>13,052,325</b>	<b>13,048,530</b>	<b>176,066,360</b>	<b>183,057,958</b>	<b>89,382,631</b>	<b>92,191,385</b>

**22.1 Customer contract balances**

Customer contract liabilities relate to payments received in advance of satisfying the performance obligation under the contract. A contract liability is recognized when the Company has an obligation to transfer products to a customer from whom the consideration has already been received. The recognition of the contractual liability occurs at the time when the consideration is received and settled. The Company recognizes revenue upon fulfilling the related performance obligation. Contract liabilities are presented as advances from customers in the balance sheet.

	Note	Company		Consolidated	
		2023	2022	2023	2022
Trade accounts receivable	5	2,312,136	4,380,011	16,665,449	20,234,895
Contract liabilities		409,946	449,744	1,209,415	1,124,306

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**23 Net finance income (expense)**

	Company				Consolidated			
	Six month period ended at June 30,		Three month period ended at June 30,		Six month period ended at June 30,		Three month period ended at June 30,	
	2023	2022	2023	2022	2023	2022	2023	2022
Exchange rate variation	200,237	1,632,869	99,094	(490,842)	296,867	2,148,978	16,679	(502,956)
Fair value adjustments on derivatives	362,251	(895,781)	299,894	(52,160)	(1,293)	(1,251,956)	75,212	(41,736)
Interest expense <sup>(1)</sup>	(2,119,266)	(1,591,211)	(1,004,497)	(819,515)	(4,144,836)	(3,289,583)	(2,092,210)	(1,709,352)
Interest income <sup>(2)</sup>	254,188	211,250	124,646	88,874	745,477	575,648	394,193	313,137
Bank fees and others <sup>(3)</sup>	(67,261)	(104,030)	(33,848)	(46,111)	(118,196)	(905,373)	(61,756)	(571,306)
	<u>(1,369,851)</u>	<u>(746,903)</u>	<u>(514,711)</u>	<u>(1,319,754)</u>	<u>(3,221,981)</u>	<u>(2,722,286)</u>	<u>(1,667,882)</u>	<u>(2,512,213)</u>
Financial income	816,676	2,334,961	523,634	88,874	1,117,556	3,227,582	486,084	313,137
Financial expense	(2,186,527)	(3,081,864)	(1,038,345)	(1,408,628)	(4,339,537)	(5,949,868)	(2,153,966)	(2,825,350)
	<u>(1,369,851)</u>	<u>(746,903)</u>	<u>(514,711)</u>	<u>(1,319,754)</u>	<u>(3,221,981)</u>	<u>(2,722,286)</u>	<u>(1,667,882)</u>	<u>(2,512,213)</u>

<sup>(1)</sup> For the six month period ended June 30, 2023 and 2022, the amounts of R\$890,305 and R\$745,997, respectively, in the Company and R\$2,867,242 and R\$2,249,703, in the Consolidated refers to interest expenses from loans and financings expenses recognized under the caption "Interest expense".

<sup>(2)</sup> For the six month period ended June 30, 2023 and 2022, the amounts of R\$68,314 and R\$21,148, respectively, in the Company and R\$189,083 and R\$162,294, respectively, in the Consolidated refers to interest income from short investments recognized under the caption "Interest income".

<sup>(3)</sup> Refers to early extinguishment of debt of the JBS Lux 5.75% Notes 2028 and JBS Lux 6.75% Notes 2028 in the amount of US\$132 million as of the six-month period ended June 30, 2022 (R\$665,518 as of the six-month period ended June 30, 2022).

**24 Earnings (loss) per share**

**Basic and diluted:** There were no changes in the basic earnings (loss) per share calculation assumptions since the disclosed financial statements from December 31, 2022.

	Six month period ended at June 30,		Three month period ended at June 30,		
	2023	2022	2023	2022	
Net income attributable to Company shareholders	(1,716,227)	9,094,538	(263,624)	3,952,265	
Weighted average common shares outstanding	2,218,116,370	2,254,344,774	2,218,116,370	2,229,976,592	
Weighted average - treasury shares	-	(21,966,881)	-	(7,862,739)	
<b>Weighted average - common shares outstanding</b>	<u>2,218,116,370</u>	<u>2,232,377,893</u>	<u>2,218,116,370</u>	<u>2,222,113,853</u>	
<b>Basic and diluted earnings (losses) per share - (R\$)</b>		(0.77)	4.07	(0.12)	1.78

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**25 Operating segments and information by geographic area**

There are no changes in the structure of operating segments and geographic reporting since the disclosed financial statements from December 31, 2022.

The information by consolidated operational segments is as follows:

Six month period ended June 30, 2023										
	Brazil	Seara	Beef North America	Pork USA	Pilgrim's Pride	Australia	Others	Total reportable segments	Elimination <sup>(1)</sup>	Total
Net revenue	26,185,807	20,640,010	56,127,075	18,190,603	42,935,284	14,716,393	2,542,583	181,337,755	(5,271,395)	176,066,360
Adjusted EBITDA <sup>(2)</sup>	972,228	566,845	549,328	618,006	3,254,277	692,782	(15,108)	6,638,358	(6,022)	6,632,336
Six month period ended June 30, 2022										
	Brazil	Seara	Beef North America	Pork USA	Pilgrim's Pride	Australia	Others	Total reportable segments	Elimination <sup>(1)</sup>	Total
Net revenue	28,437,409	20,167,842	56,160,157	20,336,302	44,948,338	15,657,318	2,155,571	187,862,937	(4,804,979)	183,057,958
Adjusted EBITDA <sup>(2)</sup>	1,241,433	2,121,590	7,159,674	1,912,569	6,843,226	1,157,469	17,669	20,453,630	(5,469)	20,448,161
Six month period ended June 30, 2023										
	Brazil	Seara	Beef North America	Pork USA	Pilgrim's Pride	Australia	Others	Total reportable segments	Elimination <sup>(1)</sup>	Total
Net revenue	13,986,214	10,310,448	28,770,236	8,797,968	21,314,666	7,471,444	1,272,197	91,923,173	(2,540,542)	89,382,631
Adjusted EBITDA <sup>(2)</sup>	675,655	419,890	433,488	386,326	1,858,485	710,444	(11,296)	4,472,992	(3,011)	4,469,981
Six month period ended June 30, 2022										
	Brazil	Seara	Beef North America	Pork USA	Pilgrim's Pride	Australia	Others	Total reportable segments	Elimination <sup>(1)</sup>	Total
Net revenue	14,108,111	10,680,119	27,170,126	10,388,946	22,775,002	8,239,175	1,160,236	94,521,715	(2,330,330)	92,191,385
Adjusted EBITDA <sup>(2)</sup>	803,224	1,505,431	3,051,082	679,842	3,635,693	712,270	(21,441)	10,366,101	(2,739)	10,363,362

<sup>(1)</sup> Includes intercompany and intersegment transactions.

<sup>(2)</sup> The Adjusted EBITDA is reconciled with the consolidated operating profit, as follows below:

	Operating profit (loss)			
	Six month period ended at June 30,		Three month period ended at June 30,	
	2023	2022	2023	2022
Operating profit	915,581	15,105,900	1,524,783	7,697,876
Depreciation and amortization	5,250,371	4,789,968	2,657,541	2,353,915
Antitrust agreements <sup>(1)</sup>	160,291	327,322	89,125	238,570
Donations and social programs <sup>(2)</sup>	37,236	95,469	23,050	39,210
Impairment assets <sup>(3)</sup>	112,734	85,601	4,545	-
Other operating income (expense), net <sup>(4)</sup>	156,123	43,901	170,937	33,791
Elimination	6,022	5,469	3,011	2,739
<b>Total Adjusted EBITDA for operating segments</b>	<b>6,638,358</b>	<b>20,453,630</b>	<b>4,472,992</b>	<b>10,366,101</b>

<sup>(1)</sup> Refers to the agreements entered by JBS USA and its subsidiaries as described in Note 20 – Provisions for legal proceedings.

<sup>(2)</sup> Refers to the donations, as described in Note 26 – Expenses by nature.

<sup>(3)</sup> Refers to the impairment of assets related to Planterra's plant closure during the year ended at 2023.

