

PETROBRAS - PETROLEO BRASILEIRO SA
Form 6-K
January 21, 2011

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 6-K

Report of Foreign Private Issuer
Pursuant to Rule 13a-16 or 15d-16 of the
Securities Exchange Act of 1934

For the month of January, 2011

Commission File Number 1-15106

PETRÓLEO BRASILEIRO S.A. - PETROBRAS
(Exact name of registrant as specified in its charter)

Brazilian Petroleum Corporation - PETROBRAS
(Translation of Registrant's name into English)

Avenida República do Chile, 65
20031-912 - Rio de Janeiro, RJ
Federative Republic of Brazil
(Address of principal executive office)

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.

Form 20-F Form 40-F

Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No

Edgar Filing: PETROBRAS - PETROLEO BRASILEIRO SA - Form 6-K

This report on Form 6-K is incorporated by reference in the Registration Statement on Form F-3 of Petróleo Brasileiro -- Petrobras (No. 333-163665).

Petrobras Prices Global Notes

Rio de Janeiro, January 20, 2011 Petróleo Brasileiro S.A. Petrobras announces the pricing of 5-year, 10-year and 30-year Global Notes issued by its wholly-owned subsidiary Petrobras International Finance Company (PifCo) and unconditionally and irrevocably guaranteed by Petrobras in a multi-tranche SEC-registered offering.

The terms of the 2016 Notes are as follows:

Issue: 3.875% PifCo Global Notes due 2016

Amount: U.S.\$2,500,000,000

Coupon: 3.875%

Interest Payment Dates: January 27 and July 27 of each year, commencing on July 27, 2011

Yield to Investors: 3.95%

Maturity: January 27, 2016

The terms of the 2021 Notes are as follows:

Issue: 5.375% PifCo Global Notes due 2021

Amount: U.S.\$2,500,000,000

Coupon: 5.375%

Interest Payment Dates: January 27 and July 27 of each year, commencing on July 27, 2011

Yield to Investors: 5.401%

Maturity: January 27, 2021

The terms of the 2041 Notes are as follows:

Issue: 6.750% PifCo Global Notes due 2041

Amount: U.S.\$1,000,000,000

Coupon: 6.750%

Interest Payment Dates: January 27 and July 27 of each year, commencing on July 27, 2011

Yield to Investors: 6.806%

Maturity: January 27, 2041

Petrobras will use the proceeds of this multi-tranche offering to finance Petrobras' planned capital expenditure under its 2010-2014 Business Plan while maintaining an adequate capital structure and staying within Petrobras' targeted financial leverage ratios in accordance with its 2010-2014 Business Plan.

BTG Pactual US Capital Corp, Citigroup Global Markets Inc., HSBC Securities (USA) Inc., Itau BBA USA Securities, Inc., J.P. Morgan Securities LLC and Santander Investment Securities Inc. are the joint lead managers for the transaction and Credit Agricole Securities (USA) Inc. and Mitsubishi UFJ Securities (USA), Inc. are the co-managers. Closing is expected to occur on January 27, 2011.

This press release is neither an offer to sell nor a solicitation of an offer to buy the securities described herein, nor shall there be any sale of these securities in any jurisdiction in which such an offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction. PifCo has an effective registration statement on file with the SEC. The offering is being made only by means of a prospectus supplement and the accompanying prospectus, a copy of which may be obtained by contacting BTG Pactual US Capital Corp, 601 Lexington Ave., 57th Floor, New York, NY 10022, collect at 1-212-293-4618, Citigroup Global Markets Inc., 388 Greenwich Street, New York, NY 10013, collect at 1-212-723-5427; HSBC Securities (USA) Inc., 452 Fifth Avenue, New York, New York 10018, collect at 1-212-525-4102; Itau BBA USA Securities, Inc., 767 5th Avenue, 50th Floor, New York, NY 10153, at 1-888-770-4828, toll free in the United States; J.P. Morgan Securities LLC, 270 Park Avenue, New York, New York 10017, at 1-866-846-2874, toll free in the United States; or Santander Investment Securities Inc., 45 East 53rd Street, New York, New York 10022, collect at 1-212-407-0995.

Alternatively, the prospectus and prospectus supplement may be obtained by visiting EDGAR on the SEC Web site at <http://www.sec.gov/>.

www.petrobras.com.br/ri/english

Contacts: PETRÓLEO BRASILEIRO S. A. PETROBRAS Investor Relations Department | E-mail: petroinvest@petrobras.com.br / acionistas@petrobras.com.br

Av. República do Chile, 65 2nd floor - 20031-912 - Rio de Janeiro, RJ | Tel.: 55 (21) 3224-1510 / 9947

This document may contain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended (Securities Act), and Section 21E of the Securities Exchange Act of 1934, as amended (Exchange Act) that merely reflect the expectations of the Company's management. Such terms as anticipate, believe, expect, forecast, intend, plan, project, seek, should, along with similar expressions, are used to identify such forward-looking statements. These predictions evidently involve risks and uncertainties, whether foreseen or not by the Company. Therefore, the future results of operations may differ from current expectations, and readers must not base their expectations exclusively on the information presented herein.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Date: January 20, 2011

PETRÓLEO BRASILEIRO S.A--PETROBRAS

By: /s/ Almir Guilherme Barbassa

Almir Guilherme Barbassa
Chief Financial Officer and
Investor Relations Officer

FORWARD-LOOKING STATEMENTS

This press release may contain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended (Securities Act), and Section 21E of the Securities Exchange Act of 1934, as amended (Exchange Act) that are not based on historical facts and are not assurances of future results. These forward-looking statements are based on management's current view and estimates of future economic circumstances, industry conditions, company performance and financial results. The words "anticipates", "believes", "estimates", "expects", "plans" and similar expressions, as they relate to the company, are intended to identify forward-looking statements. Statements regarding the declaration or payment of dividends, the implementation of principal operating and financing strategies and capital expenditure plans, the direction of future operations and the factors or trends affecting financial condition, liquidity or results of operations are examples of forward-looking statements. Such statements reflect the current views of management and are subject to a number of risks and uncertainties. There is no guarantee that the expected events, trends or results will actually occur. The statements are based on many assumptions and factors, including general economic and market conditions, industry conditions, and operating factors. Any changes in such assumptions or factors could cause actual results to differ materially from current expectations.

All forward-looking statements are expressly qualified in their entirety by this cautionary statement, and you should not place reliance on any forward-looking statement contained in this press release. We undertake no obligation to publicly update or revise any forward-looking statements, whether as a result of new information or future events or for any other reason.
