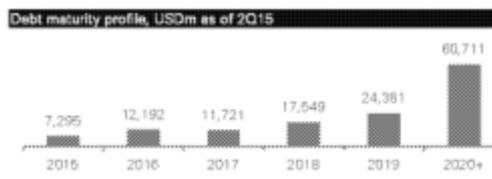
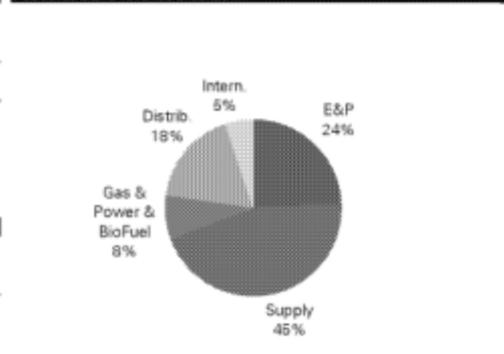




Figure 15: Petrobras 2Q15 summary financials (USDm)

Petroleo Brasileiro SA										
Income Statement (USDm)	2Q14	3Q14	4Q14	1Q15	2Q15	qoq	yoy	2013	2014	LTM
<b>Total Revenues</b>	<b>36,926.5</b>	<b>38,850.4</b>	<b>33,384.4</b>	<b>25,883.5</b>	<b>26,039.2</b>	<b>0.6%</b>	<b>-28.6%</b>	<b>141,074.4</b>	<b>143,188.0</b>	<b>124,157.6</b>
COGS	(28,483.0)	(29,864.6)	(24,741.9)	(18,082.2)	(17,713.1)	-2.0%	-37.8%	(108,146.4)	(109,045.1)	(90,401.8)
<b>Gross Profit</b>	<b>8,443.5</b>	<b>8,985.8</b>	<b>8,642.5</b>	<b>7,801.3</b>	<b>8,326.1</b>	<b>6.7%</b>	<b>-1.4%</b>	<b>32,928.0</b>	<b>34,152.9</b>	<b>33,755.7</b>
Gross Margin	22.9%	23.1%	25.9%	30.1%	32.0%	183.6	911.0	23.7%	23.9%	27.2%
Gross interest expense	(1,860.3)	(1,703.9)	(1,747.3)	(1,683.2)	(2,105.1)	34.3%	13.2%	(5,834.7)	(5,883.1)	(7,249.6)
SG&A	(2,401.4)	(4,149.8)	(2,795.1)	(1,543.5)	(2,166.1)	40.3%	-9.8%	(9,879.7)	(11,547.6)	(10,654.5)
<b>Cash Flow (USDm)</b>	<b>2Q14</b>	<b>3Q14</b>	<b>4Q14</b>	<b>1Q15</b>	<b>2Q15</b>	<b>qoq</b>	<b>yoy</b>	<b>2013</b>	<b>2014</b>	<b>LTM</b>
EBIT	3,970.0	(2,163.3)	(12,673.4)	4,642.1	3,090.1	-33.4%	-22.2%	15,900.4	(5,622.6)	(7,104.4)
<b>EBITDA</b>	<b>7,429.4</b>	<b>929.8</b>	<b>(9,215.6)</b>	<b>7,606.7</b>	<b>6,030.7</b>	<b>-20.7%</b>	<b>-18.8%</b>	<b>29,072.3</b>	<b>4,202.6</b>	<b>5,351.6</b>
EBITDA Margin	20.1%	2.4%	-27.6%	29.4%	23.2%	-62.8	304.1	20.6%	2.9%	4.3%
<b>Reported EBITDA</b>	<b>7,289.5</b>	<b>3,731.3</b>	<b>7,873.8</b>	<b>7,490.8</b>	<b>6,439.9</b>	<b>-14.0%</b>	<b>-11.7%</b>	<b>29,135.2</b>	<b>25,110.4</b>	<b>25,536.8</b>
Reported EBITDA Margin	19.7%	9.6%	-23.6%	28.9%	24.7%	-420.9	489.1	20.7%	17.5%	20.6%
<b>Change in WC</b>	<b>765.2</b>	<b>(4,264.9)</b>	<b>(1,069.4)</b>	<b>(1,094.3)</b>	<b>847.0</b>	<b>NM</b>	<b>10.7%</b>	<b>(1,596.7)</b>	<b>(2,206.3)</b>	<b>(5,601.5)</b>
<b>Change in Net WA</b>	<b>3,609.9</b>	<b>(5,467.7)</b>	<b>1,372.0</b>	<b>(977.4)</b>	<b>(819.7)</b>	<b>-16.1%</b>	<b>NM</b>	<b>(1,840.9)</b>	<b>1,179.3</b>	<b>(5,912.8)</b>