<sup>(4)</sup> Refers to several adjustments basically in JBS USA's jurisdiction such as third-party advisory expenses related to restructuring projects and acquisitions, marketing of social programs, insurance claims, among others.

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For additional information, the net revenue and total assets are present below segregated by geographic area.

Six month period ended June 30, 2023								
	North and Central America <sup>(2)</sup>	South America	Australia	Europe	Others	Total reportable segments	Intercompany elimination <sup>(1)</sup>	Total
Net revenue	104,610,151	43,584,385	13,612,998	14,920,105	561,407	177,289,046	(1,222,686)	176,066,360
Total assets	139,995,052	87,656,346	17,470,790	25,592,221	7,563,402	278,277,811	(79,934,924)	198,342,887
Six month period ended June 30, 2022								
	North and Central America <sup>(2)</sup>	South America	Australia	Europe	Others	Total reportable segments	Intercompany elimination <sup>(1)</sup>	Total
Net revenue	109,080,711	47,302,495	15,657,318	13,811,987	509,693	186,362,204	(3,304,246)	183,057,958
Total assets	151,146,037	88,094,837	18,844,673	26,276,425	11,261,253	295,623,225	(87,512,597)	208,110,628
Three month period ended June 30, 2023								
	North and Central America <sup>(2)</sup>	South America	Australia	Europe	Others	Total reportable segments	Intercompany elimination <sup>(1)</sup>	Total
Net revenue	53,352,471	22,829,264	6,368,049	7,492,789	245,609	90,288,182	(905,551)	89,382,631
Three month period ended June 30, 2022								
	North and Central America <sup>(2)</sup>	South America	Australia	Europe	Others	Total reportable segments	Intercompany elimination <sup>(1)</sup>	Total
Net revenue	54,207,596	24,051,948	8,239,175	6,936,235	241,396	93,676,350	(1,484,965)	92,191,385

<sup>(1)</sup> Includes intercompany and intersegment transactions.

<sup>(2)</sup> Including the holdings located in Europe that are part of the North American operation.

**26 Expenses by nature**

The Company's policy is to present expenses by function on the consolidated statement of income (loss). Expenses by nature are disclosed below:

	Company				Consolidated			
	Six month period ended at June 30,		Three month period ended at June 30,		Six month period ended at June 30,		Three month period ended at June 30,	
	2023	2022	2023	2022	2023	2022	2022	2021
<b>Cost of sales</b>								
Cost of inventories, raw materials and production inputs	(19,272,585)	(21,511,411)	(10,207,349)	(10,341,474)	(135,457,284)	(129,041,497)	(67,944,671)	(65,416,792)
Salaries and benefits	(1,280,600)	(877,139)	(706,244)	(459,012)	(18,499,489)	(17,340,351)	(9,201,975)	(8,552,142)
Depreciation and amortization	(256,334)	(212,867)	(141,446)	(105,994)	(4,607,940)	(4,121,941)	(2,348,507)	(2,033,923)
	<u>(20,809,519)</u>	<u>(22,601,417)</u>	<u>(11,055,039)</u>	<u>(10,906,480)</u>	<u>(158,564,713)</u>	<u>(150,503,789)</u>	<u>(79,495,153)</u>	<u>(76,002,857)</u>
<b>Selling</b>								
Freights and selling expenses	(1,489,813)	(1,385,531)	(779,662)	(676,283)	(9,634,355)	(9,738,022)	(4,729,250)	(4,805,986)
Salaries and benefits	(218,758)	(115,140)	(111,096)	(65,637)	(735,004)	(568,583)	(375,053)	(302,780)
Depreciation and amortization	(44,421)	(35,165)	(16,453)	(20,870)	(161,601)	(152,325)	(75,201)	(73,302)
Advertising and marketing	(75,852)	(64,550)	(37,665)	(37,535)	(782,723)	(788,630)	(386,610)	(410,611)
Commissions	(44,593)	(56,563)	(36,793)	(33,120)	(135,794)	(174,793)	(80,153)	(99,778)
Net impairment losses	8,999	(24,987)	(13,813)	(11,765)	(4,546)	(41,222)	(32,449)	(16,949)
	<u>(1,864,438)</u>	<u>(1,681,936)</u>	<u>(995,482)</u>	<u>(845,210)</u>	<u>(11,454,023)</u>	<u>(11,463,575)</u>	<u>(5,678,716)</u>	<u>(5,709,406)</u>
<b>General and administrative</b>								
Salaries and benefits	(482,873)	(852,558)	(255,997)	(398,450)	(2,788,886)	(3,431,066)	(1,329,652)	(1,578,404)
Fees, services held and general expenses	(506,969)	(480,812)	(266,826)	(228,843)	(1,737,788)	(1,580,144)	(858,549)	(670,689)
Depreciation and amortization	(121,977)	(146,571)	(57,232)	(70,596)	(480,830)	(515,702)	(233,833)	(246,690)
DOJ and Antitrust agreements	-	-	-	-	(160,291)	(327,322)	(89,125)	(238,570)
Donations and social programs <sup>(1)</sup>	(32,373)	(92,469)	(18,187)	(39,210)	(32,373)	(92,469)	(18,187)	(39,210)
JBS Fund For The Amazon	-	(3,000)	-	-	-	(3,000)	-	-
	<u>(1,144,192)</u>	<u>(1,575,410)</u>	<u>(598,242)</u>	<u>(737,099)</u>	<u>(5,200,168)</u>	<u>(5,949,703)</u>	<u>(2,529,346)</u>	<u>(2,773,563)</u>

<sup>(1)</sup> Refers to donations made to Instituto J&F regarding improvements on school's building, the social program "Fazer o Bem Faz Bem" created by the company to support actions for social transformation where the Company is present and donations to the JBS Fund For The Amazon.

As of June 30, 2023 in the Company and Consolidated, other income (expenses) includes gain (losses) of sale of assets, insurance claim, asset impairment expenses, restructuring expenses, among others.

The Company incurred expenses with internal research and development, in the amount of R\$2,309 (R\$438 at June 30, 2022), in the Company and R\$34,907 (R\$41,934 at June 30, 2022), in the Consolidated.

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**27 Risk management and financial instruments**

Financial instruments are recognized in the consolidated financial statements as follows:

	Notes	Company		Consolidated	
		June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<b>Assets</b>					
<b>Fair value through profit or loss <sup>(1)</sup></b>					
Financial investments	4	1,814,872	151,963	7,535,437	7,008,149
National treasury bills	4	93,132	204,480	549,799	572,183
Derivative assets		599,079	98,134	1,059,991	566,144
<b>Loans and receivables at amortized cost <sup>(2)</sup></b>					
Cash at banks	4	1,182,291	1,820,325	4,990,477	5,972,915
Margin cash	4	-	-	473,026	308,302
Trade accounts receivable	5	2,312,136	4,380,011	16,665,449	20,234,895
Related party receivables	9	1,073,926	1,103,125	974,457	951,021
<b>Total</b>		<b>7,075,436</b>	<b>7,758,038</b>	<b>32,248,636</b>	<b>35,613,609</b>
<b>Liabilities</b>					
<b>Amortized cost</b>					
Loans and financing	17	(21,116,474)	(15,699,582)	(93,799,022)	(92,354,061)
Trade accounts payable and supply chain finance	16	(4,947,410)	(5,561,549)	(28,258,253)	(34,080,614)
Related party payables	9	(1,231,473)	(10,182,741)	-	-
Lease liabilities	13	(90,728)	(62,698)	(8,906,579)	(8,984,008)
Other financial liabilities <sup>(3)</sup>		(207,680)	(5,180)	(251,783)	(61,964)
<b>Fair value through profit or loss</b>					
Derivative liabilities		(292,618)	(278,227)	(868,433)	(559,536)
<b>Total</b>		<b>(27,886,383)</b>	<b>(31,789,977)</b>	<b>(132,084,070)</b>	<b>(136,040,183)</b>

<sup>(1)</sup> CDBs are updated at the effective rate but have a really short-term and negotiated with financial institutions, and their recognition is similar to fair value; (ii) national treasury bill is recognized according to market value.

<sup>(2)</sup> Loans and receivables are classified as amortized cost, but without any change in their nature or business model; (ii) the accounts receivable are short-term and net from expected losses.

