M. Dias Branco

Tradição & Qualidade

Results 1Q11

May, 2011



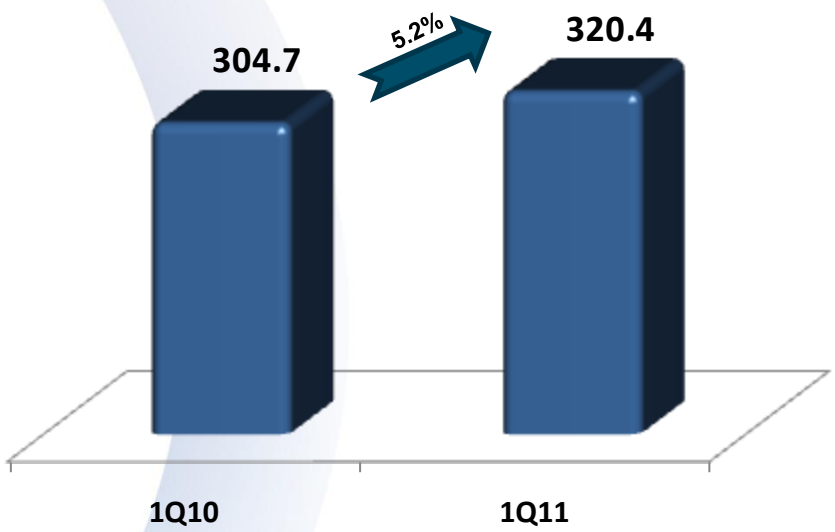
This release contains forward-looking statements relating to the prospects of the business, estimates for operating and financial results, and those related to growth prospects of M. Dias Branco are merely projections and, as such, are based exclusively on the expectations of the management concerning the future of the business. Such forward-looking statements depend, substantially, on changes in market conditions, government regulations, competitive pressures, the performance of the Brazilian and international economies and the industry, therefore, subject to change without prior notice.



Operational Highlights

Sales Volumes and Production Capacity

Total Sales Volume
('000 Tonnes)

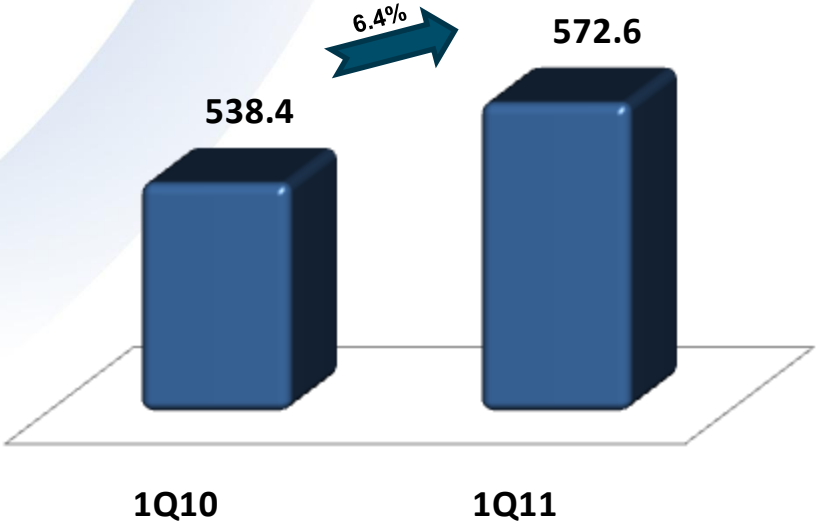


Sales Volume Breakdown ('000 Tonnes)

Product	1Q10	1Q11	Δ
Cookies & Crackers	87.8	93.4	6.4%
Pasta	59.8	61,0	2.0%
Wheat Flour & Bran	144.9	154.5	6.6%
Margarine & Shortening	9.3	9.4	1.1%
Total Volume	304.7	320.4	5.2%

Obs: Sales Volume for "Other" was 2.1 thousand tonnes in 1Q11 and 2.9 in 1Q10.

Production Capacity ('000 Tonnes)

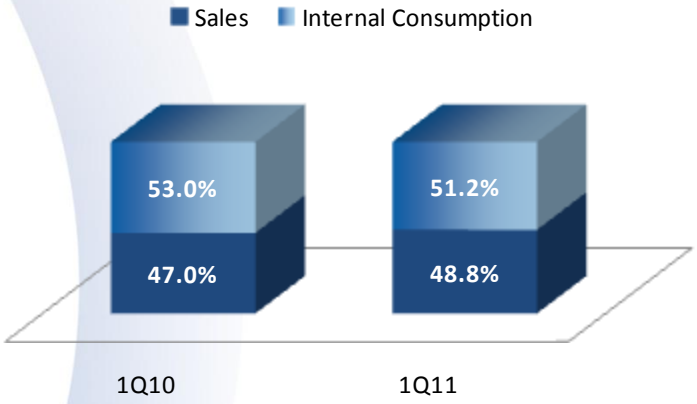


Production Capacity Usage - Breakdown (%)

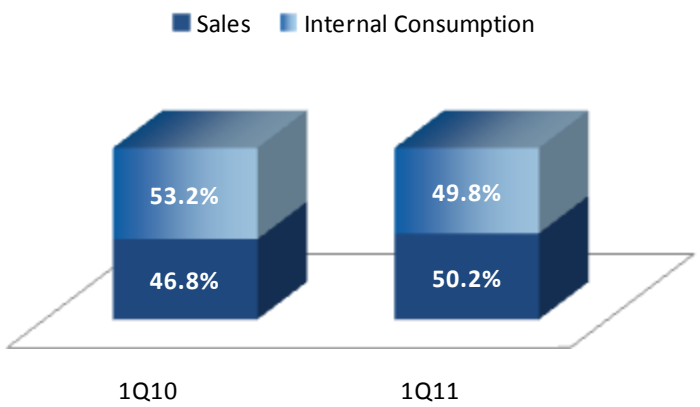
Product	1T10	1T11	Δ
Cookies & Crackers	77.5%	75.8%	-1.7 p.p.
Pasta	67.6%	63.2%	-4.4 p.p.
Wheat Flour & Bran	72.8%	80.2%	+7.4 p.p.
Margarine & Shortening	91.8%	42.9%	-48.9 p.p.
Total Volume	73.6%	73.4%	-0.2 p.p.

