



JBS S.A.

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

As of March 31, 2022 and 2021



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(Free translation from the original issued in Portuguese. In the event of any discrepancies, the Portuguese language version shall prevail.)

Report on review of interim financial information

**Grant Thornton Auditores
Independentes**

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

Introduction

We have reviewed the individual and consolidated interim financial information of JBS S.A. ("Company"), identified as Company and Consolidated, respectively, included in the Interim Financial Information Form (ITR) for the quarter ended March 31, 2022, which comprises the balance sheet as of March 31, 2022 and the related income statement and statement of comprehensive income, statement of changes in equity and statement of cash flows for the three-month period then ended, including the explanatory notes.

Management is responsible for the preparation of the individual and consolidated interim financial information in accordance with Technical Pronouncement NBC TG 21 - Interim Financial Reporting and IAS 34 - Interim Financial Reporting, issued by the International Accounting Standards Board (IASB), as well as for the presentation of such information in accordance with the standards issued by the Brazilian Securities and Exchange Commission (CVM) applicable to the preparation of Interim Financial Information (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 Brazilian and international standards on review of interim financial information (NBC TR 2410 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 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 standards on auditing 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 interim financial statements referred to above is not prepared, in all material respects, in accordance with NBC TG 21 and IAS 34 applicable to the preparation of the Interim Financial Statements (ITR), and presented in accordance with the standards issued by the Brazilian Securities and Exchange Commission (CVM).

Other matters

Statements of value added

The interim financial information referred to above includes the individual and consolidated statements of value added ("DVA") for the three-month period ended March 31, 2022, prepared under the responsibility of the Company's Management and presented as additional information for IAS 34 purposes. These statements were subject to review procedures performed together with the review of the interim financial information in order to conclude whether they are reconciled to the interim financial information and accounting records, as applicable, and whether their form and substance are in accordance with the criteria defined in the Technical Pronouncement NBC TG 09 – Statement of Value Added. Based on our review, nothing has come to our attention that causes us to believe that such statement of value added were not prepared, in all material respects, according to the criteria defined in that standard and consistently in relation to the individual and consolidated interim financial information taken as a whole.

São Paulo, May 11, 2022



Alcido Afonso Louro Neto
Assurance Partner

Grant Thornton Auditores Independentes

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

	Note	Company		Consolidated	
		March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	4	2,487,025	2,654,374	17,281,756	23,239,150
Margin cash	4	10,381	168,808	1,239,280	1,245,354
Trade accounts receivable	5	3,402,071	4,259,402	17,540,402	19,877,408
Inventories	6	4,825,978	5,108,044	26,347,925	26,542,009
Biological assets	7	–	–	7,442,272	7,420,848
Recoverable taxes	8	1,174,885	1,139,385	2,678,440	3,204,923
Derivative assets		–	–	775,509	468,292
Other current assets		207,466	276,306	1,675,959	1,927,978
TOTAL CURRENT ASSETS		12,107,806	13,606,319	74,981,543	83,925,962
NONCURRENT ASSETS					
Recoverable taxes	8	4,751,173	4,982,893	7,689,463	7,890,699
Biological assets	7	–	–	2,113,544	2,245,019
Related party receivables	9	457,919	4,032,213	405,565	417,702
Deferred income taxes	10	–	–	1,997,275	1,730,122
Derivative assets		241,110	218,409	281,101	246,703
Other noncurrent assets		404,773	505,537	989,101	1,186,038
		5,854,975	9,739,052	13,476,049	13,716,283
Investments in subsidiaries, associates and joint venture	11	52,796,869	60,496,030	250,423	243,190
Property, plant and equipment	12	12,375,892	12,268,840	53,343,290	56,916,306
Right of use assets	13	39,451	45,583	7,429,890	7,958,911
Intangible assets	14	33,080	33,439	10,061,665	11,783,916
Goodwill	15	9,085,970	9,085,970	29,672,471	32,564,548
TOTAL NONCURRENT ASSETS		80,186,237	91,668,914	114,233,788	123,183,154
TOTAL ASSETS		92,294,043	105,275,233	189,215,331	207,109,116

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

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

	Note	Company		Consolidated	
		March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
LIABILITIES AND EQUITY					
CURRENT LIABILITIES					
Trade accounts payable	16	3,551,650	5,277,159	24,887,341	30,217,201
Supply chain finance	16	832,144	709,630	2,582,013	2,687,974
Loans and financing	17	8,047,593	8,739,280	11,020,829	11,914,284
Income taxes	18	–	–	1,310,110	988,897
Other taxes payable	18	348,437	321,853	722,806	744,094
Accrued payroll and social charges	19	912,755	997,438	5,846,214	6,963,119
Lease liabilities	13	19,251	22,412	1,494,798	1,625,889
Dividends payable		98	108	146	156
Other financial liabilities		8,539	10,189	36,185	37,187
Provisions	20	–	–	441,137	1,338,422
Derivative liabilities		468,726	285,837	1,561,428	773,279
Other current liabilities		1,765,375	1,483,956	3,211,245	2,521,736
TOTAL CURRENT LIABILITIES		15,954,568	17,847,862	53,114,252	59,812,238
NONCURRENT LIABILITIES					
Loans and financings	17	6,579,720	7,022,860	72,749,418	80,603,870
Accrued income taxes and other taxes	18	377,811	409,056	572,338	569,596
Accrued payroll and social charges	19	1,866,285	1,909,835	2,351,639	2,930,082
Lease liabilities	13	28,046	30,187	6,304,507	6,718,391
Other financial liabilities		–	–	48,365	54,047
Deferred income taxes	10	3,140,585	3,141,465	5,892,026	6,573,946
Provisions	20	496,702	482,593	1,342,897	1,329,419
Related party payables	9	20,626,984	30,273,357	–	–
Other noncurrent liabilities		37,251	38,726	370,980	720,807
TOTAL NONCURRENT LIABILITIES		33,153,384	43,308,079	89,632,170	99,500,158
EQUITY					
	21				
Share capital - common shares		23,576,206	23,576,206	23,576,206	23,576,206
Capital reserve		(435,449)	(385,856)	(435,449)	(385,856)
Other reserves		42,150	43,957	42,150	43,957
Profit reserves		8,636,654	10,447,755	8,636,654	10,447,755
Accumulated other comprehensive income		6,222,450	10,437,230	6,222,450	10,437,230
Retained earnings		5,144,080	–	5,144,080	–
Attributable to company shareholders		43,186,091	44,119,292	43,186,091	44,119,292
Attributable to non-controlling interest		–	–	3,282,818	3,677,428
TOTAL EQUITY		43,186,091	44,119,292	46,468,909	47,796,720
TOTAL LIABILITIES AND EQUITY		92,294,043	105,275,233	189,215,331	207,109,116

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

JBS S.A.
Statements of income for the three month period ended at March 31, 2022 and 2021
In thousands of Brazilian Reais - R\$

	Note	Company		Consolidated	
		2022	2021	2022	2021
NET REVENUE	22	13,542,343	10,969,206	90,866,573	75,251,218
Cost of sales	26	(11,694,937)	(9,834,972)	(74,500,932)	(64,139,439)
GROSS PROFIT		1,847,406	1,134,234	16,365,641	11,111,779
General and administrative expense	26	(838,311)	(560,362)	(3,176,140)	(2,499,579)
Selling expense	26	(836,726)	(546,240)	(5,754,169)	(4,080,593)
Other expense		(87,922)	(2,869)	(119,722)	(40,533)
Other income		1,046	44,094	92,415	137,188
OPERATING EXPENSES		(1,761,913)	(1,065,377)	(8,957,616)	(6,483,517)
OPERATING PROFIT		85,493	68,857	7,408,025	4,628,262
Finance income	23	2,246,087	336,184	2,914,445	333,372
Finance expense	23	(1,673,236)	(529,155)	(3,124,518)	(1,506,108)
		572,851	(192,971)	(210,073)	(1,172,736)
Share of profit of equity-accounted investees, net of tax	11	4,861,690	2,735,859	15,161	26,711
PROFIT BEFORE TAXES		5,520,034	2,611,745	7,213,113	3,482,237
Current income taxes	10	(378,642)	(526,277)	(1,948,604)	(1,159,703)
Deferred income taxes	10	881	(39,947)	174,309	(166,955)
		(377,761)	(566,224)	(1,774,295)	(1,326,658)
NET INCOME		5,142,273	2,045,521	5,438,818	2,155,579
ATTRIBUTABLE TO:					
Company shareholders		5,142,273	2,045,521	5,142,273	2,045,521
Non-controlling interest		—	—	296,545	110,058
		5,142,273	2,045,521	5,438,818	2,155,579
Basic and diluted earnings per share - common shares (R\$)	24	2.29	0.81	2.29	0.81

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JBS S.A.

Statements of comprehensive income for the three month period ended at March 31, 2022 and 2021
In thousands of Brazilian Reais - R\$

	Reference	Company		Consolidated	
		2022	2021	2022	2021
Net income	IS	5,142,273	2,045,521	5,438,818	2,155,579
Other comprehensive income					
Items that may be subsequently reclassified to profit or loss:					
Foreign currency translation adjustments	SCSE	(6,050,179)	2,691,403	(6,668,072)	3,048,385
Net exchange differences from translation of foreign operations taken to equity	SCSE	2,305,284	(1,653,236)	2,305,284	(1,653,236)
Valuation adjustments to equity in subsidiaries	SCSE	(4,778)	117,395	2,731	146,150
Gain (loss) on cash flow hedge	SCSE	(465,107)	–	(465,107)	–
Total other comprehensive income (loss)		(4,214,780)	1,155,562	(4,825,164)	1,541,299
Comprehensive income		927,493	3,201,083	613,654	3,696,878
Total comprehensive income attributable to:					
Company shareholders	SCSE	927,493	3,201,083	927,493	3,201,083
Non-controlling interest	SCSE	–	–	(313,839)	495,795
		927,493	3,201,083	613,654	3,696,878

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



JBS S.A.
Statements of changes in equity for the three month period ended at March 31, 2022 and 2021
In thousands of Brazilian Reals - R\$

Note	Capital reserves					Profit reserves				Other comprehensive income		Retained earnings	Total	Non-controlling interest	Total equity
	Share capital	Premium on issue of shares	Capital transaction ⁽¹⁾	Stock options	Other reserves	Treasury shares	Legal	Investments statutory	Dividends	VAE	ATA				
DECEMBER 31, 2020	23,576,206	211,879	(679,054)	32,262	49,430	(303,565)	1,003,965	4,743,294	1,419,037	(29,269)	10,095,137	—	40,119,322	3,424,867	43,544,189
Net income	—	—	—	—	—	—	—	—	—	—	—	2,045,521	2,045,521	110,058	2,155,579
Net exchange differences from translation of foreign operations taken to equity ⁽²⁾	—	—	—	—	—	—	—	—	—	—	(1,653,236)	—	(1,653,236)	—	(1,653,236)
Foreign currency translation adjustments ⁽²⁾	11	—	—	—	—	—	—	—	—	—	2,691,403	—	2,691,403	356,982	3,048,385
Valuation adjustments to equity in subsidiaries ⁽²⁾	—	—	—	—	—	—	—	—	—	117,395	—	—	117,395	28,755	146,150
Total comprehensive income	—	—	—	—	—	—	—	—	—	117,395	1,038,167	2,045,521	3,201,083	495,795	3,696,878
Purchase of treasury shares	21 b2	—	—	—	—	(3,120,465)	—	—	—	—	—	—	(3,120,465)	—	(3,120,465)
Cancellation of treasury shares	21 b2	—	—	—	—	2,879,309	—	(2,879,309)	—	—	—	—	—	—	—
Share-based compensation	—	—	9,344	—	—	—	—	—	—	—	—	—	9,344	2,309	11,653
Treasury shares used in stock option plan	—	—	—	(1,798)	—	4,523	—	(2,725)	—	—	—	—	—	—	—
Realization of other reserves	—	—	—	—	(1,197)	—	—	—	—	—	—	1,197	—	—	—
White Stripe dividend to non-controlling interest	—	—	—	—	—	—	—	—	—	—	—	—	—	(9,315)	(9,315)
Others	—	—	—	—	—	—	—	—	—	—	—	—	—	1,396	1,396
MARCH 31, 2021	23,576,206	211,879	(669,710)	30,464	48,233	(540,198)	1,003,965	1,861,260	1,419,037	88,126	11,133,304	2,046,718	40,209,284	3,915,052	44,124,336
DECEMBER 31, 2021	23,576,206	211,879	(628,199)	30,464	43,957	(3,037,838)	2,028,293	11,457,300	—	334,646	10,102,584	—	44,119,292	3,677,428	47,796,720
Net income	—	—	—	—	—	—	—	—	—	—	—	5,142,273	5,142,273	296,545	5,438,818
Foreign currency translation adjustments ⁽²⁾	11	—	—	—	—	—	—	—	—	—	(6,050,179)	—	(6,050,179)	(617,893)	(6,668,072)
Net exchange differences from translation of foreign operations taken to equity ⁽²⁾	—	—	—	—	—	—	—	—	—	—	2,305,284	—	2,305,284	—	2,305,284
Valuation adjustments to equity in subsidiaries ⁽²⁾	—	—	—	—	—	—	—	—	—	(4,778)	—	—	(4,778)	7,509	2,731
Gain (loss) on cash flow hedge ⁽³⁾	27 c.3.1	—	—	—	—	—	—	—	—	(465,107)	—	—	(465,107)	—	(465,107)
Total comprehensive income	—	—	—	—	—	—	—	—	—	(469,885)	(3,744,895)	5,142,273	927,493	(313,839)	613,654
Purchase of treasury shares	21 b1	—	—	—	—	(1,811,101)	—	—	—	—	—	—	(1,811,101)	—	(1,811,101)
Cancellation of treasury shares	21 b1	—	—	—	—	4,848,939	—	(4,848,939)	—	—	—	—	—	—	—
Share-based compensation	—	—	9,467	—	—	—	—	—	—	—	—	—	9,467	2,334	11,801
Realization of other reserves	—	—	—	—	(1,807)	—	—	—	—	—	—	1,807	—	—	—
PPC share repurchase	—	—	(59,060)	—	—	—	—	—	—	—	—	—	(59,060)	(80,018)	(139,078)
Distribution of interim dividends	21 b2	—	—	—	—	—	—	(2,218,116)	2,218,116	—	—	—	—	—	—
Dividends to non-controlling interest	—	—	—	—	—	—	—	—	—	—	—	—	—	(3,736)	(3,736)
Others	—	—	—	—	—	—	—	—	—	—	—	—	—	649	649
MARCH 31, 2022	23,576,206	211,879	(677,792)	30,464	42,150	—	2,028,293	4,390,245	2,218,116	(135,239)	6,357,689	5,144,080	43,186,091	3,282,818	46,468,909

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

⁽²⁾ Accumulated translation adjustments and exchange variation in subsidiaries

⁽³⁾ Valuation adjustments to equity arising from derivative financial instruments and defined benefit plans in the indirect subsidiary JBS USA.

⁽⁴⁾ Refers to the capitalization of exchange variation of intercompany balances between JBS S.A. and JBS Luxembourg S.à.r.l.. Thus, since the balances are an extension of that entity's investment, they are considered as equity instruments.

⁽⁵⁾ Refers to the hedge accounting in the indirect subsidiary Seara Alimentos.