<sup>(3)</sup> The balances are related to commitments with third parties for investment.

**Fair value of assets and liabilities through profit or loss:** The Company and its subsidiaries determine fair value measurements in accordance with the hierarchical levels that reflect the significance of the inputs used in the measurement, with the exception of those maturing at short term, equity instruments without an active market and contracts with discretionary characteristics that the fair value can not be measured reliably, according to the following levels:

Level 1 - Quoted prices in active markets (unadjusted) for identical assets or liabilities;

Level 2 - Inputs other than Level 1, in which prices are quoted for similar assets and liabilities, either directly by obtaining prices in active markets or indirectly through valuation techniques that use data from active markets;

Level 3 - Inputs used for fair value calculations which are not derived from an active market. The Company and its subsidiaries do not have any financial instruments that utilize level 3 inputs.

	Company					
	June 30, 2023			December 31, 2022		
	Level 1	Level 2	Total	Level 1	Level 2	Total
<b>Financial assets</b>						
Financial investments	-	1,814,872	1,814,872	-	151,963	151,963
National treasury bills	93,132	-	93,132	204,480	-	204,480
Derivative assets	-	599,079	599,079	-	98,134	98,134
<b>Financial liabilities</b>						
Derivative liabilities	-	292,618	292,618	-	278,227	278,227
<b>Consolidated</b>						
	June 30, 2023			December 31, 2022		
	Level 1	Level 2	Total	Level 1	Level 2	Total
<b>Financial assets</b>						
Financial investments	-	7,535,437	7,535,437	-	7,008,149	7,008,149
National treasury bills	549,799	-	549,799	572,183	-	572,183
Derivative assets	-	1,059,991	1,059,991	-	566,144	566,144
<b>Financial liabilities</b>						
Derivative liabilities	-	868,433	868,433	-	559,536	559,536

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**Fair value of assets and liabilities carried at amortized cost:** The fair value of the Notes under Rule 144-A and Regulation S, are estimated using the closing sale price of these securities informed by a financial newswire on June 30, 2023 and December 31, 2022, considering there is an active market for these financial instruments. The book value of the remaining fixed-rate loans approximates fair value since the interest rate market, the Company's credit quality, and other market factors have not significantly changed since entering into the loans. The book value of variable-rate loans and financings approximates fair value given the interest rates adjust for changes in market conditions and the quality of the Company's credit rating has not substantially changed. For all other financial assets and liabilities, book value approximates fair value due to the short duration of the instruments. The following details the estimated fair value of loans and financings:

Description	Consolidated					
	June 30, 2023			December 31, 2022		
	Principal	Price (% of the Principal)	Market Value of the Principal	Principal	Price (% of the Principal)	Market Value of the Principal
Notes 2.50% JBS Lux 2027	4,819,200	87.52	4,217,764	5,217,701	86.90	4,534,182
Notes 5.13% JBS Lux 2028	4,337,280	96.36	4,179,403	4,695,931	95.13	4,467,239
Notes 6.50% JBS Lux 2029	375,768	99.12	372,461	406,840	98.16	399,354
Notes 3.00% JBS Lux 2029	2,891,520	84.70	2,449,117	3,130,620	84.02	2,630,347
Notes 5.50% JBS Lux 2030	6,024,001	96.02	5,784,246	6,522,126	95.40	6,222,108
Notes 3.75% JBS Lux 2031	2,409,600	82.81	1,995,390	2,608,850	82.46	2,151,258
Notes 3.00% JBS Lux 2032	4,819,200	77.46	3,732,952	5,217,701	77.61	4,049,458
Notes 3.63% JBS Lux 2032	4,819,200	82.05	3,954,154	5,217,701	82.24	4,291,037
Notes 5.75% JBS Lux 2033	9,879,361	94.38	9,324,141	10,696,287	95.41	10,205,327
Notes 4.38% JBS Lux 2052	4,337,280	70.61	3,062,553	4,695,931	71.80	3,371,678
Notes 6.50% JBS Lux 2052	7,469,761	94.66	7,070,876	8,087,436	96.79	7,827,829
Notes 5.88% PPC 2027	4,096,320	98.13	4,019,719	4,435,046	99.55	4,415,088
Notes 4.25% PPC 2031	4,819,200	85.00	4,095,838	5,217,701	86.39	4,507,572
Notes 3.50% PPC 2032	4,337,280	79.27	3,438,162	4,695,931	80.72	3,790,556
Notes 6,25% PPC 2033	4,819,200	97.55	4,701,130	5,217,701		
	<b>70,254,171</b>		<b>62,397,906</b>	<b>76,063,503</b>		<b>62,863,033</b>

**Risk management:**

The Company during the regular course of its operations is exposed to a variety of financial risks that include the effects of changes in market prices, (including foreign exchange, interest rate risk and commodity price risk), credit risk and liquidity risk. Such risks are fully disclosed in the financials statements at December 31, 2022. There were no changes in the nature of these risks in the current period. Below are the risks and operations to which the Company is exposed and a sensitivity analysis for each type of risk, consisting in the presentation of the effects in the finance income (expense), net, when subjected to possible changes, of 25% to 50%, in the relevant variables for each risk. For each probable scenario, the Company utilizes the Value at Risk Methodology (VaR), for the confidence interval (C.I.) of 99% and a horizon of one day.

**a. Interest rate risk**

The Company understands that the quantitative data referring to the Company's interest rate exposure risk on June 30, 2023 and December 31, 2022, are in accordance with the Financial and Commodity Risk Management Policy and are representative of the exposure incurred during the period. For informational purposes and in accordance with our Financial and Commodities Risk Management Policy, the notional amounts of assets and liabilities exposed to floating interest rates are presented below:

	Company		Consolidated	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<b>Net exposure to the CDI rate:</b>				
CDB-DI (Bank certificates of deposit)	1,814,872	151,963	5,578,084	3,532,181
Treasury bills	74,524	124,046	74,524	124,046
Margin cash	18,608	80,444	435,927	387,344
Related party transactions	(1,231,471)	(8,371,733)	6,662	7,839
Credit note - export	(2,580,786)	(1,753,795)	(2,704,193)	(2,301,658)
CRA - Agribusiness Credit Receivable Certificates	(30,674)	(30,692)	(30,674)	(30,692)
Rural - Credit note	-	-	(10,022)	(4,176)
<b>Subtotal</b>	<b>(1,934,927)</b>	<b>(9,799,767)</b>	<b>3,350,308</b>	<b>1,714,884</b>
Derivatives (Swap)	(7,413,967)	(6,788,487)	(7,413,967)	(6,368,342)
<b>Total</b>	<b>(9,348,894)</b>	<b>(16,588,254)</b>	<b>(4,063,659)</b>	<b>(4,653,458)</b>
<b>Liabilities exposure to the LIBOR rate:</b>				
PPC term loan	-	-	-	(2,498,841)
Prepayment	-	-	-	(1,524,660)
FINIMP	-	(14,729)	-	(14,729)
Working Capital - American dollars	(14,696)	(16,645)	(14,696)	(16,645)
<b>Subtotal</b>	<b>(14,696)</b>	<b>(31,374)</b>	<b>(14,696)</b>	<b>(4,054,875)</b>
Derivatives (Swap)	-	-	-	1,541,061
<b>Total</b>	<b>(14,696)</b>	<b>(31,374)</b>	<b>(14,696)</b>	<b>(2,513,814)</b>
<b>Net exposure to the IPCA rate:</b>				
Margin cash	-	-	87,625	79,500
CRA - Agribusiness Credit Receivable Certificates	(8,727,682)	(8,398,599)	(8,727,682)	(8,398,599)
Related party transactions	565,203	543,165	565,203	543,165

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Treasury bills	-	-	138,273	77,049
<b>Subtotal</b>	<b>(8,162,479)</b>	<b>(7,855,434)</b>	<b>(7,936,581)</b>	<b>(7,698,885)</b>
Derivatives (Swap)	7,884,791	7,122,166	7,884,791	7,884,791
<b>Total</b>	<b>(277,688)</b>	<b>(733,268)</b>	<b>(51,790)</b>	<b>185,906</b>
<b>Liabilities exposure to the SOFR rate:</b>				
Prepayment	(488,349)	(528,230)	(2,082,334)	(842,188)
Prepayment - exchange agreement	(248,641)	-	(248,641)	-
<b>Total</b>	<b>(736,990)</b>	<b>(528,230)</b>	<b>(2,330,975)</b>	<b>(842,188)</b>
<b>Assets exposure to the CPI rate:</b>				
Margin cash	-	-	230,767	211,155
<b>Total</b>	<b>-</b>	<b>-</b>	<b>230,767</b>	<b>211,155</b>