Vertical Integration

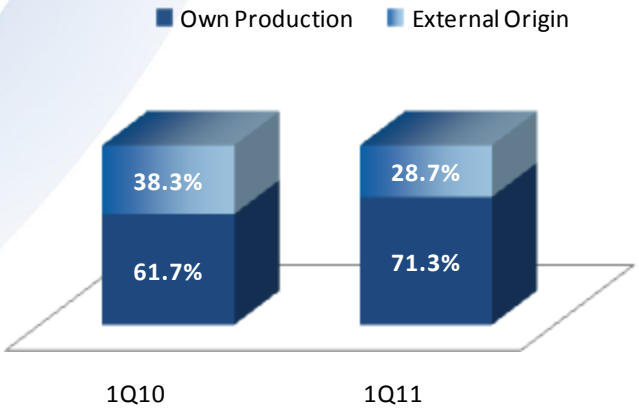
Wheat Flour
Production Destiny (%)



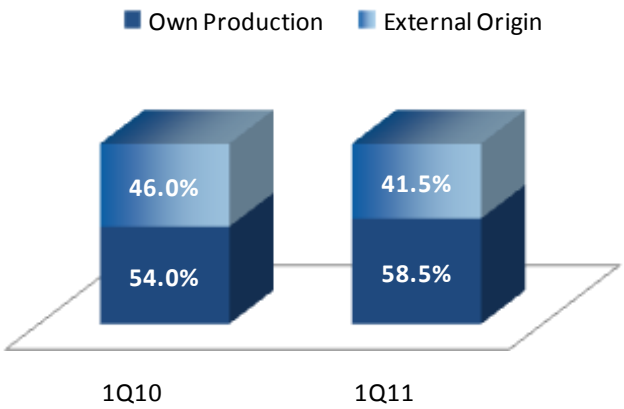
Shortening
Production Destiny (%)



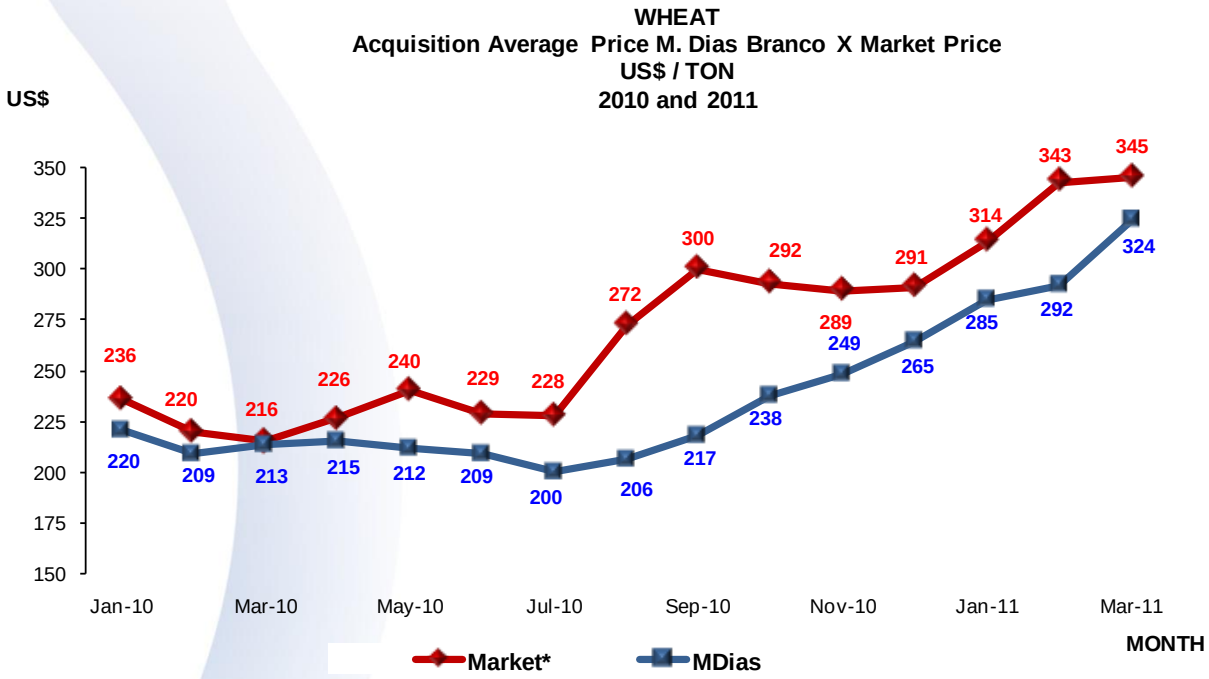
Wheat Flour
Company's Consumption (%)