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



JBS S.A.
Statements of cash flows for the three month period ended at March 31, 2022 and 2021
In thousands of Brazilian Reais - R\$

	Company		Consolidated	
	2022	2021	2022	2021
Cash flows from operating activities				
Net income	5,142,273	2,045,521	5,438,818	2,155,579
Adjustments for:				
Depreciation and amortization	197,143	175,185	2,436,053	2,082,024
Allowance for doubtful accounts	13,222	9,351	24,273	14,300
Share of profit of equity-accounted investees	(4,861,690)	(2,735,859)	(15,161)	(26,711)
(Gain) loss on assets sales	1,680	(8,052)	4,512	(16,798)
Tax expense	377,761	566,224	1,774,295	1,326,658
Finance expense (income), net	(572,851)	192,971	210,073	1,172,736
Share-based compensation	—	—	11,801	11,653
Provisions	(4,385)	14,958	23,533	27,654
Net realizable value inventory adjustments	(974)	(127)	14,742	7,520
DOJ and Antitrust agreements	—	—	88,752	192,370
Fair value (market to market) of biological assets	—	—	(75,167)	(45,008)
Extemporaneous tax credits impacts	—	(34,421)	—	(53,990)
	292,179	225,751	9,936,524	6,847,987
Changes in assets and liabilities:				
Trade accounts receivable	422,667	718,399	(241,739)	185,084
Inventories	283,041	(626,831)	(2,156,886)	(2,394,802)
Recoverable taxes	(471,979)	(89,089)	(773,581)	(110,708)
Other current and noncurrent assets	171,278	29,046	(190,562)	(140,353)
Biological assets	—	—	(1,204,254)	(1,606,755)
Trade accounts payable and supply chain finance	(1,646,305)	(826,518)	(3,022,675)	(1,484,240)
Taxes payments in installments	(96,270)	(76,307)	(96,866)	(76,307)
Other current and noncurrent liabilities	451,575	(43,477)	(352,143)	(492,689)
DOJ and Antitrust agreements payment	—	—	(856,588)	(1,135,224)
Income taxes paid	—	—	(696,880)	(221,357)
	(885,993)	(914,777)	(9,592,174)	(7,477,351)
Cash provided by (used in) operating activities	(593,814)	(689,026)	344,350	(629,364)
Interest paid	(232,200)	(103,447)	(1,093,156)	(1,185,286)
Interest received	21,213	10,163	100,800	36,631
	(804,801)	(782,310)	(648,006)	(1,778,019)
Net cash of interest used in operating activities				
Cash flow from investing activities				
Purchases of property, plant and equipment	(286,760)	(233,695)	(2,188,027)	(1,705,779)
(Purchases) Proceeds of intangible assets	(2,224)	(292)	76,885	(5,661)
Proceeds from sale of property, plant and equipment	4,742	23,402	6,772	106,981
Additional investments in joint-ventures and subsidiaries	6,445,820	—	(10,811)	(6,168)
Acquisitions, net of cash acquired	—	—	(720,025)	(6,222)
Dividends received	6,000	4,000	6,000	4,000
Related party transactions	(2,768,595)	92,101	—	—
	3,398,983	(114,484)	(2,829,206)	(1,612,849)
Cash flow from financing activities				
Proceeds from loans and financings	1,992,893	3,361,332	11,690,068	5,783,764
Payments of loans and financings	(1,959,835)	(1,452,344)	(8,081,374)	(9,827,187)
Derivatives instruments received/settled	(683,434)	(7,705)	(678,428)	63,454
Margin cash	158,427	—	357,040	—
Dividends paid	(10)	—	(10)	—
Dividends paid to non-controlling interest	—	—	(3,736)	(9,315)
PPC share repurchase	—	—	(139,078)	—
Purchase of treasury shares	(1,811,101)	(2,902,338)	(1,811,101)	(2,902,338)
Payments of leases	(7,435)	(7,417)	(559,066)	(430,050)
	(2,310,495)	(1,008,472)	774,315	(7,321,672)
Cash provided by (used in) financing activities				
Effect of exchange rate changes on cash and cash equivalents	(451,036)	153,006	(3,254,497)	1,291,330
Net change in cash and cash equivalents	(167,349)	(1,752,260)	(5,957,394)	(9,421,210)
Cash and cash equivalents beginning of period	2,654,374	3,351,911	23,239,150	19,679,743
Cash and cash equivalents at the end of period	2,487,025	1,599,651	17,281,756	10,258,533

Non-cash transactions:

	Company		Consolidated	
	2022	2021	2022	2021
New lease contracts	1,064	1,544	729,103	373,694
Flora tax credit assignment agreement	10,942	–	10,942	–
Hedge accounting - Deferred tax	–	–	239,601	–
Hedge accounting - Transference from OCI to inventories	–	–	707	–
Hedge accounting - MTM derivatives recognized under OCI	–	–	(705,415)	–
Capitalised interests	(14,429)	(11,387)	(64,833)	(42,976)
Tax debit compensation	(283,634)	–	(567,418)	–
Increase/decrease in share capital subsidiaries through assumption of debt	(460,626)	–	–	–
Cancellation of treasury shares	(4,848,937)	–	(4,848,937)	–
Reclassification of negative investments	–	591	–	–
Treasury shares used in stock option plan	–	1,798	–	1,798
Purchase of treasury shares to settle	–	(218,127)	–	(218,127)

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

JBS S.A.
Economic value added the three month period ended at March 31, 2022 and 2021
In thousands of Brazilian Reais - R\$

	Company		Consolidated	
	2022	2021	2022	2021
Revenue				
Sales of goods and services	13,768,961	11,247,208	91,700,141	76,083,564
Other income (expense)	(420)	8,235	2,047	15,569
Allowance for doubtful accounts	(13,222)	(9,351)	(24,273)	(14,300)
	<u>13,755,319</u>	<u>11,246,092</u>	<u>91,677,915</u>	<u>76,084,833</u>
Goods				
Cost of services and goods sold	(11,015,743)	(9,200,910)	(53,404,841)	(45,877,738)
Materials, energy, services from third parties and others	(1,653,637)	(1,048,611)	(16,687,621)	(13,208,082)
	<u>(12,669,380)</u>	<u>(10,249,521)</u>	<u>(70,092,462)</u>	<u>(59,085,820)</u>
Gross added value	<u>1,085,939</u>	<u>996,571</u>	<u>21,585,453</u>	<u>16,999,013</u>
Depreciation and Amortization	<u>(197,143)</u>	<u>(175,185)</u>	<u>(2,436,053)</u>	<u>(2,082,024)</u>
Net added value generated	<u>888,796</u>	<u>821,386</u>	<u>19,149,400</u>	<u>14,916,989</u>
Net added value by transfer				
Share of profit of equity-accounted investees, net of tax	4,861,690	2,735,859	15,161	26,711
Financial income	2,246,087	336,184	2,914,445	333,372
Others	4,879	(190)	66,791	42,634
	<u>7,112,656</u>	<u>3,071,853</u>	<u>2,996,397</u>	<u>402,717</u>
NET ADDED VALUE TOTAL TO DISTRIBUTION	<u>8,001,452</u>	<u>3,893,239</u>	<u>22,145,797</u>	<u>15,319,706</u>
DISTRIBUTION OF ADDED VALUE				
Labor				
Salaries	667,412	508,366	8,882,221	7,626,351
Benefits	85,990	80,396	1,809,900	1,641,667
FGTS (Brazilian Labor Social Charge)	38,278	35,855	102,926	90,181
	<u>791,680</u>	<u>624,617</u>	<u>10,795,047</u>	<u>9,358,199</u>
Taxes and contribution				
Federal	271,358	436,033	1,904,316	1,386,824
State	137,244	240,778	493,092	585,193
Municipal	6,569	5,838	9,690	6,266
	<u>415,171</u>	<u>682,649</u>	<u>2,407,098</u>	<u>1,978,283</u>
Capital Remuneration from third parties				
Interests and exchange variation	1,620,182	517,472	2,814,173	1,297,689
Rents	12,234	12,104	184,299	150,670
Others	19,912	10,876	506,362	379,286
	<u>1,652,328</u>	<u>540,452</u>	<u>3,504,834</u>	<u>1,827,645</u>
Owned capital remuneration				
Net income attributable to company shareholders	5,142,273	2,045,521	5,142,273	2,045,521
Non-controlling interest	-	-	296,545	110,058
	<u>5,142,273</u>	<u>2,045,521</u>	<u>5,438,818</u>	<u>2,155,579</u>
ADDED VALUE TOTAL DISTRIBUTED	<u>8,001,452</u>	<u>3,893,239</u>	<u>22,145,797</u>	<u>15,319,706</u>

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

JBS S.A.

Notes to the condensed financial statements for the three month period ended at March 31, 2022 and 2021
(Expressed in thousands of Brazilian reais)

1 Operating activities

JBS S.A. ("JBS" or the "Company"), is a company listed on the "Novo Mercado" (B3 - Bolsa de Valores, Mercadorias & Futuros) under the ticker symbol "JBSS3". JBS also trades its American Depositary Receipts over-the-counter under the symbol "JBSAY".

The Company along with its subsidiaries ("Company" or "Consolidated") is the world's largest company in processing animal protein as measured by total revenue.

The issuance of these individual and consolidated financial statements was authorized by the Board of Directors on May 11, 2022.

The financial statements presented herein include the Company's individual operations in Brazil as well as the activities of its subsidiaries in Brazil and abroad.

a. Main operating events that occurred during the period:

a1. Social programs:

Since 2020, the Company continues with the program "Fazer o Bem Faz Bem", which benefited 300 municipalities in 26 Brazilian states and the Federal District, impacting around 77 million people, focusing on the struggle against the Covid-19 pandemic. The program carried out the construction of permanent hospitals and donations of several items such as food, hygiene and cleaning products, PPE's and others. In Brazil, up to this date, the donations reach a total amount of R\$357,494 (R\$636 at March 31, 2022). Abroad, JBS USA, with Pilgrim's Pride Corporation ("PPC"), already invested more than, approximately, US\$760 million (R\$3.601 billion at March 31, 2022), through the Hometown Strong program, in initiatives to support its employees and communities where they are present in the United States, in line with its continuous efforts in sustainability and social responsibility. The initiatives to combat the new Coronavirus proliferation remain the same given the various investments made by the Company in order to protect its employees, including greater hygiene and disinfection of offices and operating plants, health and temperature verification, training, social distancing, air purification in the ventilation systems, among others. The Company reiterates that it will maintain its efforts to continuously meet the demand for food in the world. At this moment, there were no significant impacts in the Company's operation and no significant effects were identified that could affect the recoverability of the assets, or change the measurement of expected losses in these statements.

In the environmental extent, the Company continues with initiatives through the program "Together for the Amazon", that targets the Amazon Biome conservation and sustainable development, engaging the segment and proposing meaningful actions that will strengthen the value chain. Through the fund Fundo JBS Pela Amazônia, up to this date, the donations reach a total amount of R\$69,037 (R\$3,000 at March 31, 2022).

In addition, the Company has a global commitment named Net Zero 2040 ("Net Zero") which consists in net zero greenhouse gas emissions, reducing its direct and indirect emissions and offsetting all residual emissions. The Company elaborated an agenda which consists in US\$1 billion (R\$4.74 billion at March 31, 2022) in incremental capital expenditures over the next 10 years in emission reduction projects; creating a beef cattle supply chain free of illegal deforestation by 2025; making a 100% of the electricity consumed by all facilities to be obtained from renewable sources by 2040; US\$100 million (R\$473,780 at March 31, 2022) in investments in research and development, by 2030, of emission mitigation solutions. All goals targets were established based on the Science-Based Targets initiative (SBTi), which is an initiative for building science-based targets that provides a clearly defined path for companies to reduce their greenhouse gas emissions. The Company launched No Carbon: a business specialized in leasing 100% electric trucks that avoid the annual emission of carbon dioxide (CO2) equivalent to about 30 tons in the atmosphere and replaces some diesel models previously used.

Furthermore, the Company started its own production of special organic, organomineral fertilizers, marking its entry in this new segment. Located in the state of São Paulo countryside's, Campo Forte Fertilizantes will have the capacity to manufacture 150 thousand tons per year using biological waste derived from operations in the region as raw material. The initiative expands the Company's activities in the circular economy, which is also in line with the Net Zero commitment.

During the quarter, the Company entered into partnerships, indicating Banco do Brasil and Bradesco banks to facilitate access to rural credit for producers in its supply chain. With the support of the Company's Green Offices (offer free legal and environmental advice to help cattle producers in the environmental regularization of their properties), cattle producers will be able to obtain resources to finance actions of environmental regularization, forest restoration and that promote productivity and profitability increase, thus contributing to an increasingly sustainable production chain.

The Company was chosen once more to be part of B3's Carbon Efficient Index (ICO2) portfolio. This is yet another recognition of the Company's efforts of sustainable practices, since the publicly traded companies participating in the index are those committed to the best practices in managing greenhouse gas emissions.

a2. Analysis of the impacts from Russia and Ukraine conflict:

In reference to the conflict between Russia and Ukraine, the Company continues to monitor the evolution and development and its potential impacts on its operations. The Company does not have a manufacturing operation in these countries, and its monitoring the economic effects in the sector and on its operations as a result of this conflict, until the date of presentation of these financial statements, no significant impacts have been measured.

a3. Relevant events in the quarter:

a3.1 On January 4, 2022, the Company through its indirect subsidiary Primo Foods Pty. Ltd., acquired the totality of Rivalea Holdings Pty Ltd and the Oxdale Dairy Enterprise Pty Ltd ("Rivalea"), for an amount of approximately US\$111.9 million (R\$635,381 at the acquisition date), subject to working capital adjustments. As part of the agreement, a deposit of US\$6.7 millions (R\$31,743 at March 31, 2022) was paid on June, 2021. Rivalea's acquisition will make the Company the market leader in pork processing in Australia.

a3.2 At January 14, 2022, the member of the Company's Board of Directors Gilberto Xandó, resigned his position and assumed the JBS Brazil presidency. In the same meeting, the remaining members of the Board of Directors elected Mr. Carlos Hamilton Vasconcelos Araújo as independent member of Board of Directors.

a3.3 In January 19, 2022, the Company's indirect subsidiaries JBS USA Lux. S.A, JBS USA Finance, Inc. and JBS USA Food Company, issued seniors notes in the amount of US\$600 million (R\$2.84 billion at March 31, 2022), at 3.00% per year, due 2029 ("Notes 3,00% JBS Lux 2029"), and US\$900 million (R\$4.26 billion at March 31, 2022), at 4.375% per year, due 2052 ("Notes 4,38% JBS Lux 2052"). The Company used the net proceeds to the payment of the Notes 5,75% JBS Lux 2028.

a3.4 On February 4, 2022, the Company through its indirect subsidiary Rigamonti, acquired the totality of King's Group ("King's") for an amount of approximately €82 million (R\$492,492 at the acquisition date), subject to working capital adjustments. The amount of €63 million (R\$331,134 at March 31, 2022) was paid in cash and the amount of €19 million (R\$99,866 at March 31, 2022) will be paid until 2024. King's is a market leader in the production of Prosciutto di San Daniele D.O.P. (raw ham) and is an important player in the production of Prosciutto di Parma D.O.P. (raw ham). King's acquisition makes the Company one of the leaders in Italian 'salumeria' and it is part of the strategy to the expand the Company's operation in the United States and Europe.

a3.5 On February 17, 2022, the Company announced that it has withdrawn its previously announced proposal to acquire all of the outstanding shares of common stock of PPC that are not owned by the Company or its subsidiaries.

a3.6 On March 21, 2022, the Company announced the cancellation, approved by the Board of Directors, of 129,064,700 shares held in treasury, at the same time was approved a new Share Buyback Program which the Company may acquire up to 10% of the outstanding shares. The expiration date in connection with the share buyback program is in 18 months starting from March 22th, 2022.

JBS S.A.