**Sensitivity analysis:**

Contracts exposure	Risk	Current scenario	Scenario (I) VaR 99% I.C. 1 day				Scenario (II) Interest rate variation - 25%			Scenario (III) Interest rate variation - 50%		
			Rate	Effect on income		Rate	Effect on income		Rate	Effect on income		
				Company	Consolidated		Company	Consolidated		Company	Consolidated	
CDI	Increase	13.65%	13.74%	(7,963)	(3,467)	17.06%	(319,078)	(138,920)	20.48%	(638,062)	(277,799)	
Libor	Increase	6.04%	6.05%	(2)	(2)	7.55%	(222)	(222)	9.06%	(444)	(444)	
IPCA	Increase	3.94%	3.95%	(35)	(6)	4.93%	(2,735)	(510)	5.91%	(5,470)	(1,020)	
SOFR	Increase	5.09%	5.10%	(73)	(231)	6.36%	(9,382)	(29,673)	7.64%	(18,756)	(59,323)	
CPI	Decrease	4.00%	3.99%	-	(23)	3.00%	-	(2,308)	2.00%	-	(4,615)	
				<b>(8,073)</b>	<b>(3,729)</b>		<b>(331,417)</b>	<b>(171,633)</b>		<b>(662,732)</b>	<b>(343,201)</b>	

Company										
June 30, 2023										
Instrument	Risk factor	Maturity	Notional	Fair value	Fair value	Fair value	Notional	Fair value	Fair value	Fair value
				(Asset) - R\$	(Liability) - R\$			(Asset) - R\$	(Liability) - R\$	
Swap	PRÉ USD	2023	393,750	367,698	(413,440)	(45,742)	-	-	-	-
	IPCA	2024	537,534	670,164	(532,637)	137,527	537,534	646,186	(513,673)	132,513
	IPCA	2027	387,000	450,832	(416,771)	34,061	387,000	418,991	(417,549)	1,442
	IPCA	2028	442,000	520,382	(487,815)	32,567	442,000	481,768	(489,234)	(7,466)
	IPCA	2030	1,400,000	1,683,829	(1,604,647)	79,182	1,400,000	1,546,027	(1,603,211)	(57,184)
	IPCA	2031	1,492,769	1,716,686	(1,703,536)	13,150	1,430,000	1,480,425	(1,568,962)	(88,537)
	IPCA	2032	875,550	1,018,888	(1,001,524)	17,364	900,000	927,182	(972,097)	(44,915)
	IPCA	2036	93,940	113,133	(115,696)	(2,564)	100,000	101,869	(111,699)	(9,830)
	IPCA	2037	1,413,114	1,710,878	(1,670,536)	40,341	1,272,000	1,519,718	(1,625,735)	(106,017)
				<b>7,035,657</b>	<b>8,252,490</b>	<b>(7,946,602)</b>	<b>305,886</b>	<b>6,468,534</b>	<b>7,122,166</b>	<b>(7,302,160)</b>

Consolidated										
June 30, 2023										
Instrument	Risk factor	Maturity	Notional	Fair value	Fair value	Fair value	Notional	Fair value	Fair value	Fair value
				(Asset) - R\$	(Liability) - R\$			(Asset) - R\$	(Liability) - R\$	
Swap	CDI	2023	-	-	-	-	400,000	420,145	(404,637)	15,508
	LIBOR	2024	-	-	-	-	1,507,335	1,541,061	(1,462,267)	78,794
	PRÉ USD	2022	393,750	367,698	(413,440)	(45,742)	-	-	-	-
	IPCA	2024	537,534	670,164	(532,637)	137,527	537,534	646,186	(513,673)	132,513
	IPCA	2027	387,000	450,832	(416,771)	34,061	387,000	418,991	(417,549)	1,442
	IPCA	2028	442,000	520,382	(487,815)	32,567	442,000	481,768	(489,234)	(7,466)
	IPCA	2030	1,400,000	1,683,829	(1,604,647)	79,182	1,400,000	1,546,027	(1,603,211)	(57,184)
	IPCA	2031	1,492,769	1,716,686	(1,703,536)	13,150	1,430,000	1,480,425	(1,568,962)	(88,537)
	IPCA	2032	875,550	1,018,888	(1,001,524)	17,364	900,000	927,182	(972,097)	(44,915)
	IPCA	2036	93,940	113,133	(115,696)	(2,564)	100,000	101,869	(111,699)	(9,830)
IPCA	2037	1,413,114	1,710,878	(1,670,536)	40,341	1,272,000	1,519,718	(1,625,735)	(106,017)	
			<b>7,035,657</b>	<b>8,252,490</b>	<b>(7,946,602)</b>	<b>305,886</b>	<b>8,375,869</b>	<b>9,083,372</b>	<b>(9,169,064)</b>	<b>(85,692)</b>

**b. Exchange rate risk:**

Below are presented the risks related to the most significant exchange rates fluctuation given the relevance of these currencies in the Company's operations and the stress analysis scenarios and VaR to measure the total exposure as well as the cash flow risk with B3 and the Chicago Mercantile Exchange. In the Consolidated, the Company discloses these exposures considering the fluctuations of a exchange rate in particular towards the functional currency of each subsidiary.



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	Company					
	USD		EUR		GBP	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<b>OPERATING</b>						
Cash and cash equivalents	2,457,665	1,646,583	76,714	150,768	6,293	1,045
Trade accounts receivable	1,081,096	2,797,281	165,919	255,159	40,801	57,115
Sales orders	2,287,633	1,691,501	136,776	170,821	62,524	69,810
Trade accounts payable	-	(217,330)	-	(28,843)	-	-
<b>Operating subtotal</b>	<b>5,826,394</b>	<b>5,918,035</b>	<b>379,409</b>	<b>547,905</b>	<b>109,618</b>	<b>127,970</b>
<b>FINANCIAL</b>						
Loans and financing	(9,598,201)	(5,299,683)	(21,570.00)	(26,017)	-	-
<b>Financial subtotal</b>	<b>(9,598,201)</b>	<b>(5,299,683)</b>	<b>(21,570)</b>	<b>(26,017)</b>	<b>-</b>	<b>-</b>
<b>Operating financial subtotal</b>	<b>(3,771,807)</b>	<b>618,352</b>	<b>357,839</b>	<b>521,888</b>	<b>109,618</b>	<b>127,970</b>
Related parties transaction, net	-	(1,660,877)	-	-	-	-
<b>Total exposure</b>	<b>(3,771,807)</b>	<b>(1,042,525)</b>	<b>357,839</b>	<b>521,888</b>	<b>109,618</b>	<b>127,970</b>
<b>DERIVATIVES</b>						
Future contracts	(47,347)	2,557	(210,480)	(539,980)	-	-
Swap	367,698	-	-	-	-	-
<b>Total derivatives</b>	<b>320,351</b>	<b>2,557</b>	<b>(210,480)</b>	<b>(539,980)</b>	<b>-</b>	<b>-</b>
<b>NET EXPOSURE IN R\$</b>	<b>(3,451,456)</b>	<b>(1,039,968)</b>	<b>147,359</b>	<b>(18,092)</b>	<b>109,618</b>	<b>127,970</b>
Net debt in foreign subsidiaries <sup>(1)</sup>	(66,408,258)	(66,873,170)	-	-	-	-