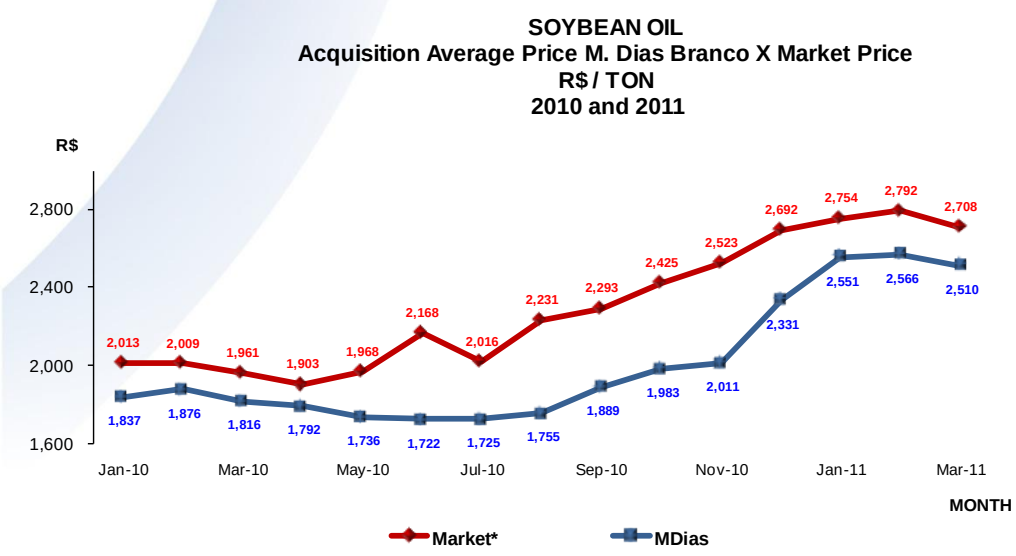
Shortening
Company's Consumption (%)

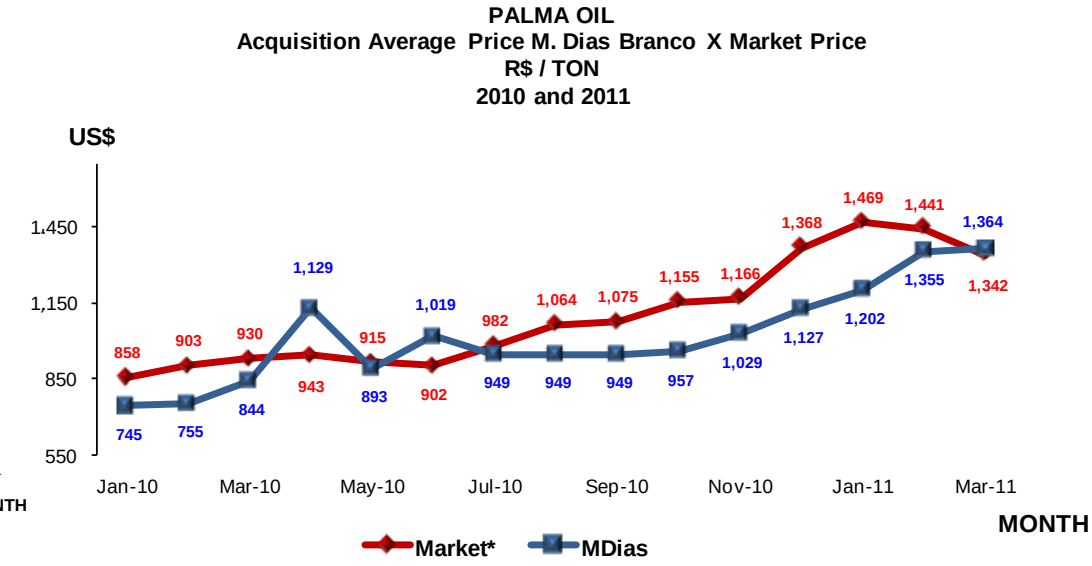


Wheat & Vegetable Oils



- Storage capacity, monitoring the market and buy at scale enables average purchasing prices of wheat and oil prices below the spot.



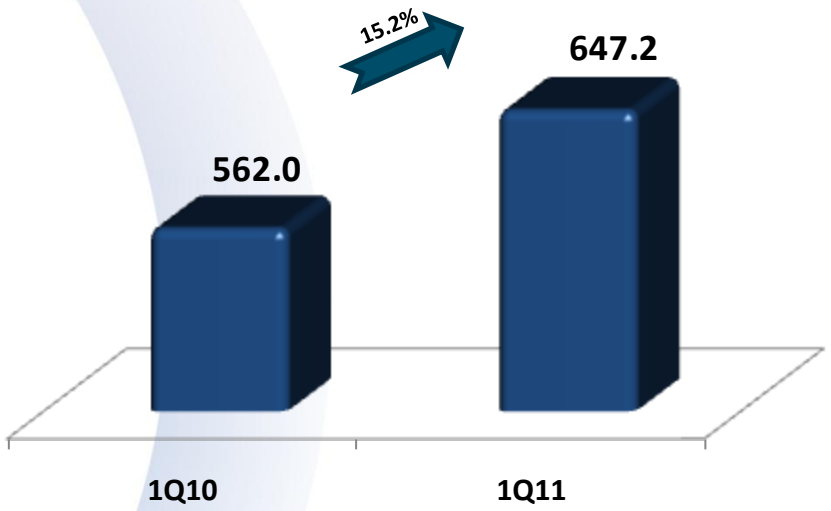




Financial Highlights

Net Revenue & Net Average Prices

Net Revenue
(R$ million)



Net Revenue – *Breakdown (R$ million)*

Product	1Q10	1Q11	Δ
Cookies & Crackers	303.6	347.9	14.6%
Pasta	128.1	135.8	6.0%
Wheat Flour & Bran	105.8	137.2	29.7%
Margarine & Shortening	22.7	24.7	8.8%
Total	562,0	647.2	15.2%

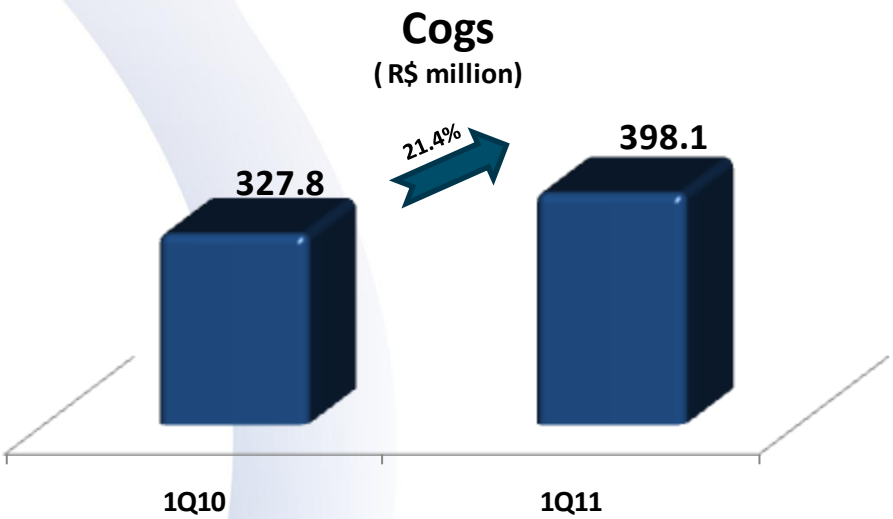
Obs: The volumes of "Other" segment were R$ 1,6 millions in 1Q11 and R$ 1,8 millions in 1Q10.