Notes to the condensed financial statements for the three month period ended at March 31, 2022 and 2021
(Expressed in thousands of Brazilian reais)

b. Subsequent events:

- b1.** On April 15, 2022, the Company concluded the issuance of private debentures in the amount of R\$1.2 billion, in three series maturing in 5 and 15 years, intended for the formation of Agribusiness Credit Rights that will constitute a guarantee for the Public Offering of Certificates of Agribusiness receivables.
- b2.** On May 9, 2022, the Company through its indirect subsidiary JBS Global Luxembourg S.à.r.l, concluded the acquisition of 51% of BioTech Foods, SL ("BioTech") shares. BioTech Foods is one of the leaders in the development of biotechnology for the production of cultivated protein. The acquisition marks the company's entry into the cultivated protein market, which consists of the production of food from animal cells.
- b3.** From April 1, 2022 until the approval of these financial statements, the Company repurchased 26,685,500 shares in the amount of approximately R\$1.013 billion. In addition, on May 11, 2022, the Company cancelled 26,685,500 common shares held in treasury at this date, at the same time was approved a new Share Buyback Program which the Company may acquire up to 10% of the outstanding shares. The expiration date in connection with the share buyback program is in 18 months starting from May 11th, 2022.
- b4.** On May 11, 2022, the Company submitted and received approval at the Board of Directors meeting, a proposal to distribute interim dividends referring to the net income arising from the year ended at December 31, 2021, in the amount of R\$2.22 billion which will be distributed at May 24, 2022. The shareholder base will be from May 16, 2022.

2 Basis of preparation and presentation of financial statements

The condensed financial statements (individual and consolidated) were prepared in accordance with IAS 34/CPC 21 (R1) - Interim Financial Reporting issued by the International Accounting Standards Board ("IASB") and the Brazilian Accounting Pronouncements Committee (Comitê de Pronunciamentos Contábeis - "CPC"). The information disclosed in these financial statements do not meet all the disclosure requirements for the presentation of full annual financial statements and thus should be read in conjunction with the consolidated financial statements for the year ended in December 31, 2021, prepared in accordance with International Financial Reporting Standards ("IFRS") and the accounting practices adopted in Brazil issued by CPC and approved by the Brazilian Securities Commission ("CVM"). Therefore these condensed financial statements as of March 31, 2022 are not disclosed fully when compared to the financial statements for the year ended December 31, 2021, approved by the Board of Directors on March 21, 2022.

a. Functional and representation currency

The functional currency of a company is the local currency within the primary economic environment in which it operates. These condensed individual and consolidated financial statements are presented in Brazilian Reais (R\$), which is the Company's reporting and functional currency. All financial information is presented in thousands of Reais and the disclosure of other amounts in currencies other than Reais when necessary, except when otherwise indicated.

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

b1. IAS 39/CPC 38, IFRS 7/CPC 40 (R2) and IFRS 9/CPC 48 - Reference interest rate reform - Phase 2

As of January 1, 2021, entered into force, the change due to the reform of the reference interest rate, related to the forecast to discontinue the use of the London Interbank Offered Rate (LIBOR) as a reference interest rate after 2021. The Company is following the discussions and direction of global authorities, industries and the market in general in order to negotiate with banks the rate transition with the least possible impacts in the 2022 financial year.

b2. IAS 37/CPC 25 - Provisions, Contingent Liabilities and Contingent Assets

As of January 1, 2022, changes specify what costs the Company must include when assessing whether a contract is onerous. The costs directly related to the fulfillment of the contract must be considered in the cash flow assumptions (Ex: Cost of labor, materials and other expenses related to the operation of the contract). The Company is following the discussions and has so far not identified any significant impacts as a result of this change.

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

c1. IAS 8/CPC 23 - Accounting Policies, Changes in Accounting Estimates and Errors

As of January 1, 2023, the changes clarify about the distinction between changes in accounting estimates and changes accounting policies and errors correction, to correctly apply the standards. The Company is following the discussions and has so far not identified any significant impacts as a result of this change.

c2. IAS 12/CPC 32 - Income Taxes

As of January 1, 2023, the changes are aimed at limit the scope of the exemption from recognition of deferred tax assets and deferred tax liabilities, so that it no longer applies to transactions that, among other things, on initial recognition, give rise to equal taxable and deductible temporary differences. So, a deferred tax asset and a deferred tax liabilities should be recognized for temporary differences generated at time of the initial recognition of a lease or a liability provision for dismantling and removal of leased equipments. The Company is following the discussions and has so far not identified any significant impacts as a result of this change.

There are no other standards, changes in standards and interpretations that are not in force that the Company expects to have a material impact arising from its application in its financial statements.

JBS S.A.

Notes to the condensed financial statements for the three month period ended at March 31, 2022 and 2021
(Expressed in thousands of Brazilian reais)

3 Business Combination

The business combinations acquisitions are present below, for materiality purposes, business combinations are considered significant when the total of assets exceeds R\$100,000, occurred during the current year.

Acquired company	Acquiror	(%) of voting interests acquired	Background and rationale for acquisition	Goodwill deductible for tax	Acquisition date	Acquisition price	Goodwill
Grupo King's ("King's")	Rigamonti Salumificio SpA	100%	Operates in Italy and in the United States and is the market leader in the production of Prosciutto di San Daniele D.O.P. (raw ham) and is an important player in the production of Prosciutto di Parma D.O.P.(raw ham) King's acquisition makes the Company one of the leaders in Italian 'salumeria'.	No	02.04.22	492,492	177,681
Rivalea Holdings Pty Ltd ("Rivalea")	Primo Foods Pty. Ltd.	100%	Operates in Australia and is the market leader in hog breeding and processing, with an extensive product line in various categories and vertically integrated. Rivalea's acquisition increases the volumes of value added products and opens new sales opportunities.	–	01.04.22	635,381	–
Sunnyvalley Smoked Meats, Inc. ("Sunnyvalley")	Plumrose USA, Inc.	100%	Operates in the United States and produces a variety of quality smoked bacon, ham and turkey products to sale at retail and wholesale customers. Expands the Company's presence in the value-added and branded product categories.	No ⁽¹⁾	12.01.21	527,749	101,739
Pilgrim's Food Masters ("PFM")	Pilgrim's Pride Corporation	100%	Operates in the United Kingdom and strengthens PPC's position as one of the leading food companies in Europe, creating one of the largest integrated platforms in the world, with a branded portfolio of value-added products.	No ⁽¹⁾	09.24.21	5,123,344	1,888,163

⁽¹⁾ In the United States of America, goodwill arising from stock acquisitions are not tax deductible.

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

FAIR VALUE	Acquisitions			
	2022		2021	
	King's ⁽¹⁾	Rivalea ⁽²⁾	Sunnyvalley	PFM
Cash and cash equivalents	184,004	173,886	8,042	604
Trade accounts receivable	176,191	88,783	57,779	39,468
Inventories	229,980	156,498	35,629	322,396
Biological assets	–	255,590	–	–
Deferred income taxes assets	–	70,264	–	–
Property, plant and equipment	249,877	366,013	175,136	1,320,406
Right of use assets	–	69,066	–	78,261
Intangible assets	113,648	–	269,319	2,218,144
Other assets	58,200	35,612	1,561	11,017
ASSETS	1,011,900	1,215,712	547,466	3,990,296
Trade accounts payable	372,015	142,833	36,893	26,832
Loans and financing	36,130	231,253	–	–
Lease liabilities	–	74,607	–	101,494
Current and deferred income taxes	266	46,126	78,936	612,836
Other liabilities	288,678	85,512	5,627	13,953
LIABILITIES	697,089	580,331	121,456	755,115
Net assets and liabilities	314,811	635,381	426,010	3,235,181
Acquisition price	492,492	635,381	527,749	5,123,344
Goodwill	177,681	–	101,739	1,888,163

⁽¹⁾ The acquisition price of €82 million (R\$492,492 on the acquisition date), which €63 million (R\$331,134 at March 31, 2022) was paid in cash and €19 million (R\$99,866 at March 31, 2022) will be paid until 2024, classified under the caption "Other noncurrent liabilities".

⁽²⁾ Rivalea was acquired at fair value, so no goodwill was generated in the transaction at the allocation of asset and liability balances.

The non-material acquisitions are demonstrated below:

Business	Acquirer	Acquisition date	% of voting interests acquired	Acquisition price	Goodwill	Goodwill deductible for tax
Randall Parker	Pilgrim's Pride Corporation	November/2021	100%	72,526	8,329	No

4 Cash and cash equivalents

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Cash on hand and at banks	1,942,675	2,371,119	10,395,143	17,287,352
CDB (bank certificates of deposit) and National Treasury Bill (Tesouro Selic)	544,350	283,255	6,886,613	5,951,798
	2,487,025	2,654,374	17,281,756	23,239,150

JBS S.A.

Notes to the condensed financial statements for the three month period ended at March 31, 2022 and 2021
(Expressed in thousands of Brazilian reais)

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Margin cash ⁽¹⁾	–	–	761,034	451,784
Treasury bills ⁽¹⁾	10,381	168,808	478,246	793,570
Margin cash total	10,381	168,808	1,239,280	1,245,354

⁽¹⁾ Margin cash refers to the margin that kept as collateral at the bank when hiring exchange traded futures contracts. Treasury bills bound to the consumer price index ("CPI"). The bills guarantee protection against inflation (deflation as well) when carried out up to its maturity. The cash is redeemable when the contracts are settled, therefore they are not considered as cash and cash equivalents.

5 Trade accounts receivable, net

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Current receivables				
Domestic sales	964,665	916,333	9,605,993	10,925,146
Foreign sales	1,897,181	2,877,587	5,063,624	6,138,726
Subtotal	2,861,846	3,793,920	14,669,617	17,063,872
Overdue receivables:				
From 1 to 30 days	318,419	313,547	2,136,627	2,109,894
From 31 to 60 days	79,431	82,983	328,836	391,861
From 61 to 90 days	44,709	48,028	104,553	140,951
Above 90 days	338,989	294,152	738,464	655,633
Allowance for doubtful accounts	(232,964)	(262,431)	(412,536)	(459,378)
Present value adjustment	(8,359)	(10,797)	(25,159)	(25,425)
Subtotal	540,225	465,482	2,870,785	2,813,536
	3,402,071	4,259,402	17,540,402	19,877,408

Changes in allowance for doubtful accounts:

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Initial balance	(262,431)	(233,708)	(459,378)	(413,856)
Acquired in business combinations	–	–	–	(107)
Additions	(13,222)	(35,539)	(24,273)	(65,460)
Write-offs (reversal)	11,746	25,779	16,812	45,121
Exchange rate variation	30,943	(18,963)	54,303	(25,076)
Closing balance	(232,964)	(262,431)	(412,536)	(459,378)

6 Inventories

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Finished products	3,459,274	3,801,574	16,927,765	16,871,878
Work in process	647,268	683,679	2,112,354	2,042,101
Raw materials	384,472	279,817	3,354,953	3,502,493
Warehouse spare parts	334,964	342,974	3,952,853	4,125,537
	4,825,978	5,108,044	26,347,925	26,542,009

The changes in the net realizable value inventory adjustments accrual, which its offset is under the caption "Cost of sales", are presented below:

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Initial balance	(6,742)	(6,746)	(248,637)	(182,409)
Additions	(667)	(937)	(112,651)	(234,876)
Write-offs	1,641	941	97,909	176,021
Exchange rate variation	–	–	15,582	(7,373)
Closing balance	(5,768)	(6,742)	(247,797)	(248,637)

JBS S.A.

Notes to the condensed financial statements for the three month period ended at March 31, 2022 and 2021
(Expressed in thousands of Brazilian reais)

7 Biological assets

Changes in biological assets:	Consolidated			
	Current		Noncurrent	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Initial balance	7,420,848	5,115,720	2,245,019	1,778,565
Acquired in business combination ⁽¹⁾	183,617	952,738	71,973	80,836
Increase by reproduction (born) and cost to reach maturity	13,507,477	54,243,224	873,570	3,198,452
Reduction for slaughter, sale or consumption	(13,728,405)	(56,177,174)	(64,679)	(285,443)
Increase by purchase	551,157	2,287,634	201,572	865,509
Decrease by death	(119,741)	(180,346)	(16,696)	(52,435)
Fair value adjustments	75,075	(175,014)	92	398
Changes from current to noncurrent	320,792	1,138,400	(320,792)	(1,138,400)
Exchange rate variation	(768,548)	215,666	(265,242)	98,307
Amortization	–	–	(611,273)	(2,300,770)
Closing balance	7,442,272	7,420,848	2,113,544	2,245,019

⁽¹⁾ Refers to Rivealea acquisition, in the first quarter of 2022, as described in the footnote 3 - Business Combination.

8 Recoverable taxes

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Value-added tax on sales and services - ICMS	1,699,815	1,573,970	4,434,191	4,370,426
Social contribution on billings - PIS and COFINS	1,485,154	1,422,265	2,523,326	2,507,232
Withholding income tax - IRRF/IRPJ	2,655,626	3,032,564	3,165,588	3,963,352
Excise tax - IPI	31,299	40,063	152,772	165,950
Reintegra	30,580	29,832	48,013	47,069
Other	23,584	23,584	44,013	41,593
	5,926,058	6,122,278	10,367,903	11,095,622
Current	1,174,885	1,139,385	2,678,440	3,204,923
Noncurrent	4,751,173	4,982,893	7,689,463	7,890,699
	5,926,058	6,122,278	10,367,903	11,095,622

9 Related parties transactions

The main balances of assets and liabilities, as well as the transactions resulting in income (loss) for any period, that relate to transactions between related parties or arose from transactions at prices and conditions established between the related parties. Transference of costs includes borrowing costs, interest and management fee, when applicable. The following table includes balances and net effect on income of intercompany financing transactions between the Company and its subsidiaries:

	March 31, 2022	December 31, 2021
Related party receivables	457,919	4,032,213
Related party payables	(20,626,984)	(30,273,357)
	(20,169,065)	(26,241,144)

COMPANY	Currency	Costs transfer (administrative and funding)	Statement of financial position accounts		Effect on net income	
			March 31, 2022	December 31, 2021	2022	2021
Direct subsidiaries						
JBS Finance Luxembourg S.à.r.l. ⁽¹⁾	US\$	2.52% to 3.64% p.y.	–	(11,079,225)	(75,137)	–
Brazservice Ltda.	R\$	CDI + 4% p.y.	31,302	43,959	1,408	199
Enersea Ltda.	R\$	CDI + 4% p.y.	8,763	8,881	281	(3)
JBS Confinamento Ltda.	R\$	CDI + 4% p.y.	3,187	447,083	9,403	1,690
JBS Investments Luxembourg S.à.r.l. ⁽¹⁾	US\$	2.52% to 3.64% p.y.	(9,381,270)	17,615	–	–
JBS Embalagens Metálicas Ltda	R\$	CDI + 4% p.y.	–	23	–	–
JBS Investments II GMBH	US\$	–	–	–	–	(207,198)
Indirect subsidiaries						
JBS Leather Paraguay Srl	GUA	7.00% p.y.	9,102	10,687	117	132
Seara Alimentos Ltda.	R\$	CDI + 4% p.y.	(922,131)	3,086,263	7,138	12,837
JBS Luxembourg S.à.r.l	US\$	1.83% to 7.3% p.y.	(10,323,583)	(19,194,132)	(159,621)	–
Other related parties						
J&F Oklahoma Holdings, Inc. ⁽²⁾	US\$	3.4% ^(*)	394,287	417,702	(9,309)	4,435
Flora Produtos de Higiene e Limpeza S.A. ⁽³⁾	R\$	Selic	11,278	–	337	–
Total			(20,169,065)	(26,241,144)	(225,383)	(187,908)

^(*) Rate for the contract period.

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Credit with related parties

J&F Oklahoma Holdings Inc ⁽²⁾

Flora Produtos de Higiene e Limpeza S.A. ⁽³⁾

Consolidated	
March 31, 2022	December 31, 2021
394,287	417,702
11,278	—
405,565	417,702

The transactions above refer to working capital funding. Settlement in the future shall be through a capital contribution, reduction and/or dividends distribution, except for the transactions following below:

⁽¹⁾ On March 30, 2022, the Company's direct subsidiary JBS Finance Luxembourg S.à.r.l. transferred the prepayment export (PPE) balance receivable with the Company to the direct subsidiary JBS Investments Luxembourg S.à.r.l.