	Consolidated									
	USD		EUR		GBP		MXN		AUD	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022
<b>OPERATING</b>										
Cash and cash equivalents	4,607,810	3,848,527	144,422	209,670	41,280	63,667	996,591	639,627	125	37
Trade accounts receivable	4,982,187	6,124,137	613,614	712,099	431,701	267,677	610,448	657,623	-	449
Sales orders	3,792,160	3,116,512	201,391	218,958	62,524	69,810	-	-	-	-
Trade accounts payable	(476,996)	(805,002)	(418,494)	(481,445)	(90,770)	(98,088)	(499,476)	(273,126)	(299)	(616)
Purchase orders	(207,568)	(321,825)	(30,874)	(63,557)	-	-	-	-	-	-
<b>Operating subtotal</b>	<b>12,697,593</b>	<b>11,962,349</b>	<b>510,059</b>	<b>595,725</b>	<b>444,735</b>	<b>303,066</b>	<b>1,107,563</b>	<b>1,024,124</b>	<b>(174)</b>	<b>(130)</b>
<b>FINANCIAL</b>										
Margin cash	11,681	1,402	-	-	-	-	-	-	-	-
Advances to customers	(298,435)	(188,904)	(5,581)	(4,468)	(625)	-	-	-	-	-
Loans and financing	(10,971,730)	(7,108,978)	(21,570)	(26,017)	-	-	-	-	-	-
<b>Financial subtotal</b>	<b>(11,258,484)</b>	<b>(7,296,480)</b>	<b>(27,151)</b>	<b>(30,485)</b>	<b>(625)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operating financial subtotal</b>	<b>1,439,109</b>	<b>4,665,869</b>	<b>482,908</b>	<b>565,240</b>	<b>444,110</b>	<b>303,066</b>	<b>1,107,563</b>	<b>1,024,124</b>	<b>(174)</b>	<b>(130)</b>
Related party transactions, net	-	-	1,497,894	1,510,817	-	-	-	-	-	-
<b>Total exposure</b>	<b>1,439,109</b>	<b>4,665,869</b>	<b>1,980,802</b>	<b>2,076,057</b>	<b>444,110</b>	<b>303,066</b>	<b>1,107,563</b>	<b>1,024,124</b>	<b>(174)</b>	<b>(130)</b>
<b>DERIVATIVES</b>										
Future contracts	73,133	2,557	(210,480)	(539,980)	-	-	-	-	-	-
Deliverable Forwards (DF's)	(2,363,240)	(2,417,731)	250,637	438,355	(30,255)	(27,174)	(1,581,315)	(1,520,318)	14,106	4,920
Non-Deliverable Forwards (NDF's)	(56,987)	15,804	(28,934)	(61,746)	(405,902)	(103,107)	-	-	-	-
Swap	367,698	78,793	-	-	-	-	-	-	-	-
<b>Total derivatives</b>	<b>(1,979,396)</b>	<b>(2,320,577)</b>	<b>11,223</b>	<b>(163,371)</b>	<b>(436,157)</b>	<b>(130,281)</b>	<b>(1,581,315)</b>	<b>(1,520,318)</b>	<b>14,106</b>	<b>4,920</b>
<b>NET EXPOSURE IN R\$</b>	<b>(540,287)</b>	<b>2,345,292</b>	<b>1,992,025</b>	<b>1,912,686</b>	<b>7,953</b>	<b>172,785</b>	<b>(473,752)</b>	<b>(496,194)</b>	<b>13,932</b>	<b>4,790</b>
Net debt in foreign subsidiaries <sup>(1)</sup>	(66,408,258)	(66,873,170)	-	-	-	-	-	-	-	-

<sup>(1)</sup> For currency hedging purposes, the Company includes in its exposure the net debt of foreign subsidiaries. Although these debts do not generate currency exposure in the Company's results (since they are abroad, and in the functional currency of each country), these debts in the consolidation are affected by the exchange rate, impacting shareholders' equity as exchange variation on investment, influencing the consolidated debt of the Company, and consequently the leverage indicators.

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Notes to the condensed financial statements for the six month period ended June 30, 2023 and 2022  
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**b1. Sensitivity analysis and derivative financial instruments breakdown:**
**b1.1 USD - American dollars (amounts in thousands of R\$):**

Exposure of R\$	Risk	Closing exchange rate	Scenario (i) VaR 99% I.C. 1 day		Scenario (ii) Interest rate variation - 25%		Scenario (iii) Interest rate variation - 50%				
			Exchange rate	Effect on income		Exchange rate	Effect on income		Exchange rate	Effect on income	
				Company	Consolidated		Company	Consolidated		Company	Consolidated
Operating	Appreciation	4.8192	4.9320	136,399	297,257	6.0240	1,456,598	3,174,398	7.2288	2,913,197	6,348,796
Financial	Depreciation	4.8192	4.9320	(378,399)	(310,497)	6.0240	(4,040,906)	(3,315,785)	7.2288	(8,081,812)	(6,631,571)
Derivatives	Depreciation	4.8192	4.9320	7,500	(46,339)	6.0240	80,088	(494,849)	7.2288	160,176	(989,698)
				<u>(234,500)</u>	<u>(59,579)</u>		<u>(2,504,220)</u>	<u>(636,236)</u>		<u>(5,008,439)</u>	<u>(1,272,473)</u>

Exposure of R\$	Risk	Closing exchange rate	Scenario (i) VaR 99% I.C. 1 day		Scenario (ii) Interest rate variation - 25%		Scenario (iii) Interest rate variation - 50%	
			Exchange rate	Effect on income	Exchange rate	Effect on income	Exchange rate	Effect on income
Net debt in foreign subsidiaries	Depreciation	4.8192	4.9320	(1,554,652)	6.0240	(16,602,064)	7.2288	(33,204,129)

			Company					
			June 30, 2023			December 31, 2022		
Instrument	Risk factor	Nature	Quantity	Notional (R\$)	Fair value	Quantity	Notional (R\$)	Fair value
Future Contract	American dollar	Short	947	(47,347)	1,610	51	2,557	(4,506)

			Consolidated					
			June 30, 2023			December 31, 2022		
Instrument	Risk factor	Nature	Quantity	Notional (R\$)	Fair value	Quantity	Notional (R\$)	Fair value
Future Contract	American dollar	Short	1,447	73,133	(57)	51	2,557	(4,506)

			Consolidated					
			June 30, 2023			December 31, 2022		
Instrument	Risk factor	Nature	Notional (USD)	Notional (R\$)	Fair value	Notional (USD)	Notional (R\$)	Fair value
Deliverable Forwards	American dollar	Short	(490,380)	(2,363,240)	17,682	(463,371)	(2,417,731)	67,658
Non-Deliverable Forwards	American dollar	Short	(11,825)	(56,987)	2,130	-	-	-

**b1.2 EUR - EURO (amounts in thousands of R\$):**

Exposure of R\$	Risk	Closing exchange rate	Scenario (i) VaR 99% I.C. 1 day		Scenario (ii) Interest rate variation - 25%		Scenario (iii) Interest rate variation - 50%				
			Exchange rate	Effect on income		Exchange rate	Effect on income		Exchange rate	Effect on income	
				Company	Consolidated		Company	Consolidated		Company	Consolidated
Operating	Appreciation	5.2626	5.1306	(9,519)	(12,797)	3.9470	(94,852)	(127,515)	2.6313	(189,704)	(255,029)
Financial	Depreciation	5.2626	5.1306	541	681	3.9470	5,392	6,788	2.6313	10,785	13,575
Related party	Appreciation	5.2626	5.1306	-	(37,583)	3.9470	-	(374,474)	2.6313	-	(748,947)
Derivatives	Appreciation	5.2626	5.1306	5,281	(282)	3.9470	52,620	(2,806)	2.6313	105,240	(5,611)
				<u>(3,697)</u>	<u>(49,981)</u>		<u>(36,840)</u>	<u>(498,007)</u>		<u>(73,679)</u>	<u>(996,012)</u>

			Company					
			June 30, 2023			December 31, 2022		
Instrument	Risk factor	Nature	Quantity	Notional (R\$)	Fair value	Quantity	Notional (R\$)	Fair value
Future Contract	Euro	Long	4,000	(210,480)	(850)	9,700	(539,980)	(2,872)

			Consolidated					
			June 30, 2023			December 31, 2022		
Instrument	Risk factor	Nature	Notional (EUR)	Notional (R\$)	Fair value	Notional (EUR)	Notional (R\$)	Fair value
Deliverable Forwards	Euro	Long	47,626	250,637	1,460	78,708	438,355	17,965
Non-Deliverable Forwards	Euro	Short	(5,498)	(28,934)	1,301	(11,087)	(61,746)	47