Net Average Price
(in R$/Kg, net of devolutions)

Product	1Q10	1Q11	Δ
Cookies & Crackers	3.46	3.72	7.5%
Pasta	2.14	2.23	4.2%
Wheat Flour & Bran	0.73	0.89	21.9%
Margarine & Shortening	2.44	2.63	7.8%
Total	1.84	2.02	9.8%

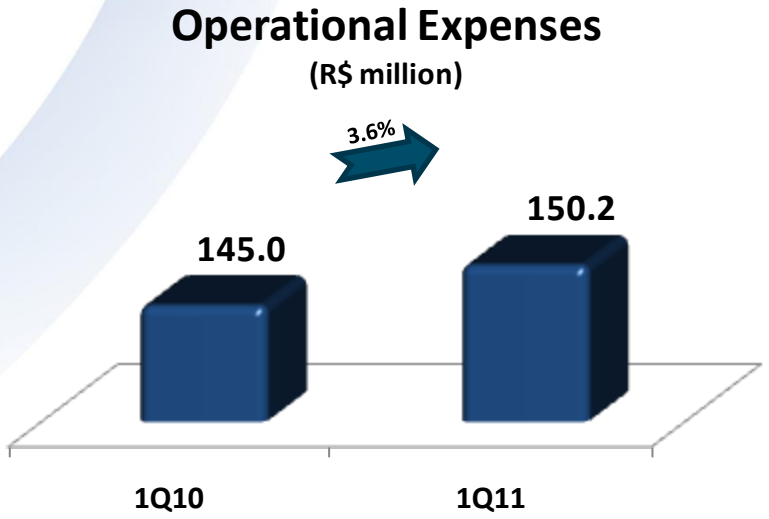
•The company keeps with the recover in cost process of raw materials for its main products prices.

Cogs & Operational Expenses



Cogs – *Breakdown*
(R$ million)

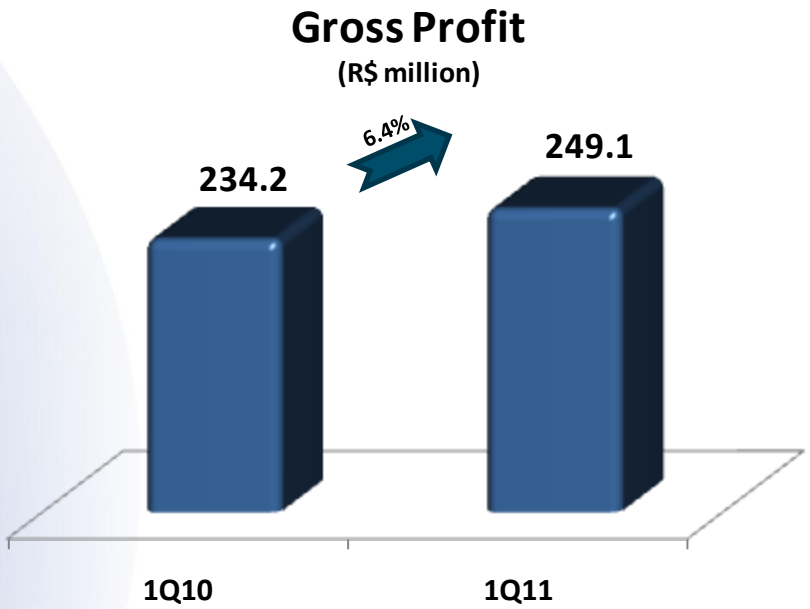
Item/Period	1Q10	1Q11	Δ
Cogs	327.8	398.1	21.4%
Raw Material	231.7	288.1	24.3%
Other	96.1	110.0	14.5%



Operational Expenses – *Breakdown*
(R$ million)

Item/Period	1Q10	1Q11	Δ
Operational Expenses	145.0	150.2	3.6%
Sales Expenses	109.6	110.0	0.4%
Other	35.4	40.2	13.6%

