

SECOND PARTY OPINION (SPO)

Sustainability Quality of the Issuer and Sustainability-Linked Securities as of 17.03.2021

PILGRIMS PRIDE CORPORATION SUSTAINABILITY-LINKED SECURITIES



KPI & SUSTAINABILITY PERFORMANCE TARGET (SPT)

SUSTAINABILITY CREDIBILITY OF KPI AND SPT

KPI selection

The KPI is core, relevant and not or only moderately material to the issuer's business model as it covers Scope 1 and 2 emissions exclusively, accounting for a limited amount of the issuer's total GHG emissions. It is appropriately measurable, quantifiable, externally verifiable and benchmarkable.

SPT calibration

The SPT is ambitious against the company's past performance and compared to Food & Beverages sector practices in terms of defining a GHG emissions reduction target. No evidence has been provided that the SPT is in line with the Paris Agreement. The target is set in a clear timeline, is benchmarkable and supported by a credible strategy and action plan.

MODERATELY CREDIBLE



PRINCIPLES ALIGNMENT

SUSTAINABILITY-LINKED BOND PRINCIPLES ALIGNMENT

- | | |
|--|-------------------------------------|
| 1. Selection of KPI - <i>no or only moderate scope of impact</i> | <input checked="" type="checkbox"/> |
| 2. Calibration of Sustainability Performance Target | <input checked="" type="checkbox"/> |
| 3. Sustainability-Linked Securities Characteristics | <input checked="" type="checkbox"/> |
| 4. Reporting | <input checked="" type="checkbox"/> |
| 5. Verification | <input checked="" type="checkbox"/> |

MODERATELY ALIGNED



ISSUER SUSTAINABILITY PERFORMANCE

SUSTAINABILITY PERFORMANCE ASSESSMENT

The issuer is ranked 121st out of 307 companies within the Food & Beverages sector as of 17.03.2021.

ISS ESG finds that this issuance contributes to the issuer's sustainability strategy thanks to the KPI's clear link to one of the key sustainability priorities of the issuer and due to an ambitious SPT against company's past performance and peer group. The strategy could be further strengthened by establishing targets aligned with the Paris Climate Goals.

CONSISTENT WITH ISSUER'S SUSTAINABILITY STRATEGY

ISS ESG's SPOs provide Sustainability, Green and Social bond issuers with a credible and independent assessment of the sustainability quality of their bonds.

Those that meet ISS ESG's rigorous global standards give sustainability-oriented investors security that the projects they fund are suitably green or social.

ISS ESG's evaluation is based on the engagement conducted in March 2021, on Pilgrim's Sustainability-Linked Securities Framework (March 2021 version) and on the ISS ESG Corporate Rating applicable at the SPO delivery date (updated on the 06.11.2020).