**JBS S.A.**

Notes to the condensed financial statements for the six month period ended June 30, 2023 and 2022  
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**b1.3 GBP - British Pound (amounts in thousands of R\$):**

Exposure of R\$	Risk	Closing exchange rate	Scenario (i) VaR 99% I.C. 1 day		Scenario (ii) Interest rate variation - 25%		Scenario (iii) Interest rate variation - 50%				
			Exchange rate	Effect on income		Exchange rate	Effect on income		Exchange rate	Effect on income	
				Company	Consolidated		Company	Consolidated		Company	Consolidated
Operating	Appreciation	6.1262	5.9592	(2,988)	(12,123)	4.5947	(27,404)	(111,184)	3.0631	(54,809)	(222,368)
Financial	Depreciation	6.1262	5.9592	-	17	4.5947	-	156	3.0631	-	313
Derivatives	Depreciation	6.1262	5.9592	-	11,890	4.5947	-	109,039	3.0631	-	218,078
				<u>(2,988)</u>	<u>(216)</u>		<u>(27,404)</u>	<u>(1,989)</u>		<u>(54,809)</u>	<u>(3,977)</u>

**Consolidated**

Instrument	Risk factor	Nature	June 30, 2023			December 31, 2022		
			Notional (GBP)	Notional (R\$)	Fair value	Notional (GBP)	Notional (R\$)	Fair value
Deliverable Forwards	British pound	Short	(4,939)	(30,255)	(414)	(4,328)	(27,174)	(193)
Non-Deliverable Forwards	British pound	Short	(66,257)	(405,902)	(12,125)	(16,422)	(103,107)	1,357

**b1.4 MXN - Mexican Peso (amounts in thousands of R\$):**

Exposure of R\$	Risk	Closing exchange rate	Scenario (i) VaR 99% I.C. 1 day		Scenario (ii) Interest rate variation - 25%		Scenario (iii) Interest rate variation - 50%				
			Exchange rate	Effect on income		Exchange rate	Effect on income		Exchange rate	Effect on income	
				Company	Consolidated		Company	Consolidated		Company	Consolidated
Operating	Appreciation	0.2811	0.2874		24,980	0.3514	276,910	0.4217	553,782		
Derivatives	Depreciation	0.2811	0.2874		(35,665)	0.3514	(395,357)	0.4217	(790,657)		
					<u>(10,685)</u>		<u>(118,447)</u>		<u>(236,875)</u>		

**Consolidated**

Instrument	Risk factor	Nature	June 30, 2023			December 31, 2022		
			Notional (MXN)	Notional (R\$)	Fair value	Notional (MXN)	Notional (R\$)	Fair value
Deliverable Forwards	Mexican peso	Short	(5,625,452)	(1,581,315)	(6,593)	(5,700,480)	(1,520,318)	(30,362)

**b1.5 AUD - Australian Dollar (amounts in thousands of R\$):**

Exposure of R\$	Risk	Closing exchange rate	Scenario (i) VaR 99% I.C. 1 day		Scenario (ii) Interest rate variation - 25%		Scenario (iii) Interest rate variation - 50%				
			Exchange rate	Effect on income		Exchange rate	Effect on income		Exchange rate	Effect on income	
				Company	Consolidated		Company	Consolidated		Company	Consolidated
Operating	Depreciation	3.2110	3.1282		4	2.4083	43	1.6055	87		
Derivatives	Appreciation	3.2110	3.1282		(364)	2.4083	(3,526)	1.6055	(7,053)		
					<u>(360)</u>		<u>(3,483)</u>		<u>(6,966)</u>		

**Consolidated**

Instrument	Risk factor	Nature	June 30, 2023			December 31, 2022		
			Notional (AUD)	Notional (R\$)	Fair value	Notional (AUD)	Notional (R\$)	Fair value
Deliverable Forwards	Australian dollar	Long	4,393	14,106	10	1,388	4,920	5

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**c. Commodity price risk**

The Company operates globally (the entire livestock protein chain and related business) and during the regular course of its operations is exposed to price fluctuations in feeder cattle, live cattle, lean hogs, corn, soybeans, and energy, especially in the North American, Australian and Brazilian markets. Commodity markets are characterized by volatility arising from external factors including climate, supply levels, transportation costs, agricultural policies and storage costs, among others. The Risk Management Department is responsible for mapping the exposures to commodity prices of the Company and proposing strategies to the Risk Management Committee, in order to mitigate such exposures.

**c1. Position balance in commodities (cattle) contracts of the Company:**

EXPOSURE in Commodities (Cattle)	Company	
	June 30, 2023	December 31, 2022
Firm contracts of cattle purchase	-	14,988
<b>Subtotal</b>	-	<b>14,988</b>
<b>DERIVATIVES</b>		
Future contracts	51,334	(2,007)
<b>Subtotal</b>	<b>51,334</b>	<b>(2,007)</b>
<b>NET EXPOSURE</b>	<b>51,334</b>	<b>12,981</b>

**Sensitivity analysis:**

Exposure	Risk	Closing price	Scenario (i) VaR 99% I.C. 1 day		Scenario (ii) @ Variation - 25%		Scenario (ii) @ Variation - 50%	
			Price	Effect on income	Price	Effect on income	Price	Effect on income
				Company		Company		Company
Derivatives	Cattle arroba depreciation	254.20	239.70	(2,929)	190.65	(12,833)	127.10	(25,667)
				<b>(2,929)</b>		<b>(12,833)</b>		<b>(25,667)</b>

**Derivatives financial instruments breakdown:**

Instrument	Risk factor	Nature	Company					
			June 30, 2023			December 31, 2022		
			Quantity	Notional	Fair value	Quantity	Notional	Fair value
Future Contracts	Commodities (Cattle)	Long	589	51,334	(11)	-	-	-
Future Contracts	Commodities (Cattle)	Short	-	-	-	21	(2,007)	(99)

**c2. Position balance in commodities (grain) derivatives financial instruments of Seara Alimentos:**

EXPOSURE in Commodities (Grain)	Seara Alimentos	
	June 30, 2023	December 31, 2022
<b>OPERATING</b>		
Purchase orders	1,832,396	1,172,761
<b>Subtotal</b>	<b>1,832,396</b>	<b>1,172,761</b>
<b>DERIVATIVES</b>		
Future contracts	(371,345)	(4,947)
Non-Deliverable Forwards	-	(161,694)
<b>Subtotal</b>	<b>(371,345)</b>	<b>(166,641)</b>
<b>NET EXPOSURE</b>	<b>1,461,051</b>	<b>1,006,120</b>

**JBS S.A.**

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**Sensitivity analysis:**

Exposure	Risk	Scenario (i) VaR 99% I.C. 1 day		Scenario (ii) Price variation - 25%		Scenario (ii) Price variation - 50%	
		Effect on income		Effect on income		Effect on income	
		Price	Seara Alimentos	Price	Seara Alimentos	Price	Seara Alimentos
Operating	Depreciation	(1.71)%	(31,389)	(25.00)%	(458,099)	(50.00)%	(916,198)
Derivatives	Appreciation	(1.71)%	6,361	(25.00)%	92,836	(50.00)%	185,673
			<u>(25,028)</u>		<u>(365,263)</u>		<u>(730,525)</u>

**Derivatives financial instruments breakdown:**

Instrument	Risk factor	Nature	Seara Alimentos					
			June 30, 2023			December 31, 2022		
			Quantity	Notional	Fair value	Quantity	Notional	Fair value
Future contracts	Commodities (Grains)	Short	3,294	(371,345)	(61,145)	520	(4,947)	(12,774)
Non-Deliverable Forwards	Commodities (Grains)	Short	-	-	-	4,000	(161,694)	3,571

**c3. Hedge accounting of Seara Alimentos:**

From the third quarter of 2021, the indirect subsidiary Seara Alimentos reviewed its hedge policies and started to apply hedge accounting in grain operations, aiming at bringing stability to the subsidiary's results. The designation of these instruments is based on the guidelines outlined in the Financial and Commodity Risk Management Policy defined by the Risk Management Committee and approved by the Board of Directors.