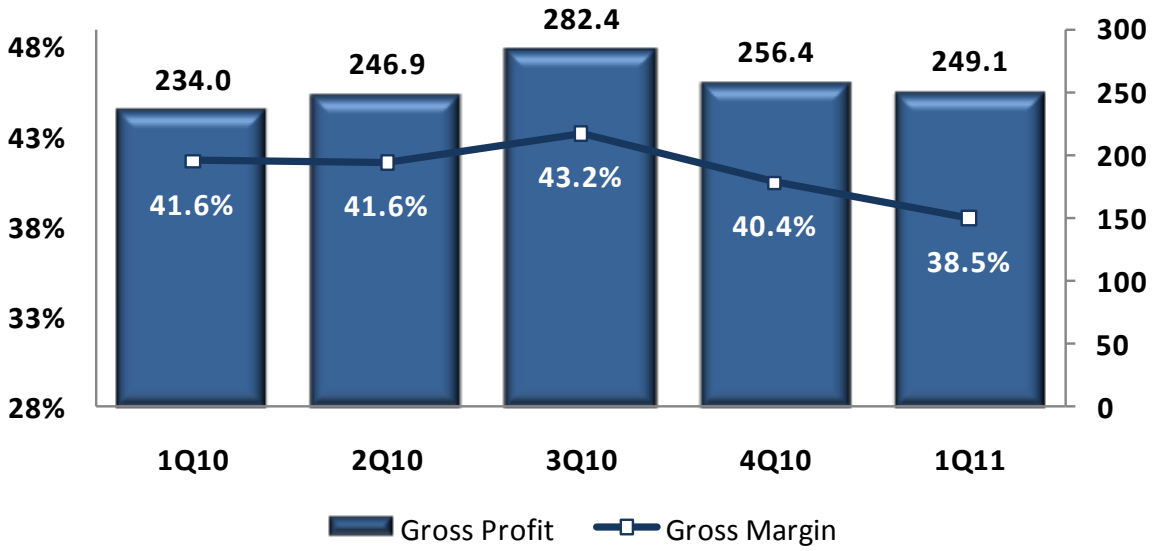
Gross Profit & Gross Margin



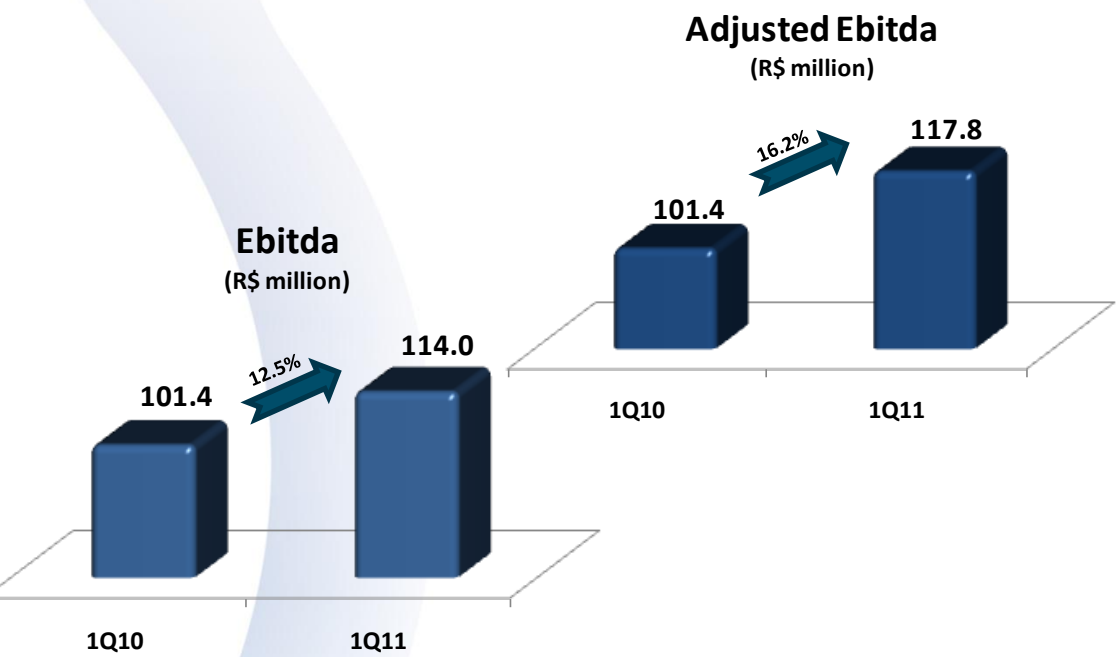
Gross Profit (R$ million) & Gross Profit (%)

Item/Period	1Q10	1Q11	Δ
Gross Profit	234.2	249.1	6.4%
Gross Margin	41.7%	38.5%	-3.2 p.p

Gross Profit (R$ million) & Gross Margin (%)



EBITDA & EBITDA Margin



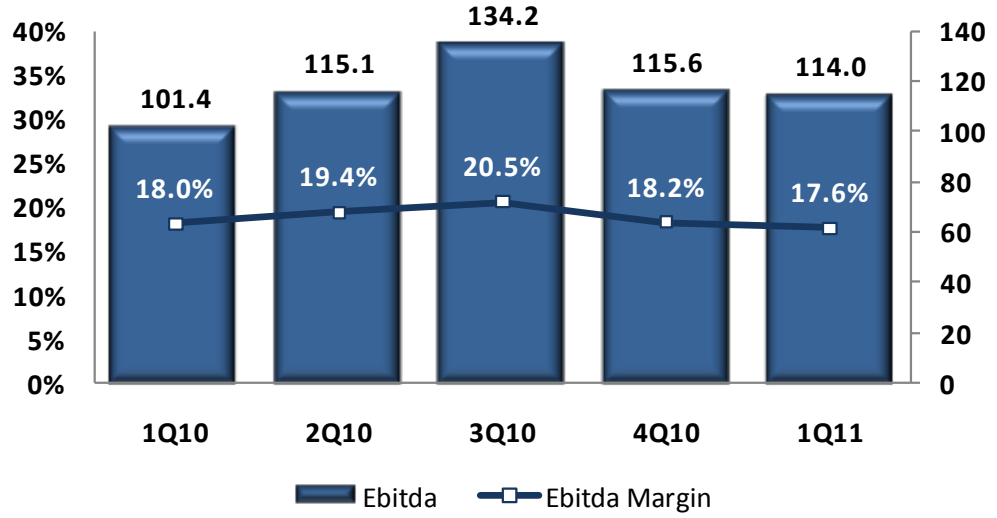
EBITDA (R$ million) & EBITDA Margin (%)

Item/Period	1Q10	1Q11	Δ
Ebitda	101.4	114.0	12.4%
Ebitda Margin	18.0%	17.6%	-0.4 p.p