⁽²⁾ In December 2019, the Company undertook the credits previously held by its indirect subsidiary Moyer Distribution with J&F Oklahoma arising from a credit line granted due to the cattle purchase operation in the USA.

⁽³⁾ The Receita Federal do Brasil (Brazilian Internal Revenue Service) ("RFB") compensated tax credits with certain debts, which among these debts (listed by the RFB), were included debts of 2007 from Flora Higiene e Produtos (related party). If the Company did not agree with the compensation, its credits would be withheld until Flora settled its tax debts. Therefore, the Company entered in a tax credit assignment agreement with Flora, which must be settled until 2023 and updated by the Selic rate, having the same payment flow as an tax payment in installments.

The disclosure of significant intercompany commercial transactions is in accordance with the criteria established by Management, by disclosing individually, balances equal 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 relevant. This analysis is performed for each related party. If any related party has not meet this criteria in the past but if in the current period they do, the comparative balance will be disclosed.

COMPANY	Accounts receivable		Accounts payable		Purchases/Services rendered		Sale of products/Services provided	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021	2022	2021	2022	2021
Direct subsidiaries								
JBS Confinamento	2,132	1,552	90,688	174,284	241,221	286,993	3,324	4,685
Brazservice	6,154	14,929	12,532	10,596	44,380	20,376	40,200	40,538
Conceria Priante	—	10,223	—	—	—	—	—	8,320
Enersea	—	—	—	—	—	35,819	—	27,189
Toledo	16,292	62,240	12	—	—	—	77,675	36,043
Indirect subsidiaries								
Seara Alimentos	192,365	181,310	42,800	47,522	45,339	55,619	634,917	388,531
JBS Global UK	53,042	71,831	28	—	—	—	71,213	85,213
JBS Aves	6,464	6,033	21,230	20,911	2,278	2,162	35,335	10,086
Weddel	10,583	18,381	—	—	—	—	10,742	9,857
Sampco	81,041	167,687	—	3	—	—	183,815	206,252
Meat Snacks Partners do Brasil	56,558	15,939	—	44	—	5	195,635	163,947
JBS Asia	—	—	25,266	25,584	11,919	6,783	—	—
JBS Leather Asia	87,977	130,275	—	—	—	—	68,936	64,699
JBS USA	236,908	431,135	—	—	—	518	451,835	30,540
Seara Comércio de Alimentos	117	2,111	2,140	1,690	5,061	4,359	3,334	7,249
Swift & Company Trade Group	6,550	15,647	—	—	—	—	42,542	32,356
Other related parties								
JBj Agropecuária	1,793	2,063	20	2,562	216,583	138,329	4,423	3,097
J&F Floresta Agropecuária	—	6	447	59	3,616	15,667	1	105
Flora Produtos	43,549	34,460	—	699	2	3	54,136	60,246
Eldorado Celulose	799	182	—	—	71	34	2,120	3,473
Banco Original	7	—	—	—	—	—	17	3
Prima Foods	10	826	5,017	5,065	27,673	999	3,608	2,525
	802,341	1,166,830	200,180	289,019	598,143	567,666	1,883,808	1,184,954

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 March 31, 2022, the unpaid balance of transferred receivables was R\$861,365 (R\$751,912 at December 31, 2021) in the Company, and R\$1,887,443 (R\$1,834,625 at December 31, 2021) in the Consolidated, respectively. At March 31, 2022, the Company incurred financial costs related to this operation in the amount of R\$33,145 (R\$13,949 at March 31, 2021) in the Company, and R\$77,939 (R\$34,559 at March 31, 2021) in the Consolidated, respectively, recognized in these financial statements as financial expenses.

At March 31, 2022, the Company held investments with Banco Original, in the amount of R\$433,122 (R\$497,314 at December 31, 2021) in the Company and R\$1,666,489 (R\$1,913,998 at December 31, 2021) in the Consolidated, recognized as cash and cash equivalents, respectively. The cash investments, CDB and similar investments have similar earnings to CDI (Certificado de Depósito Interbancário). For the three month period ended at March 31, 2022, the Company earned interest from these investments in the amount of R\$1,463 (R\$279 at December 31, 2021) in the Company, and R\$3,367 (R\$642 at December 31, 2021) in the Consolidated, respectively, recognized in these financial statements as financial income.

The Company has a livestock purchase agreement for future delivery with certain suppliers, including JBj Agropecuária. At March 31, 2022 the balance of this transaction was R\$167,700 (R\$167,700 at December 31, 2021), as described in the Footnote 16.

The Company has operations for the purchase of cattle slaughter residues for rendering operations with Prima Foods S.A. (formerly called Mata Boi Alimentos S.A.).

The Company is the sponsor of Institute Germinare, a business school youth-directed, whose mission is to educate future leaders by offering free, high-quality education. During the three month period ended at March 31, 2022 the Company made donations in the amount of R\$71,319 (R\$10,287 at March 31, 2021) recognized in these financial statements as general and administrative expenses.

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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, without financial charges on the amount advanced.

No expense for doubtful accounts or bad debts relating to related-party transactions were recorded during the three month period ended at March 31, 2022 and 2021.

Remuneration of key management

The Company's key management is comprised of its Executive Officers. The aggregate amount of compensation received by the Company's key management during the three month period ended at March 31, 2022 and 2021 is the following:

	2022	2021
Salaries and wages	8,937	7,511
Variable cash compensation	98,000	56,891
	106,937	64,402

The Chief Executive Officer, the Administrative and Control Officer, the Chief Financial Officer 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 part 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 (Brazilian Labor Law).

10 Income taxes

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Deferred income taxes assets	-	-	1,997,275	1,730,122
Deferred income taxes liabilities	(3,140,585)	(3,141,465)	(5,892,026)	(6,573,946)
	(3,140,585)	(3,141,465)	(3,894,751)	(4,843,824)

a. Composition of deferred tax income and social contribution

	Company		
	December 31, 2021	Income statement	March 31, 2022
Allowance for doubtful accounts	91,840	(10,008)	81,832
Provisions	164,082	4,797	168,879
Present value adjustment - Trade accounts receivable	3,671	(829)	2,842
Right of use assets	3,622	(954)	2,668
Other temporary differences assets	(15,828)	(15,777)	(31,605)
Goodwill amortization	(3,277,762)	-	(3,277,762)
Present value adjustment - Trade accounts payable	2,694	(344)	2,350
Hedge operations	16,236	56,107	72,343
Realization of other reserves	(260,867)	930	(259,937)
Other temporary differences liabilities	(3,535)	(568)	(4,103)
Deferred taxes, net	(3,141,466)	881	(3,140,585)

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	Consolidated				
	December 31, 2021	Income statement	Exchange variation	Other adjustments ⁽¹⁾	March 31, 2022
Tax losses and negative basis of social contribution	2,407,989	(34,318)	(81,286)	–	2,292,385
Allowance for doubtful accounts	126,809	(12,004)	(513)	–	114,292
Provisions	544,132	8,903	–	–	553,035
Present value adjustment - Trade accounts receivable	45,564	(5,449)	–	–	40,115
Tax credits - Foreign subsidiaries	74,993	(5,136)	(10,841)	(68)	58,948
Biological assets - Foreign subsidiaries	43,612	(6,125)	(6,006)	–	31,481
Labor accidents accruals - Foreign subsidiaries	218,775	(15,001)	(31,617)	–	172,157
Pension plan - Foreign subsidiaries	120,970	39,112	(21,970)	(8,314)	129,798
Trade accounts payable accrual	1,434,390	(96,577)	(183,077)	–	1,154,736
Non-deductible interests - Foreign subsidiaries	32,889	126,591	(16,947)	–	142,533
Right of use assets	33,884	7,095	724	–	41,703
Other temporary differences assets	351,452	(17,033)	(25,403)	–	309,016
Goodwill amortization	(3,937,854)	(14,986)	61,249	–	(3,891,591)
Present value adjustment - Trade accounts payable	(33,568)	(3,162)	–	–	(36,730)
Business combinations	(2,565,296)	46,770	358,252	19,914	(2,140,360)
Customer returns accruals - Foreign subsidiaries	(186,478)	9,911	27,221	–	(149,346)
Inventory valuation - Foreign subsidiaries	131,675	92,202	(28,604)	–	195,273
Hedge operations	(150,686)	109,400	2,380	239,082	200,176
Realization of other reserves	(592,204)	4,126	–	–	(588,078)
Depreciation and amortization	(2,748,785)	23,323	410,654	–	(2,314,808)
Other temporary differences liabilities	(196,088)	(83,333)	68,875	1,060	(209,486)
Deferred taxes, net	(4,843,825)	174,309	523,091	251,674	(3,894,751)

⁽¹⁾ 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 deferred taxes on cash flow hedge operations recognized in equity, carried out by the subsidiary Seara Alimentos and impacts related to the business combinations acquisitions of the King's group in Italy and Rivalea in Australia.

b. Reconciliation of income tax and social contribution expense:

	Company		Consolidated	
	Three month period ended March 31,		Three month period ended March 31,	
	2022	2021	2022	2021
Profit before income taxes (PBT)	5,520,034	2,611,745	7,213,113	3,482,237
Nominal rate	(34)%	(34)%	(34)%	(34)%
Expected tax expense	(1,876,812)	(887,993)	(2,452,458)	(1,183,961)
Adjustments to reconcile taxable income:				
Earnings and losses due to equity method	1,652,975	930,192	5,155	9,082
Investments grants	135,252	127,445	230,931	201,797
Difference on tax rates under taxable income from foreign subsidiaries	–	–	661,606	670,146
Transfer pricing adjustment ⁽¹⁾	(7,866)	–	(7,866)	–
Net income arising from foreign subsidiaries ⁽²⁾	(247,519)	(708,352)	(247,519)	(456,632)
Unrecognized tax benefits	(1,237)	–	(111,661)	(611,626)
Non-taxable interest - Foreign subsidiaries	–	–	106,554	78,455
"Fazer o Bem Faz Bem" program and JBS Found For The Amazon	(523)	–	(523)	–
SELIC interests on tax credits ⁽³⁾	1,703	–	6,466	–
Other permanent differences	(33,734)	(27,516)	35,020	(33,919)
Current and deferred income tax (expense) benefit	(377,761)	(566,224)	(1,774,295)	(1,326,658)
Current income tax	(378,642)	(526,277)	(1,948,604)	(1,159,703)
Deferred income tax	881	(39,947)	174,309	(166,955)
% IT/PBT	(6.84)%	(21.68)%	(24.60)%	(38.10)%

	Company		Consolidated	
	Three month period ended March 31,		Three month period ended March 31,	
	2022	2021	2022	2021
Adjustments to reconcile taxable income ⁽⁴⁾				
Current and deferred income tax (expense) benefit	(377,761)	(566,224)	(1,774,295)	(1,326,658)
Goodwill amortization - Deferred	–	–	14,986	14,501
Prior years loss carryforwards - deferred	–	–	34,318	(33,430)
Unrecognized tax benefits	1,237	–	111,661	611,626
Income tax on realization of other reserves	(930)	(617)	(4,126)	(3,675)
Current and deferred income tax (expense) benefit - ADJUSTED	(377,454)	(566,841)	(1,617,456)	(737,636)
Effective income tax rate	(6.84)%	(21.70)%	(22.42)%	(21.18)%

⁽¹⁾ The Company recognized income tax and social contribution expenses based on the best annual weighted average effective rate expected for the year.



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⁽²⁾ The impacts from IFRIC 23 are classified under the caption "Net income arising from foreign subsidiaries".

⁽³⁾ Recognition of the effects of the non-levy of income taxes on the amounts related to the adjustment by the SELIC rate on taxes undue paid, due to the judgment of the STF (Federal Court of Justice), at September 23, 2021.

⁽⁴⁾ The Company believes that due to the origin and non-recurrence of specific events certain items should be excluded from the effective tax rate disclosure such as: i) deferred tax effects on goodwill amortization; ii) recognition of deferred tax from current year; iii) unrecognized tax benefits; iv) income tax on realization of the other reserves (since it is not relate to the net operating income).

11 Investments in subsidiaries, associates and joint venture

Changes in the Company's investments:

	December 31, 2021	Addition (disposal)	Exchange rate variation	Equity		March 31, 2022
				Changes in the equity of investees	Proportionate share of income (loss)	
JBS Embalagens Metálicas ⁽¹⁾	80,852	25	—	—	(22)	80,855
JBS Confinamento ⁽¹⁾	5,029	460,601	—	—	(22,537)	443,093
Conceria Priante	151,113	—	(25,284)	—	(1,637)	124,192
JBS Leather International ⁽²⁾	806,120	(85,601)	(122,012)	1,644	1,361	601,512
Brazservice	45,376	—	—	—	(138)	45,238
Meat Snacks Partners ⁽³⁾	169,050	(6,000)	—	—	13,080	176,130
Enersea	(7,193)	—	—	—	(252)	(7,445)
JBS Asset Management	114,814	—	(17,440)	—	1,075	98,449
JBS Investments Luxembourg ⁽⁴⁾	58,900,478	(6,360,219)	(9,083,504)	2,714,593	4,866,300	51,037,648
Swift Foods	109	—	(15)	—	(24)	70
JBS Toledo	211,470	—	(36,069)	—	4,176	179,577
JBS Chile	18,431	—	(1,510)	—	277	17,198
JBS Finance Luxembourg	381	—	(60)	—	31	352
Total	60,496,030	(5,991,194)	(9,285,894)	2,716,237	4,861,690	52,796,869

⁽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 do Brasil 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		March 31, 2022
				Changes in the equity of investees	Proportionate share of income	
Meat Snacks Partners ⁽³⁾	169,050	—	(6,000)	—	13,080	176,130
JBS Ontario	74,140	—	—	(11,389)	2,081	64,832
Birla Societá Agricola ⁽⁵⁾	—	10,811	—	(1,350)	—	9,461
Total	243,190	10,811	(6,000)	(12,739)	15,161	250,423

⁽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, 2021	Additions net of transferences ⁽¹⁾	Disposals	Depreciation	March 31, 2022
Buildings	3,746,613	15,628	(76)	(51,809)	3,710,356
Land	1,748,561	—	—	—	1,748,561
Machinery and equipment	3,131,222	137,273	(870)	(85,570)	3,182,055
Facilities	1,680,385	55,038	(225)	(25,396)	1,709,802
Computer equipment	35,229	5,088	(60)	(3,763)	36,494
Vehicles (land and air)	442,619	22,287	(5,148)	(18,383)	441,375
Construction in progress	1,419,799	64,431	—	—	1,484,230
Other	64,412	1,444	(43)	(2,794)	63,019
	12,268,840	301,189	(6,422)	(187,715)	12,375,892

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Consolidated	December 31, 2021	Acquired in business combinations ⁽²⁾	Additions net of transferences ⁽¹⁾	Disposals	Depreciation	Exchange rate variation	March 31, 2022
Buildings	19,502,310	313,577	223,028	(1,352)	(308,455)	(1,826,051)	17,903,057
Land	5,291,972	62,759	20,471	–	–	(403,175)	4,972,027
Machinery and equipment	20,191,401	186,178	727,872	(3,800)	(728,934)	(2,114,921)	18,257,796
Facilities	2,717,858	2,871	106,073	(245)	(41,627)	(2,480)	2,782,450
Computer equipment	680,011	3,639	55,276	(378)	(55,112)	(86,145)	597,291
Vehicles (land and air)	715,171	8,708	36,402	(5,355)	(39,083)	(39,375)	676,468
Construction in progress	6,805,741	18,374	1,000,194	–	–	(608,595)	7,215,714
Other	1,011,842	19,784	83,544	(154)	(41,752)	(134,777)	938,487
	56,916,306	615,890	2,252,860	(11,284)	(1,214,963)	(5,215,519)	53,343,290

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

⁽²⁾ Refers to the King's and Rivalea acquisition, during the first quarter of 2022, as described in the Footnotes 3 - Business Combination.