Financial instruments designated for hedge accounting were classified as cash flow hedge. The effective amount of the instrument's gain or loss is recognized under "Other comprehensive income (expense)" and the ineffective amount under "Financial income (expense), net", and the accumulated gains and losses are reclassified to profit and loss or to the balance sheet when the object is recognized, adjusting the item in which the hedged object was recorded.

In these hedge relationships, the main sources of ineffectiveness are the effect of the counterparties and the Company's own credit risk on the fair value of the forward foreign exchange contracts, which is not reflected in the change in the fair value of the hedged cash flows attributable to the change in exchange rates; and changes in the timing of the hedged transactions.

The derivative financial instruments designated at the June 30, 2023, as hedge accounting, according to the cash flow method, to protect the operating results in relation to the price of commodities are:

Hedge accounting - Derivative instruments	Risk factor	Quantity	Notional	Fair value
Future contracts	Commodities	3,294	(371,345)	(61,144)
Future contracts	American Dollar	500	120,480	(1,667)

Seara Alimentos also designates derivatives to hedge the fair value of debt instruments with floating interest rates through swaps of fixed interest rates, measured in accordance with fair value hedge accounting.

**c3.1. Hedge accounting:**

Below is shown the effects on income for the period, on other comprehensive income and on the balance sheet of derivative financial instruments contracted for hedging exchange rates, commodity prices and interest rates (cash flow and fair value hedges):

Income statement:	Seara Alimentos	
	2023	2022
Cost of sales before hedge accounting adoption	(19,636,524)	(17,593,847)
Derivatives operating income (loss)	101,296	152,410
Currency	8,122	31,114
Commodities	93,174	121,296
Cost of sales with hedge accounting	(19,535,228)	(17,441,437)
Financial income (expense), net excluding derivatives	146,726	(69,464)
Derivatives financial income (expense), net	(122,684)	(260,653)
Currency	(16)	(316,112)
Commodities	(119,132)	1,438
Interests	(3,536)	54,021
Financial income (expense), net	24,042	(330,117)

Below are the effects on other comprehensive income (expense), after the adoption of hedge accounting:

Statements of other comprehensive income (expense):	Seara Alimentos	
	June 30, 2023	December 31, 2022
Financial instruments designated as <i>hedge accounting</i> :		
Currency	(4,431)	(30,093)
Commodities	(50,830)	(224,889)
Gain (loss) on cash flow hedge	(55,261)	(254,982)

**JBS S.A.**

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<b>Other comprehensive income</b>	(14,978)	(465,076)
Deferred income tax on hedge accounting	<b>5,093</b>	158,126
<b>Total of other comprehensive income (expense)</b>	<b>(9,885)</b>	<b>(306,950)</b>

Below are the effects on the balance sheet, after the adoption of hedge accounting:

	<b>Seara Alimentos</b>	
	<b>June 30, 2023</b>	<b>December 31, 2022</b>
<b>Balance sheet:</b>		
<b>Derivative (liabilities)/assets</b>		
<b>Financial instruments designated as hedge accounting:</b>		
Currency	(1,667)	-
Commodities	(61,144)	(9,203)
<b>Derivative (liabilities)/assets</b>	<b>-</b>	<b>94,302</b>
<b>Financial instruments not designated as hedge accounting:</b>		
Interests	-	94,302
<b>Other comprehensive income (expense)</b>	<b>(55,261)</b>	<b>(40,284)</b>
Currency	(4,431)	(13,541)
Commodities	(50,830)	(26,743)
<b>Inventories</b>	<b>15,356</b>	<b>36,269</b>
Currency	1,231	11,991
Commodities	14,125	24,278

**Open balance sheet position of derivative assets and liabilities:**

	<b>Seara Alimentos</b>	
	<b>June 30, 2023</b>	<b>December 31, 2022</b>
<b>Assets:</b>		
<b>Not designated as hedge accounting</b>		<b>94,302</b>
Interests	-	94,302
<b>Current assets</b>	<b>-</b>	<b>69,221</b>
<b>Non-current assets</b>	<b>-</b>	<b>25,081</b>
<b>(Liabilities):</b>		
<b>Designated as hedge accounting</b>	<b>61,144</b>	<b>9,203</b>
Currency	1,667	-
Commodities	61,144	9,203
<b>Current liabilities</b>	<b>62,811</b>	<b>9,203</b>

**c4. Position balance in commodities derivatives financial instruments of JBS USA:**

	<b>JBS USA</b>	
	<b>June 30, 2023</b>	<b>December 31, 2022</b>
<b>EXPOSURE in Commodities</b>		
<b>OPERATIONAL</b>		
Firm contracts of cattle purchase	15,650,185	13,120,065
<b>Subtotal</b>	<b>15,650,185</b>	<b>13,120,065</b>
<b>DERIVATIVES</b>		
Deliverable Forwards	(77,541)	(804,976)
<b>Subtotal</b>	<b>(77,541)</b>	<b>(804,976)</b>
<b>NET EXPOSURE</b>	<b>15,572,644</b>	<b>12,315,089</b>

**Sensitivity analysis:**

Exposure	Risk	Scenario (i) VaR 99% I.C. 1 day		Scenario (ii) Price variation - 25%		Scenario (iii) Price variation - 50%	
		Price	Effect on income	Price	Effect on income	Price	Effect on income
			JBS USA		JBS USA		JBS USA
Operating	Depreciation	(1.95)%	(305,179)	(25.00)%	(3,912,546)	(50.00)%	(7,825,092)
Derivatives	Appreciation	(1.95)%	1,512	(25.00)%	19,385	(50.00)%	38,770
			<b>(303,667)</b>		<b>(3,893,161)</b>		<b>(7,786,322)</b>

**Derivatives financial instruments breakdown:**

Instrument	Risk factor	Nature	<b>Consolidated</b>					
			<b>June 30, 2023</b>			<b>December 31, 2022</b>		
			Notional (USD)	Notional (R\$)	Fair value	Notional (USD)	Notional (R\$)	Fair value
Deliverable Forwards	Commodities (Cattle)	Short	(16,090)	(77,541)	(353,257)	(154,278)	(804,976)	(162,698)

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**d. Liquidity risk**

The table below shows the contractual obligation amounts from financial liabilities of the Company according to their maturities:

	Company									
	June 30, 2023					December 31, 2022				
	Less than 1 year	Between 1 and 3 years	Between 4 and 5 years	More than 5 years	Total	Less than 1 year	Between 1 and 3 years	Between 4 and 5 years	More than 5 years	Total
Trade accounts payable and supply chain finance	4,947,410	–	–	–	4,947,410	5,561,549	–	–	–	5,561,549
Loans and financing	8,450,998	2,326,019	1,877,417	8,462,040	21,116,474	4,999,929	2,992,141	849,530	6,857,983	15,699,583
Estimated interest on loans and financing <sup>(1)</sup>	1,205,372	1,170,381	1,203,900	2,177,336	5,756,989	1,217,565	1,984,740	1,671,359	3,710,473	8,584,137
Derivatives liabilities	292,618	–	–	–	292,618	278,227	–	–	–	278,227
Payments of leases	42,757	38,724	9,818	4,817	96,116	27,675	33,141	2,247	4,160	67,223
Other financial liabilities	5,180	101,250	101,250	–	207,680	5,180	–	–	–	5,180
	<b>Consolidated</b>									
	June 30, 2023					December 31, 2022				
	Less than 1 year	Between 1 and 3 years	Between 4 and 5 years	More than 5 years	Total	Less than 1 year	Between 1 and 3 years	Between 4 and 5 years	More than 5 years	Total
	Trade accounts payable and supply chain finance	28,258,253	–	–	–	28,258,253	34,080,614	–	–	–
Loans and financing	10,685,580	3,253,583	10,728,270	69,131,589	93,799,022	8,228,557	4,252,661	12,503,378	67,369,465	92,354,061
Estimated interest on loans and financing <sup>(1)</sup>	5,744,622	8,403,334	7,169,425	20,591,062	41,908,443	4,822,959	9,587,500	7,749,370	23,172,460	45,332,289
Derivatives liabilities	868,433	–	–	–	868,433	559,536	–	–	–	559,536
Payments of leases	1,693,309	2,461,293	1,598,486	4,696,765	10,449,853	1,788,353	2,611,660	1,634,458	4,452,019	10,486,490
Other financial liabilities	34,679	101,250	101,518	–	237,447	33,903	27,793	268	–	61,964

<sup>(1)</sup> Includes interest on all loans and financing outstanding. Payments are estimated for variable rate debt based on effective interest rates at June 30, 2023 and December 31, 2022. Payments in foreign currencies are estimated using the June 30, 2023 and 2021 exchange rates.