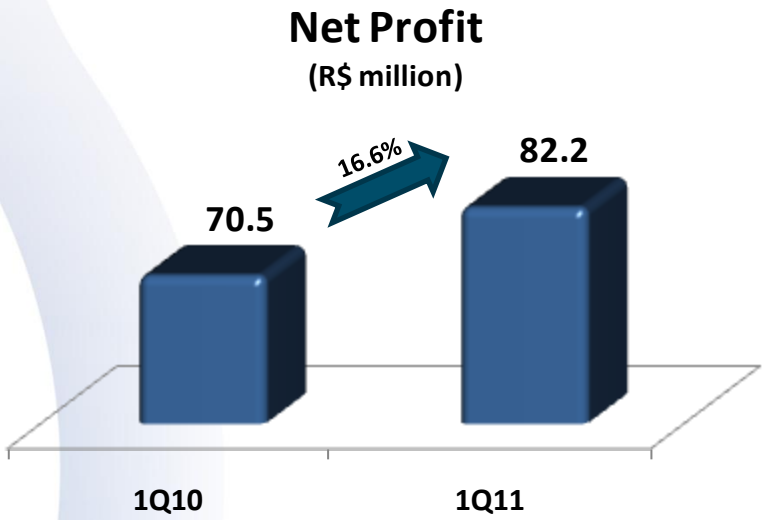
Item/Period	1Q10	1Q11	Δ
Adjusted Ebitda *	101.4	117.8	16,2%
Ebitda Margin Adj.	18.0%	18.2%	+0.2 p.p

* The Adjusted Ebitda excludes the non recorrent effects valued in R$3,8 million.

EBITDA (R$ million) & EBITDA Margin (%)



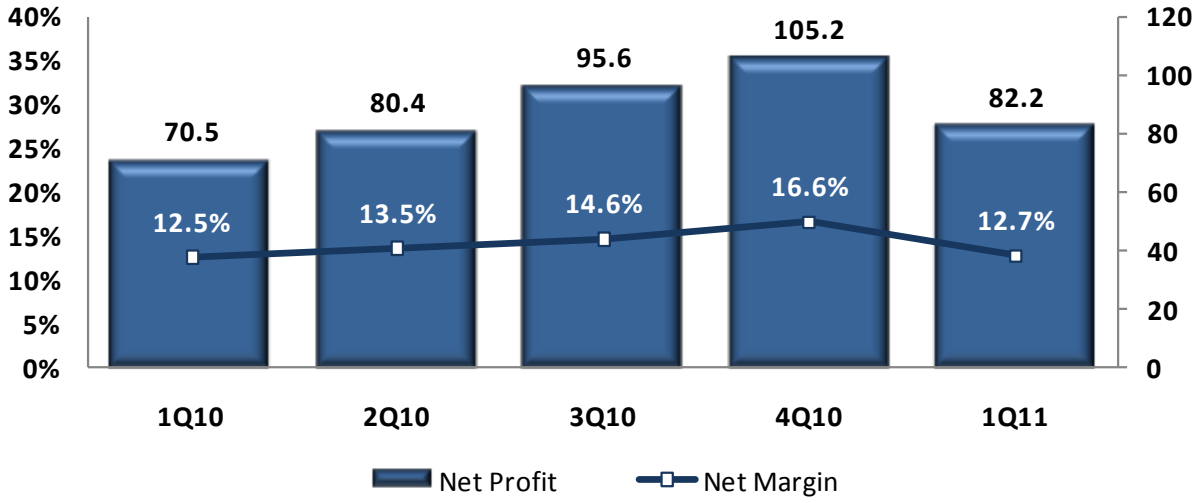
Net Profit & Net Margin



Net Profit (R$ million) & Net Margin (%)

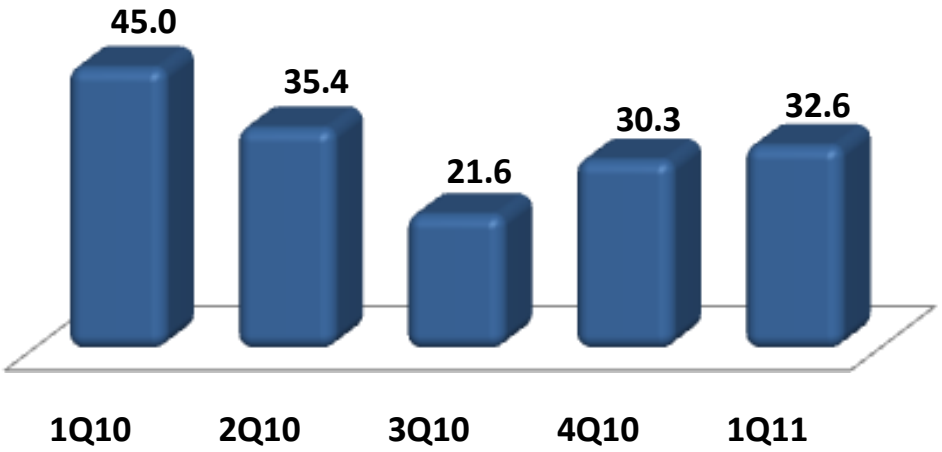
Item/Period	1Q10	1Q11	Δ
Net Profit	70.5	82.2	16.6%
Net Margin	12.5%	12.7%	+0.2 p.p

Net Profit (R$ million) & Net Margin (%)