Annually, the Company tests the recoverability of its assets that were identified as having an 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 three month period ended at March 31, 2022 in the Company and subsidiaries, there were no indicates of impairment.

13 Leases

13.1 Right of use asset

Changes in the right of use asset:

Company	December 31, 2021	Additions ⁽¹⁾	Terminated contracts	Amortization	March 31, 2022
Buildings	18,789	395	–	(3,128)	16,056
Computer equipment	18,531	–	–	(1,952)	16,579
Machinery and equipment	4,146	659	(265)	(706)	3,834
Operating plants	3,365	–	–	(905)	2,460
Land	437	–	–	(98)	339
Vehicles (land)	222	–	–	(46)	176
Furniture and appliances	93	–	(76)	(10)	7
	45,583	1,054	(341)	(6,845)	39,451

Consolidated	December 31, 2021	Acquired in business combinations ⁽²⁾	Additions ⁽¹⁾	Terminated contracts	Amortization	Exchange rate variation	March 31, 2022
Growing facilities	3,406,396	35,305	369,122	(16,751)	(150,555)	(300,926)	3,342,591
Buildings	2,162,882	12,540	200,831	(150)	(102,350)	(250,208)	2,023,545
Computer equipment	67,004	–	(282)	–	(4,317)	–	62,405
Machinery and equipment	748,637	903	22,356	(820)	(83,768)	(89,346)	597,962
Operating plants	113,605	–	(368)	–	(5,422)	(4,434)	103,381
Land	365,027	–	173	–	(2,926)	(45,043)	317,231
Vehicles (land, air and sea)	1,095,266	20,318	125,677	(1,077)	(108,488)	(148,928)	982,768
Furniture and appliances	94	–	–	(75)	(10)	(2)	7
	7,958,911	69,066	717,509	(18,873)	(457,836)	(838,887)	7,429,890

⁽¹⁾ Additions for each category includes PIS and COFINS to be paid.

⁽²⁾ Refers to the Rivalea acquisition, during the first quarter of 2022, as described in the Footnotes 3 - Business Combination.

13.2 Lease liabilities

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Lease liability	56,432	63,006	9,489,951	10,129,125
Present value adjustment	(9,135)	(10,407)	(1,690,646)	(1,784,845)
	47,297	52,599	7,799,305	8,344,280
Breakdown:				
Current liabilities	19,251	22,412	1,494,798	1,625,889
Noncurrent liabilities	28,046	30,187	6,304,507	6,718,391
	47,297	52,599	7,799,305	8,344,280

Changes in the lease liability:

Company	December 31, 2021	Additions	Interest accrual	Payments	Terminated contracts	March 31, 2022
Lease liability	52,599	1,064	1,250	(7,435)	(181)	47,297

Consolidated	December 31, 2021	Acquired in business combinations ⁽²⁾	Additions	Interest accrual	Payments	Terminated contracts	Exchange rate variation	March 31, 2022
Lease liability	8,344,280	74,607	729,103	105,404	(559,066)	(18,750)	(876,273)	7,799,305

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The noncurrent portion of the lease liability schedule is as follows:

	March 31, 2022	
	Company	Consolidated
2023	9,165	1,194,962
2024	11,631	979,661
2025	7,616	782,508
2026	1,190	636,340
2027	724	514,497
Maturities thereafter 2027	3,293	3,504,293
Present value adjustment	(5,573)	(1,307,754)
	28,046	6,304,507

14 Intangible assets

Changes in intangible assets:

Company	December 31, 2021	Additions	Disposals	Amortization	March 31, 2022
Amortizing:					
Trademarks	15,448	–	–	(1,240)	14,208
Software	17,991	2,237	(13)	(1,343)	18,872
	33,439	2,237	(13)	(2,583)	33,080

Consolidated	December 31, 2021	Acquired in business combination ⁽¹⁾	Additions	Disposals	Amortization	Exchange rate variation	March 31, 2022
Amortizing:							
Trademark	1,871,992	110,239	–	(13)	(29,466)	(322,061)	1,630,691
Software	92,689	325	8,839	(110)	(5,343)	(1,959)	94,441
Customer relationships	3,602,262	–	–	–	(111,707)	(556,513)	2,934,042
Supplier contract	183,974	–	–	–	(4,908)	(11,767)	167,299
Others	5,583	3,084	–	–	(557)	(1,165)	6,945
Non-amortizing:							
Trademarks	5,962,710	–	–	–	–	(790,047)	5,172,663
Water rights	64,706	–	–	–	–	(9,122)	55,584
	11,783,916	113,648	8,839	(123)	(151,981)	(1,692,634)	10,061,665

⁽¹⁾ Refers to the King's acquisition, during the first quarter of 2022, as described in the Footnotes 3 - Business Combination.

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 three month period ended at March 31, 2022, 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	
	March 31, 2022	December 31, 2021
Initial balance	32,564,548	28,885,608
Acquired in business combination ⁽¹⁾	177,681	2,690,393
Business combination adjustments ⁽²⁾	23,931	1,827
Write-off for recoverability ⁽³⁾	(85,601)	–
Exchange rate variation	(3,008,088)	986,720
Closing balance	29,672,471	32,564,548

⁽¹⁾ Refers to the King's acquisition, during the first quarter of 2022, as described in the Footnotes 3 - Business Combination.

⁽²⁾ Refers to the business combination adjustment in the acquisitions during the years ended in December 31, 2021, Randall Parker, Sunnyvale and Pilgrim's Food Masters. Due to materiality, the adjustments were made to the movement in the first quarter of 2022.

⁽³⁾ 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 Groups	Consolidated	
	March 31, 2022	December 31, 2021
Brazil Beef	9,069,926	9,069,926
Seara	3,707,858	3,709,233
Moy Park	3,848,094	4,612,311
USA Pork	3,290,564	3,875,847
Australia Meat	1,468,538	1,664,540
Australia Smallgoods	1,624,042	1,840,449
Vivera	610,148	740,499
Pilgrim's Food Masters (PFM)	1,594,905	1,892,839
Others CGUs without significant goodwill	4,458,396	5,158,904
Total	29,672,471	32,564,548

CGU groups containing goodwill are tested for impairment annually and for the year ended December 31, 2021 there were no events or circumstances that indicate that the recoverable amount may be less than the carrying amount and no expense was recorded. For the three month period ended at March 31, 2022 except the provision recognized as described in item 3 above, there were no indications of impairment.

16 Trade accounts payable

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Domestic:				
Commodities	2,044,119	3,719,867	5,817,153	8,835,488
Materials and services	1,046,969	1,130,352	17,691,654	19,536,239
Finished products	241,915	226,827	182,679	171,439
Present value adjustment	(10,483)	(10,920)	(80,543)	(73,919)
	3,322,520	5,066,126	23,610,943	28,469,247
Foreign:				
Commodities	–	–	281,378	630,511
Materials and services	226,011	210,981	976,316	1,103,529
Finished products	3,119	52	18,704	13,914
	229,130	211,033	1,276,398	1,747,954
	3,551,650	5,277,159	24,887,341	30,217,201
Supply chain finance	832,144	709,630	2,582,013	2,687,974
Total	4,383,794	5,986,789	27,469,354	32,905,175

In its normal course of business and in order to guarantee cattle supply, the Company enters into purchase agreements for livestock with certain suppliers, including the related party JBJ Agropecuária, ensuring a fixed price when purchasing cattle, without a cash impact in the Company until the maturity date of these commitments. At March 31, 2022 the Company had commitments to purchase livestock cattle in the amount of R\$252,916 (R\$237,051 at December 31, 2021), of which R\$167,700 at March 31, 2022 and December 31, 2021) were with JBJ Agropecuária, respectively. (Company and Consolidated).

17 Loans and financings

Type	Company							
	Average annual interest rate	Currency	Index on variable rate loans	Payment terms / noncurrent debt	Current (*)		Noncurrent	
					March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Foreign currency								
ACC - Advances on exchange contracts	3.02%	USD	–	2023 - 25	5,268,613	5,681,086	481,149	1,124,259
FINIMP	4.14%	USD and EUR	Libor and Euribor	2024 - 25	429,034	398,672	22,611	44,890
Prepayment	2.61%	USD	–	2024 - 25	50,320	669	685,423	306,928
Working capital - Dollar	3.90%	USD	Libor	2030	1,593	1,853	14,467	17,513
Credit note - export	–	–	–	–	–	427,540	–	–
					5,749,560	6,509,820	1,203,650	1,493,590
Local currency								
Credit note - export	11.09%	BRL	CDI	2023 - 24	1,530,122	1,653,400	201,700	304,682
CRA - Agribusiness Credit Receivable Certificates	6.12%	BRL	CDI and IPCA	2023 - 36	662,275	455,722	5,036,431	5,029,888
CDC - Direct credit to consumers	6.56%	BRL	–	2023 - 24	93,135	109,222	16,430	38,196
FINAME	5.25%	BRL	–	2023 - 25	5,706	5,930	5,609	6,960
FINEP	9.00%	BRL	–	2025	4,621	4,634	10,646	11,784
Working capital - Brazilian Reais	7.77%	BRL	TJLP	2023	2,174	552	105,254	137,760
					2,298,033	2,229,460	5,376,070	5,529,270
					8,047,593	8,739,280	6,579,720	7,022,860

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Type	Consolidated							
	Average annual interest rate	Currency	Indexer	Payment terms / noncurrent debt	Current (*)		Noncurrent	
					March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Foreign currency								
ACC - Advances on exchange contracts	3.01%	USD	–	2023 - 25	5,315,541	5,736,093	481,149	1,124,259
Prepayment	2.53%	USD	Libor	2023 - 24	730,328	818,234	1,703,771	1,909,535
Credit note – export	–	–	–	–	–	427,540	–	–
FINIMP	4.14%	USD and EUR	Libor and Euribor	2024 - 25	429,034	401,071	22,611	44,890
White Stripe credit facility	3.36%	USD and CAD	–	*	17,762	18,332	–	–
Working capital - Dollar	3.90%	USD	Libor	2030	1,594	1,853	14,467	17,513
Scott credit facilities	4.97%	USD	–	*	6,770	–	–	7,651
					6,501,029	7,403,123	2,221,998	3,103,848
Local currency								
FINAME	5.26%	BRL	–	2023 - 25	6,015	5,930	5,609	6,960
FINEP	9.00%	BRL	–	2025	4,621	4,634	10,646	11,784
Notes 2,50% JBS Lux 2027	2.50%	USD	–	2027	41,785	15,114	4,649,618	5,471,002
Notes 5,75% JBS Lux 2028	–	–	–	–	–	108,295	–	4,154,385
Notes 6,75% JBS Lux 2028	6.75%	USD	–	2028	34,377	124,306	4,232,429	4,984,921
Notes 6,50% JBS Lux 2029	6.50%	USD	–	2029	195,212	101,565	6,635,408	7,815,714
Notes 3,00% JBS Lux 2029	3.00%	USD	–	2029	13,266	–	2,761,602	–
Notes 5,50% JBS Lux 2030	5.50%	USD	–	2030	66,050	172,650	5,873,110	6,915,881
Notes 3,75% JBS Lux 2031	3.75%	USD	–	2031	28,872	7,556	2,346,761	2,766,014
Notes 3,00% JBS Lux 2032	3.00%	USD	–	2032	46,194	12,093	4,632,048	5,455,469
Notes 3,63% JBS Lux 2032	3.63%	USD	–	2032	35,780	112,385	4,659,047	5,485,833
Notes 4,38% JBS Lux 2052	4.38%	USD	–	2052	29,019	–	4,208,503	–
Notes 5,88% PPC 2027	5.88%	USD	–	2027	116,981	67,345	3,983,363	4,689,557
Notes 4,25% PPC 2031	4.25%	USD	–	2031	91,169	47,434	4,655,841	5,483,528
Notes 3,50% PPC 2032	3.50%	USD	–	2032	11,195	56,157	4,221,996	4,973,945
Term loan JBS Lux 2026	3.25%	USD	Libor	2026	108,647	123,502	8,603,941	10,153,296
PPC - Term loan	2.09%	USD	LIBOR	2023	124,685	144,753	3,148,226	2,666,419
Working capital - Brazilian Reais	7.77%	BRL	TJLP	2023	2,174	552	105,254	137,760
Working capital - Euros	1.63%	EUR	Euribor	2023	63,994	43,668	5,261	3,569
Credit note – export	8.81%	BRL	CDI	2023 - 24	1,935,565	2,076,285	321,106	823,772
CDC - Direct credit to consumers	6.55%	BRL	–	2023 - 24	93,680	109,329	16,430	38,196
Rural - Credit note	1.56%	BRL	CDI	*	61,332	60,959	–	–
Rural - Credit note - Pre fixed	5.50%	BRL	–	*	562,182	582,549	–	–
CRA - Agribusiness Credit Receivable Certificates	6.12%	BRL	CDI and IPCA	2023 - 36	662,274	455,721	5,036,433	5,029,891
Scott credit facilities	5.12%	AUD, EUR and USD	–	2023	58,100	42,568	270	335
Beardstown Pace credit facility	3.49%	USD	–	2035 - 50	2,719	2,349	116,597	126,856
JBS Australia Feedlot Agreement	7.75%	AUD	–	2023	–	–	178,037	201,774
Other	1.93%	Others	Others	2024 - 31	123,912	33,462	119,884	103,161
					4,519,800	4,511,161	70,527,420	77,500,022
					11,020,829	11,914,284	72,749,418	80,603,870

(*) Balances classified as current which have their maturities up to the next twelve months following the closing period of these financial statements.

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, LIBOR and EURIBOR, among others.

The availability under JBS USA revolving credit facilities was US\$2.0 billion (R\$9.5 billion at March 31, 2022) and US\$2,2 billion (R\$12,2 billion at December 31, 2021).

The noncurrent portion of the principal payment schedule of loans and financing is as follows:

Maturity	March 31, 2022	
	Company	Consolidated
2023	447,997	1,030,032
2024	1,371,672	2,363,874
2025	246,155	495,691
2026	1,867	11,185,511
2027	388,867	9,033,535
Maturities thereafter 2027	4,123,162	48,640,775
	6,579,720	72,749,418

17.1 Guarantees and contractual restrictions ("covenants")

The Company was in compliance with all of its debt covenant restrictions at March 31, 2022 and until the date that these financial statements were approved.

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18 Accrued income taxes and other taxes

Accrued income and other taxes are comprised of the following:

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Taxes payable in installments	499,421	534,512	542,690	578,688
PIS / COFINS tax payable	89,387	86,035	160,298	151,799
ICMS / VAT / GST tax payable	46,041	68,157	159,709	163,157
Withholding income taxes	88,756	39,291	90,469	41,568
Others	2,643	2,914	341,978	378,478
Subtotal	726,248	730,909	1,295,144	1,313,690
Accrued income taxes	—	—	1,310,110	988,897
Total	726,248	730,909	2,605,254	2,302,587
Breakdown:				
Current liabilities	348,437	321,853	2,032,916	1,732,991
Noncurrent liabilities	377,811	409,056	572,338	569,596
	726,248	730,909	2,605,254	2,302,587

19 Accrued payroll and social charges

Accrued payroll and social charges are comprised of the following:

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Taxes payable in installments	2,244,275	2,254,814	2,292,904	2,308,503
Bonus and vacation along with related social charges	279,487	248,653	3,338,350	4,767,693
Salaries and related social charges	242,029	391,159	2,327,900	2,517,580
Others	13,249	12,647	238,699	299,425
	2,779,040	2,907,273	8,197,853	9,893,201
Breakdown:				
Current liabilities	912,755	997,438	5,846,214	6,963,119
Noncurrent liabilities	1,866,285	1,909,835	2,351,639	2,930,082
	2,779,040	2,907,273	8,197,853	9,893,201

20 Provisions

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	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Labor	252,121	252,496	534,071	538,804
Civil	58,728	55,658	671,621	1,568,873
Tax and Social Security	185,853	174,439	578,342	560,164
Total	496,702	482,593	1,784,034	2,667,841
Breakdown:				
Current liabilities	—	—	441,137	1,338,422
Noncurrent liabilities	496,702	482,593	1,342,897	1,329,419
	496,702	482,593	1,784,034	2,667,841

Changes in provisions

	Company			
	December 31, 2021	Additions, disposals and changes in prognosis	Payments	March 31, 2022
Labor	252,496	18,398	(23,511)	252,121
Civil	55,658	967	(22)	58,728
Tax and social security	174,439	(23,750)	(1,753)	185,853
Total	482,593	(4,385)	(25,286)	496,702

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	Consolidated					March 31, 2022
	December 31, 2021	Additions, disposals and changes in prognosis	Payments	Monetary correction	Exchange rate variation	
Labor	538,804	46,456	(62,248)	11,109	(50)	534,071
Civil	1,568,873	89,044	(863,201)	6,354	(129,449)	671,621
Tax and social security	560,164	(23,215)	(1,787)	43,266	(86)	578,342
Total	2,667,841	112,285	(927,236)	60,729	(129,585)	1,784,034

In the subsidiary JBS USA:

- a. **Civil:** 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. During the three month period ended at March 31, 2022 the indirect subsidiary JBS USA recognized an accrual in the amount of US\$16.96 million (R\$88,752 at March 31, 2022). Also during the quarter, were paid US\$163.69 million (R\$856,588 at March 31, 2022), remaining the accrued amount of US\$93.11 million (equivalent to R\$441,1377 at March 31, 2022).