The Company has future commitment for purchase of grains and cattle whose balances at June 30, 2023 in the amount of R\$489,307 (R\$451,296 at December 31, 2022), in the Company and R\$ billion (R\$ billion at December 31, 2022), in the Consolidated.

The Company has securities pledged as collateral for derivative transactions with the commodities and futures whose balance at June 30, 2023 is R\$18,608 (R\$80,434 at December 31, 2022). This guarantee is larger than its collateral.

The indirect subsidiary JBS USA and its subsidiaries, has securities pledged as collateral for derivative transactions with the commodities and futures whose balance at June 30, 2023 is R\$648,086 (R\$518,055 at December 31, 2022). This guarantee is larger than its collateral.

Also, the direct subsidiary Seara Alimentos has securities pledged as collateral for derivative transactions with the commodities and futures whose balance at June 30, 2023 is R\$143,332.70315 (R\$80,902 in 31 de dezembro de 2022). This guarantee is larger than its collateral.

As disclosed in Note 17 – Loans and financings, the Company has a bank loan that contains a loan covenant. A future breach of covenant may require the Company to repay the loan earlier than indicated in the above table.

The interest payments on variable interest rate loans and bond issues in the table above reflect market forward interest rates at the reporting date and these amounts may change as market interest rates change. The future cash flows on contingent consideration and derivative instruments may be different from the amount in the above table as interest rates and exchange rates or the relevant conditions underlying the contingency change. Except for these financial liabilities, it is not expected that the cash flows included in the maturity analysis could occur significantly earlier, or at significantly different amounts.

**e. Risks linked to climate change and the sustainability strategy**

In view of the Company's operations, there is inherent exposure to risks related to climate change. Certain Company assets, which are mainly biological assets that can be measured at fair value, may be impacted by climate change and are considered in the preparation process of these financial statements.

For the six-month period ended June 30, 2023, Management considered as main risk the data and assumptions highlighted below:

(i) possible impacts on the determination of fair value in biological assets due to the effects of climate change, such as temperature rise, scarcity of water resources, may impact some assumptions used in accounting estimates related to the Company's biological assets, as follows:

- losses of biological assets due to heat waves and droughts which occur with greater frequency and intensity;
- reduction in the expected growth of our biological assets due to natural disasters, fires, pandemics or changes in rainfall patterns; and
- interruption in the production chain due to adverse weather events, causing power outages, fuel shortages, disruption of transportation channels, among other things.

(ii) structural changes and their impacts on the business, such as:

- regulatory and legal: regulation and legislation arising from Brazilian and/or international authorities that encourage the transition to a low-carbon economy and/or with greater biodiversity and that increase the risk of litigation and/or commercial restrictions related to the alleged contribution, even if indirect, for the intensification of climate change;
- reputational: related to customers' perceptions and the society in general regarding the positive or negative contribution of an organization to a low carbon economy.

**28 Subsequent events**

a. On July 12, 2023, the Company announced the dual listing structure of its shares in Brazil and United States of America, through JBS B.V. Company, located in Netherlands. The operation will be submitted to the approval of the Extraordinary General Boarding Meeting, to be convened. If this transaction is approved, following its completion at the Brazilian Securities Commission (Comissão de Valores Mobiliários -CVM), JBS B.V will be registered as a foreign issuer to have Brazilian Depositary Receipts - BDRs level II listed on B3 representing its Class A Shares. At the SEC, the JBS B.V. will be registered as a foreign issuer (Foreign Private Issuer – FPI) in order to have its Class A Shares listed on the New York Stock Exchange (NYSE), located in the United States of America.

**JBS S.A.**

Notes to the condensed financial statements for the six month period ended June 30, 2023 and 2022  
(Expressed in thousands of Brazilian reais)

b. On July 24, 2023, the registration statement related to Offers to Exchange All Outstanding Unregistered Notes of the Series Specified for new notes became effective with the SEC. As a result of the effectiveness of the registration statement the Company will be subject to disclosure requirements and other regulations and standards relating to securities in the United States of America and the compliance obligations of SOX.

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**JBS S.A.**

Notes to the condensed financial statements for the six month period ended June 30, 2023 and 2022  
(Expressed in thousands of Brazilian reais)

**29 Approval of the financial statements**

The issuance of these individual and condensed interim financial statements was approved by the Board of Directors on August 14, 2023.

**BOARD OF DIRECTORS**

<b>Chairman:</b>	Jeremiah Alphonsus O'Callaghan
<b>Vice-Chairman:</b>	José Batista Sobrinho
<b>Independent Board Member:</b>	Alba Pettengill
<b>Independent Board Member:</b>	Gelson Luiz Merisio
<b>Independent Board Member:</b>	Cledorvino Belini
<b>Independent Board Member:</b>	Francisco Turra
<b>Independent Board Member:</b>	Carlos Hamilton Vasconcelos Araújo
<b>Independent Board Member:</b>	Kátia Regina de Abreu Gomes
<b>Independent Board Member:</b>	Paulo Bernardo Silva

**STATUTORY AUDIT COMMITTEE REPORT**

The Statutory Audit Committee reviewed the individual and consolidated condensed interim financial statements for the six month period ended June 30, 2023, at August 14, 2023. Based on the procedures performed, also considering KPMG Auditores Independentes Ltda. review report, as well as the information and clarifications received during the period, the Committee recommends that these documents are in a position to be considered by the Board of Directors.

**STATUTORY AUDIT COMMITTEE**

<b>Chairman:</b>	Carlos Hamilton Vasconcelos Araújo
<b>Committee Member:</b>	Paulo Sérgio Cruz Dortas Matos
<b>Committee Member:</b>	Gelson Luiz Merisio

**FISCAL COUNCIL REPORT**

The Fiscal Council, in the use of its legal and statutory attributions, examined and discussed with the Administration the earnings release and the Company's individual and consolidated condensed interim financial statements including the proposal for the earning allocation for the six month period ended June 30, 2023, at August 14, 2023, and validated these financial condensed interim financial statements approved by the Company's Board of Directors on this date.

Based on our review, the information and clarifications received during this period and considering KPMG Auditores Independentes Ltda. audit report on the individual and consolidated financial statements, without reservations, issued on this date, the Fiscal Council was not aware of any additional fact that would lead us to believe that the aforementioned financial statements do not reflect in all material respects the information contained therein and that are in a position to be disclosed by the Company.

**FISCAL COUNCIL**

<b>Chairman:</b>	Adrian Lima da Hora
<b>Council Member:</b>	Demetrius Nichele Macei
<b>Council Member:</b>	José Paulo da Silva Filho
<b>Council Member:</b>	Orlando Octávio de Freitas Júnior
<b>Council Member:</b>	Patrícia da Silva Barros

**STATEMENT OF OFFICERS ON THE FINANCIAL STATEMENTS AND ON THE INDEPENDENT AUDITORS REPORT**

The Company's Officers declare at August 14, 2023, for the purposes of Article 25, paragraph 1, item V and VI of CVM Instruction No. 480 of December 7, 2009, that:

- (i) They reviewed, discussed and agreed with the independent auditors report on the individual and consolidated condensed interim financial statements for the six month period ended June 30, 2023, and
- (ii) They reviewed, discussed and agreed with the condensed interim financial statements for the six month period ended June 30, 2023.

**STATUTORY BOARD**

<b>Global Chief Executive Officer:</b>	Gilberto Tomazoni
<b>Administrative and Control Officer:</b>	Eliseo Santiago Perez Fernandez
<b>Chief Financial Officer:</b>	Guilherme Perboyre Cavalcanti
<b>Officer:</b>	Jeremiah Alphonsus O'Callaghan
<b>Global Chief Operating Officer:</b>	Wesley Mendonça Batista Filho

**Accountant:** Aginaldo dos Santos Moreira Jr. (CRC SP: 244207/O-4)

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