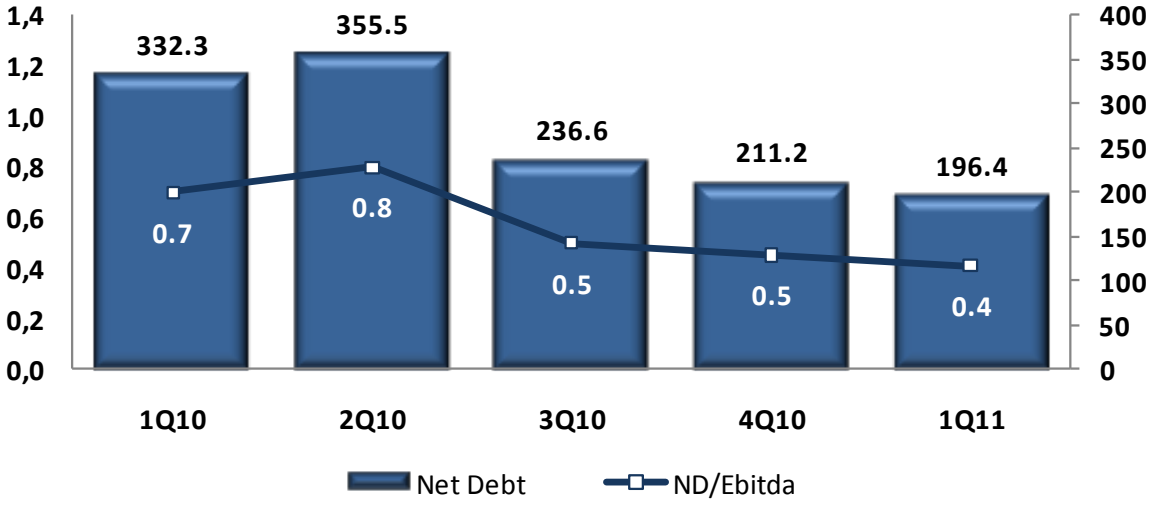


Capex & Net Debt

Capex (R$ million)

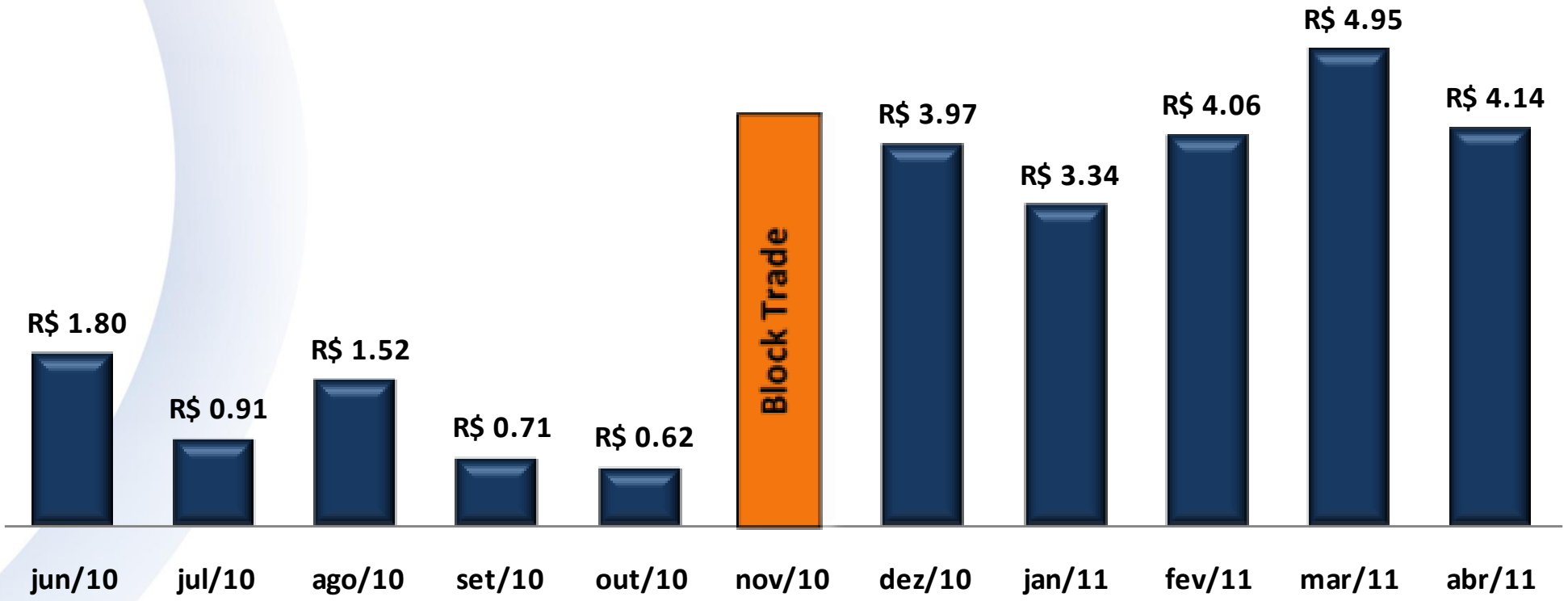


Net Debt(R$ million) & Net Debt / EBITDA



Stock Liquidity

MDIA3 – Average Daily Trading Volume (R$ million)



Obs: ADTV in november/2010 was R$ 23.2 million. ADTV in April consider volume from 1th until 29th .

M. Dias Branco

Tradição & Qualidade

“PILAR”