The Company, together with its legal department and hired external offices, remains to monitor the developments of the antitrust proceedings and understand that the accounting provisions recorded are sufficient to cover the risk until the disclosure of these financial statements.

21 Equity

- a. **Share capital:** Share capital on March 31, 2022 was R\$23,576,206, represented by 2,244,801,870 common shares, having no nominal value.

	March 31, 2022		December 31, 2021	
	Quantity	R\$ thousand	Quantity	R\$ thousand
Initial balance	2,373,866,570	23,576,206	2,623,373,646	23,576,206
Cancellation of treasury shares ⁽¹⁾	(129,064,700)	—	(249,507,076)	—
Final balance	2,244,801,870	23,576,206	2,373,866,570	23,576,206

⁽¹⁾ On March 21, 2022, the Company announced the cancellation of 129,064,700 shares held in treasury, as described in the footnote 1 - item a.3.6.

- b. **Profit reserve:**

b1. Treasury shares:

Treasury share activity were as follows:

	March 31, 2022		December 31, 2021	
	Quantity	R\$ thousand	Quantity	R\$ thousand
Initial balance	80,062,600	3,037,838	12,848,500	303,565
Purchase of treasury shares	49,002,100	1,811,101	396,907,500	10,604,975
Disposal of treasury shares	—	—	(80,000,000)	(3,980)
Treasury shares used in stock option plan	—	—	(186,324)	(4,523)
Cancellation of treasury shares	(129,064,700)	(4,848,939)	(249,507,076)	(7,862,199)
Closing balance	—	—	80,062,600	3,037,838

b2. Dividends:

The Company submitted and received approval at the Board of Directors meeting, a proposal to distribute interim dividends referring to the net income arising from the year ended at December 31, 2022, in the amount of R\$2.22 billion, that corresponds to R\$1.00 per common share

22 Net revenue

	Company		Consolidated	
	Three month period ended March 31,		Three month period ended March 31,	
	2022	2021	2022	2021
GROSS REVENUE				
Sales of products				
Domestic sales	7,858,101	7,162,150	70,079,702	58,778,890
Export sales	6,445,136	4,414,018	23,618,225	18,853,587
	14,303,237	11,576,168	93,697,927	77,632,477
SALES DEDUCTION				
Returns and discounts	(534,276)	(328,960)	(1,997,786)	(1,548,913)
Sales taxes	(226,618)	(278,002)	(833,568)	(832,346)
	(760,894)	(606,962)	(2,831,354)	(2,381,259)
NET REVENUE	13,542,343	10,969,206	90,866,573	75,251,218

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23 Finance income (expense)

	Company		Consolidated	
	Three month period ended March 31,		Three month period ended March 31,	
	2022	2021	2022	2021
Exchange rate variation	2,123,711	213,307	2,651,934	(101,848)
Fair value adjustments on derivatives	(843,621)	(50,783)	(1,210,220)	145,517
Interest expense ⁽¹⁾	(771,696)	(462,358)	(1,580,231)	(1,187,747)
Interest income ⁽²⁾	122,376	122,877	262,511	187,855
Taxes, contribution, fees and others ⁽³⁾	(57,919)	(16,014)	(334,067)	(216,513)
	<u>572,851</u>	<u>(192,971)</u>	<u>(210,073)</u>	<u>(1,172,736)</u>
Finance income	2,246,087	336,184	2,914,445	333,372
Finance expense	<u>(1,673,236)</u>	<u>(529,155)</u>	<u>(3,124,518)</u>	<u>(1,506,108)</u>
	<u>572,851</u>	<u>(192,971)</u>	<u>(210,073)</u>	<u>(1,172,736)</u>

⁽¹⁾ For the three month period ended at March 31, 2022 and 2021, the amounts of R\$303,353 and R\$142,215, respectively, in the Company and R\$1,074,325 and R\$941,422, respectively, in the Consolidated refers to interest expenses from loans and financings recognized under the caption "Interest expense".

⁽²⁾ For the three month period ended at March 31, 2022 and 2021, the amounts of R\$10,917 and R\$3,429, respectively, in the Company and R\$71,354 and R\$13,869, respectively, in the Consolidated refers to interest income from short investments recognized under the caption "Interest income".

⁽³⁾ Under the caption "Taxes, contribution, fees and others" in the three month period ended at March 31, 2022 and 2021, includes the premium payments, in the Consolidated, of the Notes 5.75% JBS Lux 2028 in the amount of US\$42,7 million (R\$212,185 at March 31, 2022) and US\$32.9 million (R\$185,956 at March 31, 2021).

24 Earnings per share

Basic and diluted: There were no changes in the basic earnings per share calculation assumptions since the disclosed financial statements from December 31, 2021.

	2022	2021
Net income attributable to shareholders	5,142,273	2,045,521
Weighted average common shares outstanding	2,271,690	2,535,454
Weighted average - treasury shares	(21,967)	(13,758)
Weighted average - common shares outstanding (basic)	<u>2,249,723</u>	<u>2,521,696</u>
Basic and diluted earnings per share - (R\$)	2.29	0.81

25 Operating segments and geographic reporting

The Company's Management established the operating segments based on the reports that are used to make strategic decisions. Starting from 2022, the Company changed its management structure, and the information per segment started to be elaborated considering the following segments: Brazil, Seara, Beef USA, Chicken PPC, Pork USA, Australia and Others.

Brazil: this segment includes all the operating activities from Company and its subsidiaries, mainly represented by slaughter facilities, cold storage and meat processing, fat, feed and production of beef by-products such as leather, collagen and others products produced in Brazil.

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.

Beef North America: this segment includes all JBS USA operations, including Canada, referring to cattle processing: slaughter, refrigeration, industrialization and other by-products and derivatives; fertilizers, pet food. In addition, Viverra plant-based businesses, in the Netherlands are included in this segment.

Pork USA: this segment includes JBS USA's pork operations, related to slaughter, cold storage, production and commercialization of food products.

Chicken PPC: this segment includes PPC's operations and its subsidiaries, 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.

Australia: this segment includes the Australia and New Zealand operations, mainly represented by sales of fresh further processed and value-added beef, pork, lamb and fish products: slaughter, refrigeration, industrialization and other by-products and derivatives, in addition to cattle fattening services.

Due to the volume's substantial percentage of the operating segments above, the others segments and activities in which the Company operates do not have a major share. Those segments are included in "Others". Furthermore, the eliminations between the companies of the group are presented separately.

The accounting policies of the reportable segments are the same as described in the financial statements for the year ended at December 31, 2021. The Company evaluates its performance per segment, which according to its accounting policies, are disclosed with the breakdown of net revenue, net operating income and depreciation.

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

The segment profitability reviewed by the Executive Officers is operating income, which does not include finance income (expense), share of profit or loss of equity accounted investees, or income taxes. The Company manages its loans and financing and income taxes at the corporate level and not by segment.

The information by consolidated operational segment are as follows:

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Segments	Net revenue		Operating income (loss) ⁽¹⁾		Depreciation	
	Three month period ended March 31,		Three month period ended March 31,		Three month period ended March 31,	
	2022	2021 (*)	2022	2021 (*)	2022	2021 (*)
Brazil	14,329,298	11,533,264	207,510	42,459	230,699	193,873
Seara	9,487,723	7,842,183	239,493	667,614	376,666	264,965
Beef North America	28,990,027	23,822,427	3,815,288	2,396,315	293,311	242,496
Pork USA	9,947,356	8,787,914	987,738	811,930	244,989	214,392
Chicken PPC	22,173,337	17,897,912	2,097,091	874,886	1,110,442	1,041,341
Australia	7,418,142	6,172,407	292,400	(11,449)	152,799	100,845
Others	995,335	850,878	9,679	13,434	29,433	26,398
Intercompany elimination	(2,474,645)	(1,655,767)	(453)	(453)	(2,286)	(2,286)
Total	90,866,573	75,251,218	7,648,746	4,794,736	2,436,053	2,082,024

	March 31, 2022	December 31, 2021 (*)
Total assets		
Brazil	41,452,690	46,108,376
Seara	43,895,342	44,768,860
Beef North America	24,487,778	28,139,760
Pork USA	16,111,543	17,405,345
Chicken PPC	44,970,516	50,730,118
Australia	18,715,486	19,505,784
Others	80,532,309	76,174,701
Intercompany elimination	(80,950,333)	(75,723,828)
Total	189,215,331	207,109,116

Below is net revenue, operating income and depreciation and amortization based on geography, presented for supplemental information.

Geographic reporting

	Net revenue		Operating income (loss) ⁽¹⁾		Depreciation	
	Three month period ended March 31,		Three month period ended March 31,		Three month period ended March 31,	
	2022	2021 (*)	2022	2021 (*)	2022	2021 (*)
North and Central America	54,873,115	45,334,187	6,997,973	4,002,285	1,364,804	1,275,298
South America	23,250,546	19,046,087	446,146	717,949	609,428	463,675
Australia	7,418,142	6,172,407	292,400	(11,449)	152,799	100,845
Europe	6,875,752	4,677,883	(90,361)	62,654	300,943	235,321
Others	268,300	729,622	2,588	23,784	8,079	9,171
Intercompany elimination	(1,819,282)	(708,968)	–	(487)	–	(2,286)
Total	90,866,573	75,251,218	7,648,746	4,794,736	2,436,053	2,082,024

Total assets by geographic area:

	March 31, 2022	December 31, 2021 (*)
Total assets		
North and Central America ⁽¹⁾	131,490,597	134,825,166
South America	84,540,416	88,049,693
Australia	18,715,486	19,505,784
Europe	22,523,821	23,627,692
Others	10,340,975	13,243,463
Intercompany elimination	(78,395,964)	(72,142,682)
Total	189,215,331	207,109,116

^(*) To allow better presentation, the balances of December, 2021 have been changed to represent the current period change.

⁽¹⁾ Including the holdings located in Europe that are part of the North American operation.

⁽¹⁾ The operating income is reconciled with the consolidated net income, as follow:

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	Operating income	
	Three month period ended March 31,	
	2022	2021 ⁽¹⁾
Net income	5,438,818	2,155,579
Income tax and social contribution - current and deferred	1,774,295	1,326,658
Finance (income) expense, net	210,073	1,172,736
Share of profit of equity-accounted investees, net of tax	(15,161)	(26,711)
Operating profit	7,408,025	4,628,262
DOJ and Antitrust agreements ⁽²⁾	88,752	192,370
Donations and social programs	53,259	27,165
Extemporaneous tax credit impacts	-	(53,990)
JBS Fund For The Amazon ⁽³⁾	3,000	-
Other operating expense/income ⁽⁴⁾	95,710	929
Net operating profit	7,648,746	4,794,736

⁽²⁾ Refers to the agreements entered by JBS USA and its subsidiaries.

⁽³⁾ As described in footnote 1 - Operating activities, item a1. - Social programs.

⁽⁴⁾ Refers to several adjustments basically abroad, such as third party advisory expenses related to restructuring projects, effects of the impairment of intangibles assets, marketing of social programs, among others.

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	
	Three month period ended March 31,		Three month period ended March 31,	
	2022	2021	2022	2021
Cost of sales				
Cost of inventories, raw materials and production inputs	(11,169,937)	(9,344,276)	(63,624,705)	(54,453,384)
Salaries and benefits	(418,127)	(400,744)	(8,788,209)	(7,885,099)
Depreciation and amortization	(106,873)	(89,952)	(2,088,018)	(1,800,956)
	(11,694,937)	(9,834,972)	(74,500,932)	(64,139,439)
General and administrative				
Salaries and benefits	(454,108)	(295,574)	(1,852,662)	(1,368,061)
Fees, services held and general expenses	(251,969)	(169,460)	(909,455)	(700,121)
Depreciation and amortization	(75,975)	(68,163)	(269,012)	(211,862)
Antitrust agreements	-	-	(88,752)	(192,370)
Donations and social programs	(53,259)	(27,165)	(53,259)	(27,165)
JBS Fund For The Amazon	(3,000)	-	(3,000)	-
	(838,311)	(560,362)	(3,176,140)	(2,499,579)
Selling				
Freights and selling expenses	(709,248)	(438,438)	(4,932,036)	(3,440,134)
Allowance for doubtful accounts	(49,503)	(44,609)	(265,803)	(205,815)
Salaries and benefits	(23,443)	(25,553)	(75,015)	(68,045)
Depreciation and amortization	(27,015)	(11,218)	(378,019)	(283,093)
Advertising and marketing	(14,295)	(17,071)	(79,023)	(69,206)
Commissions	(13,222)	(9,351)	(24,273)	(14,300)
	(836,726)	(546,240)	(5,754,169)	(4,080,593)

As of March 31, 2022, other income (expenses) includes gain (losses) of sale of assets in the Company and in the Consolidated, among others.

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27 Risk management and financial instruments

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

	Notes	Company		Consolidated	
		March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Assets					
Fair value through profit or loss					
Financial investments	4	145,223	143,670	6,134,271	5,812,213
National treasury bills	4	409,508	308,393	1,230,588	933,155
Derivative assets		241,110	218,409	1,056,610	714,995
Loans and receivables at amortized cost					
Cash at banks	4	1,942,675	2,371,119	10,395,143	17,287,352
Margin cash	4	–	–	761,034	451,784
Trade accounts receivable	5	3,402,071	4,259,402	17,540,402	19,877,408
Related party receivables	9	457,919	4,032,213	405,565	417,702
Total		6,598,506	11,333,206	37,523,613	45,494,609
Liabilities					
Liabilities at amortized cost					
Loans and financing	17	(14,627,313)	(15,762,140)	(83,770,247)	(92,518,154)
Trade accounts payable and supply chain finance	16	(4,383,794)	(5,986,789)	(27,469,354)	(32,905,175)
Related party payables	9	(10,303,401)	(11,079,225)	–	–
Other financial liabilities		(8,539)	(10,189)	(84,550)	(91,234)
Fair value through profit or loss					
Derivative liabilities		(468,726)	(285,837)	(1,561,428)	(773,279)
Total		(29,791,773)	(33,124,180)	(112,885,579)	(126,287,842)

Fair value through profit or loss: (i) 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 are recognized according to market value.

Amortized cost: (i) 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.

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					
	March 31, 2022			December 31, 2021		
	Level 1	Level 2	Total	Level 1	Level 2	Total
Financial assets						
Financial investments	399,127	145,223	544,350	139,586	143,669	283,255
National treasury bills	10,381	–	10,381	168,808	–	168,808
Derivative assets	–	241,110	241,110	–	218,409	218,409
Financial liabilities						
Derivative liabilities	–	468,726	468,726	–	285,837	285,837
	Consolidated					
	March 31, 2022			December 31, 2021		
	Level 1	Level 2	Total	Level 1	Level 2	Total
Financial assets						
Financial investments	752,341	6,134,272	6,886,613	139,586	5,812,212	5,951,798
National treasury bills	478,246	–	478,246	793,570	–	793,570
Derivative assets	–	1,056,610	1,056,610	–	714,995	714,995
Biological assets	–	3,043,354	3,043,354	–	2,973,033	2,973,033
Financial liabilities						
Loans and financing	–	53,569,626	53,569,626	–	59,021,149	59,021,149
Derivative liabilities	–	1,561,428	1,561,428	–	773,279	773,279

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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 March 31, 2022 and December 31, 2021, 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					
	March 31, 2022			December 31, 2021		
	Principal	Price (% of the Principal)	Market Value of the Principal	Principal	Price (% of the Principal)	Market Value of the Principal
JBS Lux 2.50% Notes 2027	4,737,801	93.50	4,429,844	5,521,738	99.39	5,488,055
JBS Lux 5.75% Notes 2028	—	—	—	4,185,375	104.49	4,373,299
JBS Lux 6.75% Notes 2028	4,264,021	105.20	4,485,707	5,022,450	108.25	5,436,803
JBS Lux 3.00% Notes 2029	2,842,680	92.11	2,618,421	—	—	—
JBS Lux 6.50% Notes 2029	6,632,921	106.35	7,054,111	7,812,701	109.75	8,574,439
JBS Lux 5.50% Notes 2030	5,922,251	102.55	6,073,268	6,975,625	108.66	7,579,505
JBS Lux 3.75% Notes 2031	2,368,900	91.70	2,172,282	2,790,250	101.80	2,840,475
JBS Lux 3.00% Notes 2032	4,737,801	90.20	4,273,449	5,580,500	99.88	5,573,915
JBS Lux 3.63% Notes 2032	4,737,801	90.50	4,287,710	5,519,840	101.32	5,592,702
JBS Lux 4.38% Notes 2052	4,264,021	84.50	3,603,097	—	—	—
PPC 5.88% Notes 2027	4,027,131	100.42	4,044,004	4,743,425	105.91	5,023,525
PPC 4.25% Notes 2031	4,737,801	91.34	4,327,412	5,580,500	105.51	5,888,209
PPC 3.50% Notes 2032	4,264,021	86.97	3,708,376	5,022,450	101.68	5,106,828
	53,537,150		51,077,681	58,754,854		61,477,755

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, 2021. There were no changes in the nature of these risks in the current period.

a. Interest rate risk

The Company understands that the quantitative data referring to the risk of exposure to the Company's interest rates on March 31, 2022 and December 31, 2021, shown below, are in accordance with the Financial and Commodity Risk Management Policy and are representative of the exposure incurred during the period.

	Company		Consolidated	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
Net exposure to the CDI rate:				
CDB-DI (Bank certificates of deposit)	145,224	143,670	4,290,167	5,416,483
Credit note - export	(829,443)	(1,055,709)	(1,354,292)	(1,997,684)
Related party transactions	(878,879)	3,586,210	—	—
CRA - Agribusiness Credit Receivable Certificates	(36,126)	(34,452)	(36,126)	(34,452)
Rural - Credit note	—	—	(61,332)	(60,959)
Margin cash	—	—	35,186	276,252
Subtotal	(1,599,224)	2,639,719	2,873,603	3,599,640
Derivatives (Swap)	(3,323,029)	(3,709,102)	(2,914,775)	(2,880,833)
Total	(4,922,253)	(1,069,383)	(41,172)	718,807
Liabilities exposure to the LIBOR rate:				
Term loan JBS Lux 2026	—	—	(8,712,588)	(10,276,798)
PPC term loan	—	—	(3,272,911)	(2,811,171)
Prepayment	—	—	(1,698,356)	(2,420,172)
FINIMP	(242,493)	(310,605)	(242,493)	(310,605)
Working Capital - Dollars	(16,060)	(19,366)	(16,061)	(19,366)
Others	—	—	(303)	(391)
Subtotal	(258,553)	(329,971)	(13,942,712)	(15,838,503)
Derivatives (Swap)	—	—	8,506,083	10,348,414
Total	(258,553)	(329,971)	(5,436,629)	(5,490,089)
Net exposure to the IPCA rate:				
CRA - Agribusiness Credit Receivable Certificates	(5,662,580)	(5,451,159)	(5,662,581)	(5,451,159)
Treasury bills	399,126	139,586	752,341	139,586
Margin cash	10,381	168,808	247,900	289,516
Subtotal	(5,253,073)	(5,142,765)	(4,662,340)	(5,022,057)
Derivatives (Swap)	3,855,360	3,763,522	3,855,360	3,763,522
Total	(1,397,713)	(1,379,243)	(806,980)	(1,258,535)
Net exposure to the TJLP rate:				
Working capital - Brazilian Reals	(20,254)	(52,760)	(20,254)	(52,760)
Total	(20,254)	(52,760)	(20,254)	(52,760)
Net exposure to the CPI rate:				
Margin cash	—	—	227,802	—
Total	—	—	227,802	—

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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		Rate	Effect on income	
				Company	Consolidated		Company	Consolidated		Company	Consolidated		Company	Consolidated
CDI	Increase	11.65%	11.73%	(3,851)	(36)	14.56%	(143,385)	(1,347)	17.48%	(286,721)	(2,694)			
Libor	Increase	2.13%	2.13%	(4)	(88)	2.66%	(1,373)	(28,876)	3.19%	(2,749)	(57,799)			
IPCA	Increase	10.54%	10.56%	(311)	(179)	13.18%	(36,830)	(21,264)	15.81%	(73,659)	(42,528)			
TJLP	Increase	6.08%	6.08%	-	-	7.60%	(308)	(308)	9.12%	(616)	(616)			
CPI	Decrease	7.90%	7.89%	-	(29)	5.93%	-	(3,854)	3.95%	-	(7,709)			
				(4,166)	(332)		(181,896)	(55,649)		(363,745)	(111,346)			

Company										
Instrument	Risk factor	Maturity	March 31, 2022				December 31, 2021			
			Notional	Fair value (Asset) - R\$	Fair value (Liability) - R\$	Fair value	Notional	Fair value (Asset) - R\$	Fair value (Liability) - R\$	Fair value
Swap	PRE USD	2022	-	-	-	-	431,850	429,078	(458,544)	(29,466)
	IPCA	2024	537,534	644,559	(525,960)	118,599	537,534	623,743	(522,002)	101,741
	IPCA	2027	387,000	425,899	(429,587)	(3,688)	387,000	414,279	(419,802)	(5,523)
	IPCA	2028	442,000	494,223	(501,773)	(7,550)	442,000	481,443	(490,512)	(9,068)
	IPCA	2030	1,400,000	1,585,482	(1,657,329)	(71,847)	1,400,000	1,553,349	(1,621,874)	(68,525)
	IPCA	2031	630,000	705,197	(734,340)	(29,143)	630,000	690,707	(718,370)	(27,663)
			3,396,534	3,855,360	(3,848,989)	6,371	3,828,384	4,192,599	(4,231,104)	-38,504

Consolidated										
Instrument	Risk factor	Maturity	March 31, 2022				December 31, 2021			
			Notional	Fair value (Asset) - R\$	Fair value (Liability) - R\$	Fair value	Notional	Fair value (Asset) - R\$	Fair value (Liability) - R\$	Fair value
Swap	PRE USD	2022	-	-	-	-	431,850	429,078	(458,544)	(29,466)
	LIBOR	2022	1,954,343	1,955,518	(1,955,181)	336	2,301,956	2,303,670	(2,304,217)	(547)
	CDI	2023	400,000	408,254	(382,887)	25,367	800,000	828,269	(795,802)	32,467
	LIBOR	2023	4,737,801	4,835,911	(4,753,194)	82,717	5,580,500	5,625,334	(5,602,934)	22,400
	LIBOR	2024	2,737,395	1,714,654	(1,666,610)	48,044	3,224,289	2,419,410	(2,405,586)	13,824
	IPCA	2024	537,534	644,559	(525,960)	118,599	537,534	623,743	(522,002)	101,741
	IPCA	2027	387,000	425,899	(429,587)	(3,688)	387,000	414,279	(419,802)	(5,523)
	IPCA	2028	442,000	494,223	(501,773)	(7,550)	442,000	481,443	(490,512)	(9,068)
	IPCA	2030	1,400,000	1,585,482	(1,657,329)	(71,847)	1,400,000	1,553,349	(1,621,874)	(68,525)
	IPCA	2031	630,000	705,197	(734,340)	(29,143)	630,000	690,707	(718,370)	(27,663)
			13,226,073	12,769,697	(12,606,861)	162,835	15,735,129	15,369,282	(15,339,643)	29,640

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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 Value at Risk (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.

	Company					
	USD		EUR		GBP	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
OPERATING						
Cash and cash equivalents	1,517,794	2,239,377	416,071	89,317	4,819	19,555
Trade accounts receivable	2,384,436	2,509,942	181,683	280,361	32,499	70,158
Sales orders	2,833,496	3,760,704	78,315	51,628	46,677	73,845
Trade accounts payable	(177,463)	(156,661)	(34,941)	(34,364)	0	(109)
Operating subtotal	6,558,263	8,353,362	641,128	386,942	83,995	163,449
FINANCIAL						
Loans and financing	(6,919,695)	(7,961,049)	(33,515)	(42,361)	-	-
Financial subtotal	(6,919,695)	(7,961,049)	(33,515)	(42,361)	-	-
Operating financial subtotal	(361,432)	392,313	607,613	344,581	83,995	163,449
Related parties transaction, net	(8,986,982)	(10,643,909)	-	-	-	-
Total exposure	(9,348,414)	(10,251,596)	607,613	344,581	83,995	163,449
DERIVATIVES						
Future contracts	1,851,627	412,646	-	-	-	-
Non Deliverable Forwards (NDF's)	2,605,790	1,116,100	-	-	-	-
Swap	-	429,078	-	-	-	-
Total derivatives	4,457,417	1,957,824	-	-	-	-
NET EXPOSURE IN R\$	(4,890,997)	(8,293,772)	607,613	344,581	83,995	163,449
Net debt in foreign subsidiaries	(57,504,459)	(48,894,979)	-	-	-	-

	Consolidated									
	USD		EUR		GBP		MXN		AUD	
	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021	March 31, 2022	December 31, 2021
OPERATING										
Cash and cash equivalents	6,128,135	8,926,659	458,017	327,045	26,824	178,753	1,259,303	1,018,335	118	268
Trade accounts receivable	5,851,242	5,624,652	569,793	757,240	86,381	368,040	512,895	594,625	2,814	6,485
Sales orders	4,573,788	4,008,456	191,286	120,774	46,677	73,845	-	-	-	-
Trade accounts payable	(1,629,500)	(1,601,754)	(420,414)	(402,598)	(6,287)	(2,263)	(1,194,442)	(1,383,188)	(6,353)	(15,443)
Provisions for contingencies	-	(40,159)	-	-	-	-	-	-	-	-
Purchase orders	(481,444)	(334,615)	(148,631)	(299,587)	-	-	-	-	-	-
Operating subtotal	14,442,221	16,583,239	650,051	502,874	153,595	618,375	577,756	229,772	(3,421)	(8,690)
FINANCIAL										
Margin cash	91,498	165,855	-	-	-	-	-	-	-	-
Advances to customers	(2,376,578)	(2,808,487)	(22,123)	(32,648)	(710)	-	-	-	-	-
Loans and financing	(8,597,601)	(10,460,179)	(33,515)	(44,760)	-	-	-	-	-	-
Financial subtotal	(10,882,681)	(13,102,811)	(55,638)	(77,408)	(710)	-	-	-	-	-
Operating financial subtotal	3,559,540	3,480,428	594,413	425,466	152,885	618,375	577,756	229,772	(3,421)	(8,690)
Related party transactions, net	(9,611,234)	(11,292,257)	1,222,514	1,444,362	-	-	-	-	2,749,526	2,378,956
Total exposure	(6,051,694)	(7,811,829)	1,816,927	1,869,828	152,885	618,375	577,756	229,772	2,746,105	2,370,266
DERIVATIVES										
Future contracts	3,674,488	1,909,106	-	-	-	-	-	-	-	-
Deliverable Forwards (DF's)	(539,844)	(1,008,129)	452,308	785,321	(37,159)	(50,029)	(1,033,343)	(1,215,299)	(13,943)	(36,597)
Non Deliverable Forwards (NDF's)	3,919,193	3,645,065	(32,132)	(202,410)	(137,396)	(157,197)	-	-	-	-
Swap	48,044	442,902	-	-	-	-	-	-	-	-
Total derivatives	7,101,881	4,988,944	420,176	582,911	(174,555)	(207,226)	(1,033,343)	(1,215,299)	(13,943)	(36,597)
NET EXPOSURE IN R\$	1,050,187	(2,822,885)	2,237,103	2,452,739	(21,670)	411,149	(455,587)	(985,527)	2,732,162	2,333,669
Net debt in foreign subsidiaries	(57,504,459)	(48,894,979)	-	-	-	-	-	-	-	-

JBS S.A.

Notes to the condensed financial statements for the three month period ended at March 31, 2022 and 2021
(Expressed in thousands of Brazilian reais)

b1. Sensitivity analysis and derivative financial instruments breakdown:
b1.1 US Dollar (amounts in thousands of R\$):

Exposure of R\$	Risk	Current 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	4.7378	4.6328	(145,401)	(320,193)	3.5534	(1,639,566)	(3,610,555)	2.3689	(3,279,132)	(7,221,110)
Financial	Depreciation	4.7378	4.6328	153,414	241,276	3.5534	1,729,924	2,720,670	2.3689	3,459,847	5,441,341
Related parties	Depreciation	4.7378	4.6328	199,247	213,087	3.5534	2,246,745	2,402,808	2.3689	4,493,491	4,805,617
Derivatives	Appreciation	4.7378	4.6328	(98,824)	(157,453)	3.5534	(1,114,354)	(1,775,470)	2.3689	(2,228,708)	(3,550,941)
				108,436	(23,283)		1,222,749	(262,547)		2,445,498	(525,093)

Exposure of R\$	Risk	Current 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	4.7378	4.8428	(1,274,910)	5.9223	(14,376,115)	7.1067	(28,752,230)
				(1,274,910)		(14,376,115)		(28,752,230)

The Company 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 Reais in the consolidation, impacting the equity as exchange variation of investment, influencing the consolidated debt of the Company, and consequently the leverage indicators.