Informations

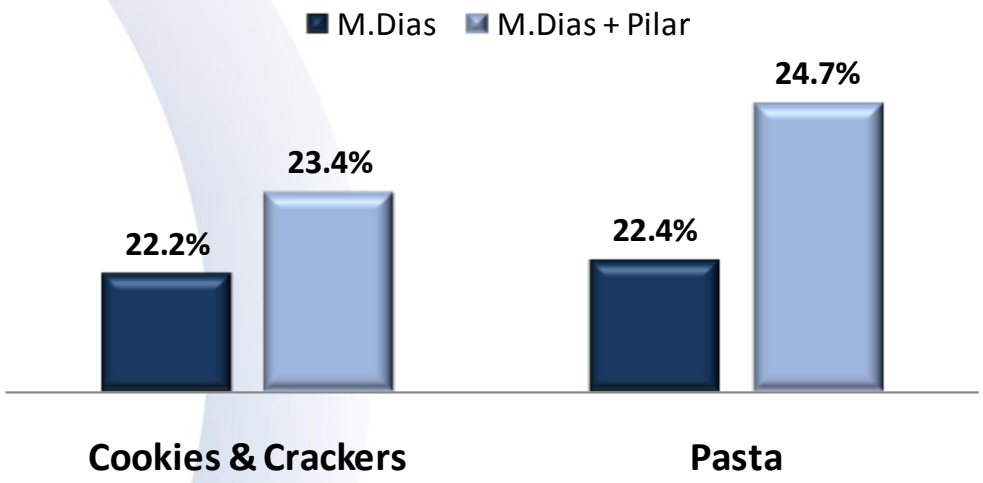


Acquisition Rational

Reason	Target	Benefits
•*Industry Consolidation*	•National leadership expansion	•Strengthening the competitive position
•*Increase in Market Share*	•Increased sales of existing products and new products	•Incorporation of traditional and strong brand to portfolio
•*Access to new costumers*	•Economy of scale in purchasing inputs, production, marketing, logistics and distribution	•Increase in net revenue due to increased sales of products
•*Vertical Integration Expansion*	•Consolidation of the vertical units for the NE without loss of business "Flour"	•Improved operational efficiency due to the expansion of vertical integration and allocation of resources and people

Economic & Financial Data

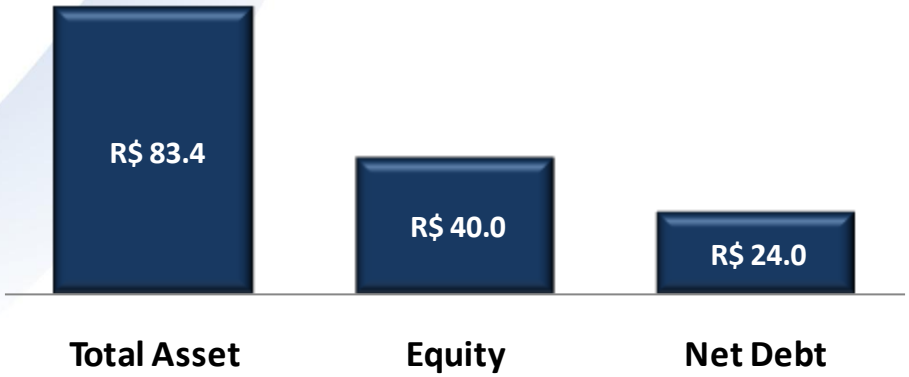
Nacional Market Share (% in Volume)



- Strengthening the competitive position +1.2 pp Cookies+2.3 pp Pasta in national market share.
- It is part of the PILAR's asset, a land with 32,000 m² (which is currently the company's headquarters), next to the Port of Recife-PE, providing space for the installation of a wheat mill

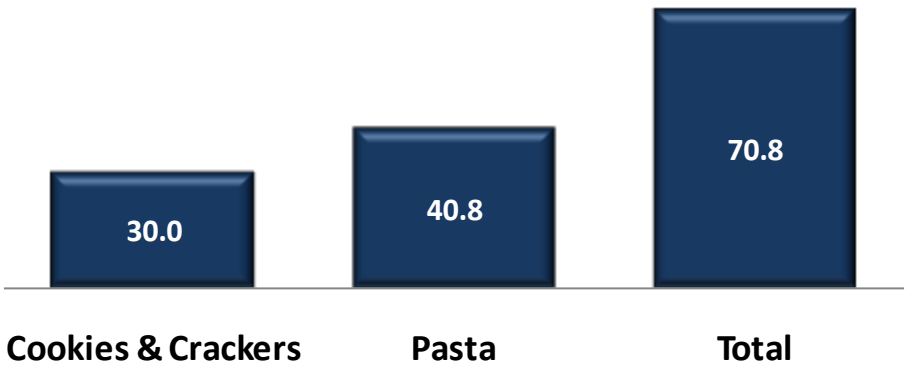
Total Asset, Equity and Net Debt

(R$ million - 2010)



Installed Capacity- 2010

('000 Tonnes)

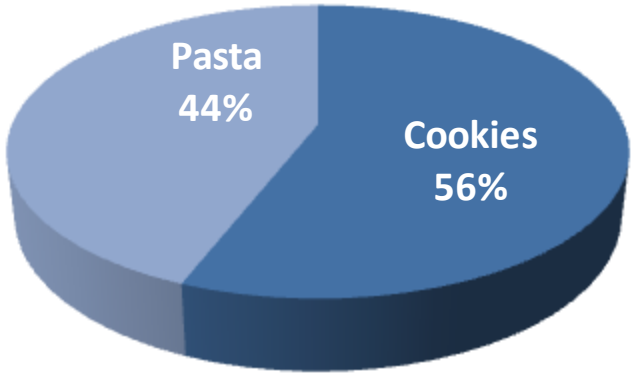


Economic & Financial Data

Net Revenue, Results and Margins

Description	2008	2009	2010
Net Revenue (R$ million)	95.0	98.4	107.5
Gross Profit (R$ million)	23.5	26.1	29.8
Gross Margin (%)	*24.7%*	*26.5%*	*27.7%*
EBIT (R$ million)	7.1	7.1	3.5
EBIT Margin (%)	*7.5%*	*7.2%*	*3.3%*
EBITDA (R$ million)	8.6	8.7	7.6
EBITDA Margin (%)	*9.1%*	*8.8%*	*7.1%*
Net Profit (R$ million)	0.2	-1.6	-3.6
Net Margin (%)	*0.2%*	*-1.6%*	*-3.3%*

Net Revenue - Breakdown



Comparative Margins- 2010

Margins	PILAR	M. DIAS	Dif.
Gross	*27,7%*	*41.7%*	*14.0 p.p*
Operational	*3,3%*	*16.9%*	*13.6 p.p*
Ebitda	*7,1%*	*19.1%*	*12.0 p.p*
Net	*-3,3%*	*14.4%*	*17.7 p.p*

- PILAR's Net Revenue in 2010 represents 4.4% of those obtained by M.Dias Branco at the same period.
- PILAR's margins tend to converge to M.Dias Branco's pattern, due to revenue, costs and expenses synergies;

THANKS!

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