Instrument	Risk factor	Nature	Company					
			March 31, 2022			December 31, 2021		
			Quantity	Notional (R\$)	Fair value	Quantity	Notional (R\$)	Fair value
Future Contract	American dollar	Long	7,816	1,851,627	(13,960)	1,479	412,646	(15,756)

Instrument	Risk factor	Nature	Consolidated					
			March 31, 2022			December 31, 2021		
			Quantity	Notional (R\$)	Fair value	Quantity	Notional (R\$)	Fair value
Future Contract	American dollar	Long	15,511	3,674,488	(27,676)	6,842	1,909,106	(51,188)

Instrumento	Objeto de proteção	Natureza	Company					
			March 31, 2022			December 31, 2021		
			Nocional (USD)	Nocional (R\$)	Valor justo	Nocional (USD)	Nocional (R\$)	Valor justo
Non Deliverable Forwards	American dollar	Long	550,000	2,605,790	(219,447)	200,000	1,116,100	(12,976)

Instrument	Risk factor	Nature	Consolidated					
			March 31, 2022			December 31, 2021		
			Notional (USD)	Notional (R\$)	Fair value	Notional (USD)	Notional (R\$)	Fair value
Deliverable Forwards	American dollar	Short	(113,944)	(539,844)	44,000	(180,652)	(1,008,129)	33,399
Non Deliverable Forwards	American dollar	Long	827,218	3,919,193	(326,828)	653,179	3,645,065	(43,726)

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

Exposure of R\$	Risk	Current exchange	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	5.2561	5.1362	(14,624)	(14,827)	3.9421	(160,281)	(162,512)	2.6281	(320,564)	(325,025)
Financial	Depreciation	5.2561	5.1362	764	1,269	3.9421	8,379	13,909	2.6281	16,757	27,819
Related party	Appreciation	5.2561	5.1362	–	(27,885)	3.9421	–	(305,627)	2.6281	–	(611,257)
Derivatives	Appreciation	5.2561	5.1362	–	(9,584)	3.9421	–	(105,044)	2.6281	–	(210,088)
				(13,860)	(51,027)		(151,902)	(559,274)		(303,807)	(1,118,551)

Instrument	Risk factor	Nature	Consolidated					
			March 31, 2022			December 31, 2021		
			Notional (EUR)	Notional (R\$)	Fair value	Notional (EUR)	Notional (R\$)	Fair value
Deliverable Forwards	Euro	Long	86,054	452,308	(40,650)	124,240	785,321	(15,570)
Non Deliverable Forwards	Euro	Short	(6,113)	(32,132)	2,691	(32,022)	(202,410)	2,288

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Notes to the condensed financial statements for the three month period ended at March 31, 2022 and 2021
(Expressed in thousands of Brazilian reais)

b1.3 £ - British Pound (amounts in thousands of R\$):

Exposure of R\$	Risk	Current exchange	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	6.2307	6.3695	1,871	3,421	7.7884	20,999	38,399	9.3461	41,998	76,798
Financial	Depreciation	6.2307	6.3695	–	(16)	7.7884	–	(178)	9.3461	–	(355)
Derivatives	Depreciation	6.2307	6.3695	–	(3,887)	7.7884	–	(43,639)	9.3461	–	(87,277)
				<u>1,871</u>	<u>(482)</u>		<u>20,999</u>	<u>(5,418)</u>		<u>41,998</u>	<u>(10,834)</u>
Consolidated											
						March 31, 2022			December 31, 2021		
Instrument			Risk factor		Nature	Notional (GBP)	Notional (R\$)	Fair value	Notional (GBP)	Notional (R\$)	Fair value
Deliverable Forwards			British pound		Short	(5,964)	(37,159)	2,165	(6,649)	(50,029)	(301)
Non Deliverable Forwards			British pound		Short	(22,051)	(137,396)	(1,886)	(20,892)	(157,197)	(5,011)

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

Exposure of R\$	Risk	Current 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	
				Consolidated	Consolidated		Consolidated	Consolidated
Operating	Appreciation	0.2379	0.2431	12,556	0.2974	144,451	0.3569	288,878
Derivatives	Depreciation	0.2379	0.2431	(22,456)	0.2974	(258,357)	0.3569	(516,671)
				(9,900)		(113,906)		(227,793)
Consolidated								
Instrument	Risk factor	Nature	March 31, 2022			December 31, 2021		
			Notional (MXN)	Notional (R\$)	Fair value	Notional (MXN)	Notional (R\$)	Fair value
Deliverable Forwards	Mexican peso	Short	(4,343,601)	(1,033,343)	(52,552)	(4,451,645)	(1,215,299)	(19,615)

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

Exposure of R\$	Risk	Current 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	
				Consolidated	Consolidated		Consolidated	Consolidated
Operating	Depreciation	3.5524	3.4760	74	2.6643	855	1.7762	1,710
Related Party	Appreciation	3.5524	3.4760	(59,141)	2.6643	(687,381)	1.7762	(1,374,763)
Derivatives	Depreciation	3.5524	3.4760	300	2.6643	3,486	1.7762	6,972
				(58,767)		(683,040)		(1,366,081)
Consolidated								
Instrument	Risk factor	Nature	March 31, 2022			December 31, 2021		
			Notional (AUD)	Notional (R\$)	Fair value	Notional (AUD)	Notional (R\$)	Fair value
Deliverable Forwards	Australian dollar	Short	(3,925)	(13,943)	(5)	(9,048)	(36,597)	363

c. Commodity price risk

The Company operates globally across (the entire livestock protein chain and related business) and during the regular course of its operations brings is exposed to price fluctuations in feeder cattle, live cattle, lean hogs, corn, soybeans, and energy, especially in the 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 its subsidiaries and proposing strategies to the Risk Management Committee, in order to mitigate such exposures.

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Notes to the condensed financial statements for the three month period ended at March 31, 2022 and 2021
(Expressed in thousands of Brazilian reais)

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

EXPOSURE in Commodities (Cattle)	Company	
	March 31, 2022	December 31, 2021
Firm contracts of cattle purchase	161,006	78,133
Subtotal	161,006	78,133
DERIVATIVES		
Future contracts	87,465	(74,461)
Subtotal	87,465	(74,461)
NET EXPOSURE	248,471	3,672

Sensitivity analysis:

Exposure	Risk	Current 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
Operating	Cattle arroba depreciation	323.25	311.66	(5,772)	242.44	(40,252)	161.62	(80,503)
Derivatives	Cattle arroba depreciation	323.25	311.66	(3,136)	242.44	(21,866)	161.62	(43,733)
				(8,908)		(62,118)		(124,236)

Derivatives financial instruments breakdown:

Instrument	Risk factor	Nature	Company					
			March 31, 2022			December 31, 2021		
			Quantity	Notional	Fair value	Quantity	Notional	Fair value
Future Contracts	Commodities (Cattle)	Long	790	87,465	(580)	-	-	-
Future Contracts	Commodities (Cattle)	Short	-	-	-	663	(74,461)	(192)

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

EXPOSURE in Commodities (Grain)	Seara Alimentos	
	March 31, 2022	December 31, 2021
OPERATING		
Purchase orders	1,884,401	1,934,054
Subtotal	1,884,401	1,934,054
DERIVATIVES		
Future contracts	(136,807)	(96,085)
Brazil Cash basis	2,658	19,765
Non Deliverable Forwards	(353,806)	(1,129,356)
Subtotal	(487,955)	(1,205,676)
NET EXPOSURE	1,396,446	728,378

Sensitivity analysis:

Exposure	Risk	Price	Scenario (i) VaR 99% I.C. 1 day		Scenario (ii) Price variation - 25%		Scenario (ii) Price variation - 50%	
			Price	Effect on income	Price	Effect on income	Price	Effect on income
				Seara Alimentos		Seara Alimentos		Seara Alimentos
Operating	Depreciation	(1.81)%		(34,070)	(25.00)%	(471,100)	(50.00)%	(942,201)
Derivatives	Appreciation	(1.81)%		8,822	(25.00)%	121,989	(50.00)%	243,978
				(25,248)		(349,111)		(698,223)

Derivatives financial instruments breakdown:

Instrument	Risk factor	Nature	Seara Alimentos					
			March 31, 2022			December 31, 2021		
			Quantity	Notional	Fair value	Quantity	Notional	Fair value
Future contracts	Commodities (Grains)	Short	13,199	(136,807)	(91,042)	1,577	(96,085)	(59,565)
Brazil Cash basis	Commodities (Grains)	Long	20,000	2,658	2,471	215,000	19,765	(1,918)
Non Deliverable Forwards	Commodities (Grains)	Short	8,500	(353,806)	(44,396)	-	-	-

c3. Hedge accounting of Seara Alimentos:

The derivative financial instruments designated at the three month period ended at March 31, 2022, as hedge accounting, according to the Cash Flow method, to protect the operating results in relation to the price of commodities are:

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Notes to the condensed financial statements for the three month period ended at March 31, 2022 and 2021
(Expressed in thousands of Brazilian reais)

Hedge accounting - Derivative instruments	Risk factor	Quantity	Notional	Fair value
Future contracts	Commodities	13,199	(136,807)	(91,042)
Non Deliverable Forwards	Commodities	8,500	(353,806)	(44,396)
				(135,438)

c3.1. Hedge accounting:

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

Income statement:

Cost of sales before hedge accounting adoption

Derivatives operating income (loss)

Currency

Commodities

Cost of sales with hedge accounting

Financial income (expense), net excluding derivatives

Derivatives financial income (expense), net

Currency

Commodities

Interests

Financial income (expense), net

Seara Alimentos	
March 31, 2022	December 31, 2021
(8,341,109)	(30,717,038)
(113,132)	(117,111)
(36,769)	(60,442)
(76,363)	(56,669)
(8,454,241)	(30,834,149)
(159,858)	(1,209,904)
(297,051)	(192,478)
(335,024)	(176,919)
4,391	(75,052)
33,582	59,493
(456,909)	(1,402,382)

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:

Currency

Commodities

Gain (loss) on cash flow hedge

Other comprehensive income

Deferred income tax on hedge accounting

Total of other comprehensive income (expense)

Seara Alimentos	
March 31, 2022	December 31, 2021
(159,838)	90,442
(331,961)	122,467
(491,799)	212,909
(704,708)	212,909
239,601	(72,389)
(465,107)	140,520

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

Balance sheet:

Derivative (liabilities)/assets

Financial instruments designated as hedge accounting:

Currency

Commodities

Derivative (liabilities)/assets

Financial instruments not designated as hedge accounting:

Currency

Commodities

Interests

Other comprehensive income (expense)

Currency

Commodities

Inventories

Currency

Commodities

Seara Alimentos	
March 31, 2022	December 31, 2021
(135,438)	(65,877)
–	(63,743)
(135,438)	(2,134)
(42,818)	44,373
(118,700)	–
2,471	(1,918)
73,411	46,291
(491,799)	212,909
(159,838)	90,442
(331,961)	122,467
29,621	(91,876)
9,627	(47,418)
19,994	(44,458)

Open balance sheet position of derivative assets and liabilities:

Assets:

Designated as hedge accounting

Currency

Not designated as hedge accounting

Interests

Seara Alimentos	
March 31, 2022	December 31, 2021
–	1,611
–	1,611
73,411	46,291
73,411	46,291



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Notes to the condensed financial statements for the three month period ended at March 31, 2022 and 2021
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Current assets	33,420	19,608
Noncurrent assets	39,991	28,294
(Liabilities):		
Designated as hedge accounting	135,438	67,488
Commodities	135,438	2,134
Currency	-	65,354
Not designated as hedge accounting	116,229	1,918
Commodities	(2,471)	1,918
Currency	118,700	-
Current liabilities	251,667	69,406

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

EXPOSURE in Commodities	JBS USA	
	March 31, 2022	December 31, 2021
OPERATIONAL		
Firm contracts of cattle purchase	15,308,132	15,085,588
Subtotal	15,308,132	15,085,588
DERIVATIVES		
Deliverable Forwards	(2,137,620)	(2,919,550)
Subtotal	(2,137,620)	(2,919,550)
NET EXPOSURE	13,170,512	12,166,038

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	(2.77)%	(423,270)	(25.00)%	(3,827,033)	(50.00)%	(7,654,066)
Derivatives	Appreciation	(2.77)%	59,105	(25.00)%	534,405	(50.00)%	1,068,810
			(364,165)		(3,292,628)		(6,585,256)

Derivatives financial instruments breakdown:

Instrument	Risk factor	Nature	Consolidated					
			March 31, 2022			December 31, 2021		
			Notional (USD)	Notional (R\$)	Fair value	Notional (USD)	Notional (R\$)	Fair value
Deliverable Forwards	Commodities (Cattle)	Short	(451,184)	(2,137,620)	(479,991)	(523,170)	(2,919,550)	(224,565)

d. Liquidity risk

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

	Company									
	March 31, 2022					December 31, 2021				
	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	4,383,794	-	-	-	4,383,794	5,986,789	-	-	-	5,986,789
Loans and financing	8,047,593	2,059,902	8,256	4,511,562	14,627,313	8,739,280	2,501,682	12,672	4,508,506	15,762,140
Estimated interest on loans and financing ⁽¹⁾	1,106,791	1,667,518	1,479,589	2,935,073	7,188,971	1,094,329	1,558,281	1,373,714	2,891,231	6,917,555
Derivatives financing liabilities (assets)	468,726	-	-	-	468,726	285,837	-	-	-	285,837
Other financial liabilities	8,539	-	-	-	8,539	10,189	-	-	-	10,189
	Consolidated									
	March 31, 2022					December 31, 2021				
	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	27,469,354	-	-	-	27,469,354	32,905,175	-	-	-	32,905,175
Loans and financing	11,020,829	3,696,522	13,474,082	55,578,814	83,770,247	11,914,284	5,207,529	12,357,523	63,038,818	92,518,154
Estimated interest on loans and financing ⁽¹⁾	3,967,151	7,147,638	6,678,890	14,091,410	31,885,089	3,933,558	7,004,031	6,588,390	10,148,817	27,674,796
Derivatives financing liabilities (assets)	1,561,428	-	-	-	1,561,428	773,279	-	-	-	773,279
Other financial liabilities	36,185	48,097	268	-	84,550	37,187	53,963	84	-	91,234

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

The Company has securities pledged as collateral for derivative transactions with the commodities and futures whose balance at March 31, 2022 is R\$10,381 (R\$168,808 at December 31, 2021). This guarantee is superior to the need presented for these operations.

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Notes to the condensed financial statements for the three month period ended at March 31, 2022 and 2021
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The indirect subsidiary JBS USA and its subsidiaries, has securities pledged as collateral for derivative transactions with the commodities and futures whose balance at March 31, 2022 is R\$864,696 (R\$513,730 at December 31, 2021). 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 March 31, 2022 is R\$364,203 (R\$562,816 in 31 de dezembro de 2021). This guarantee is larger than its collateral.

The Company and its subsidiaries have no guarantees received from third parties deemed relevant.

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Notes to the condensed financial statements for the three month period ended at March 31, 2022 and 2021
(Expressed in thousands of Brazilian reais)

28 Approval of the financial statements

The issuance of these individual and consolidated condensed financial statements was approved by the Board of Directors on May 11, 2022.

BOARD OF DIRECTORS

Chairman:	Jeremiah Alphonsus O'Callaghan
Vice-Chairman:	José Batista Sobrinho
Independent Board Member:	Alba Pettengill
Independent Board Member:	Márcio Guedes Pereira Júnior
Independent Board Member:	Gelson Luiz Merisio
Independent Board Member:	Leila Abraham Loria
Independent Board Member:	Cledorvino Belini
Independent Board Member:	Francisco Turra
Independent Board Member:	Carlos Hamilton Vasconcelos Araújo

STATUTORY AUDIT COMMITTEE REPORT

The Statutory Audit Committee reviewed the individual and consolidated condensed financial statements for the three month period ended at March 31, 2022, at May 11, 2022. Based on the procedures performed, also considering Grant Thornton Auditores Independentes' 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

Chairman:	Carlos Hamilton Vasconcelos Araújo
Committee Member:	Paulo Sérgio Cruz Dortas Matos
Committee Member:	Orlando Octávio de Freitas Júnior
Committee Member:	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 financial statements for the three month period ended at March 31, 2022, at May 11, 2022, and validated these 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 Grant Thornton Auditores Independentes' review report on the individual and consolidated condensed 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

Chairman:	Adrian Lima da Hora
Council Member:	Demetrius Nichele Macei
Council Member:	José Paulo da Silva Filho
Council Member:	Roberto Lamb

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

The Company's Officers declare 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 financial statements for the three month period ended at March 31, 2022, and

(ii) They reviewed, discussed and agreed with the condensed financial statements for the three month period ended at March 31, 2022.

STATUTORY BOARD

Chief Executive Officer:	Gilberto Tomazoni
Administrative and Control Officer:	Eliseo Santiago Perez Fernandez
Chief Financial Officer:	Guilherme Perboyre Cavalcant
Officer:	Jeremiah Alphonsus O'Callaghan
Officer:	Wesley Mendonça Batista Filho

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

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