<b>Net OCF (w chg in NWA)</b>	<b>3,819.6</b>	<b>6,417.4</b>	<b>(10,587.0)</b>	<b>8,584.1</b>	<b>6,854.0</b>	<b>-20.2%</b>	<b>78.4%</b>	<b>30,913.2</b>	<b>3,023.3</b>	<b>11,264.4</b>
<b>Net interest paid</b>	<b>(1,582.1)</b>	<b>(1,502.5)</b>	<b>(1,537.3)</b>	<b>(2,572.9)</b>	<b>(949.2)</b>	<b>-63.1%</b>	<b>-40.0%</b>	<b>(4,647.0)</b>	<b>(5,919.2)</b>	<b>(5,561.9)</b>
Net capex	(8,588.4)	(8,848.7)	(5,553.3)	(5,154.7)	(5,687.1)	-6.2%	-34.9%	(48,313.9)	(20,738.8)	(26,143.8)
Acquisitions	49.4	(25.1)	(78.2)	137.9	35.5	-74.2%	-28.1%	(83.4)	(105.1)	72.1
Cash dividends paid	(3,917.5)	(7.9)	5.5	-	-	NM	NM	(2,672.6)	(3,708.8)	(2.4)
Broad Free Cash Flow (FCF w chg in NWA)	(11,419.8)	(4,018.2)	(14,418.8)	(1,058.0)	(521.0)	-60.8%	-66.4%	(27,185.7)	(25,797.2)	(20,014.0)
<b>Free cash flow (FCF)</b>	<b>(8,575.1)</b>	<b>(5,241.0)</b>	<b>(11,955.4)</b>	<b>(941.2)</b>	<b>(2,187.7)</b>	<b>132.4%</b>	<b>-74.5%</b>	<b>(27,409.3)</b>	<b>(32,411.5)</b>	<b>(20,325.3)</b>
<b>Net change in debt</b>	<b>3,331.8</b>	<b>(3,404.9)</b>	<b>(3,473.7)</b>	<b>(8,046.5)</b>	<b>9,877.8</b>	<b>NM</b>	<b>196.5%</b>	<b>17,693.9</b>	<b>18,705.1</b>	<b>(5,047.3)</b>
<b>Net cash generation</b>	<b>(5,243.4)</b>	<b>(8,645.9)</b>	<b>(15,423.1)</b>	<b>(8,987.7)</b>	<b>7,659.1</b>	<b>NM</b>	<b>NM</b>	<b>(9,716.0)</b>	<b>(13,706.5)</b>	<b>(25,372.7)</b>
<b>Balance Sheet (USDm)</b>	<b>2Q14</b>	<b>3Q14</b>	<b>4Q14</b>	<b>1Q15</b>	<b>2Q15</b>	<b>qoq</b>	<b>yoy</b>	<b>2013</b>	<b>2014</b>	<b>LTM</b>
S-T Debt	10,628.6	11,542.4	11,877.3	12,297.9	14,390.9	17.0%	36.4%	7,961.4	11,877.3	14,390.9
L-T Debt	128,337.2	124,018.6	120,210.0	111,742.8	119,527.6	7.0%	-6.9%	105,430.8	120,210.0	119,527.6
<b>Total Debt</b>	<b>138,965.8</b>	<b>135,560.9</b>	<b>132,087.2</b>	<b>124,040.7</b>	<b>133,918.5</b>	<b>8.0%</b>	<b>-3.6%</b>	<b>113,382.2</b>	<b>132,087.2</b>	<b>133,918.5</b>
Cash and Cash equivalents	26,256.6	20,280.4	16,646.2	10,666.0	26,157.3	148.2%	-0.4%	15,736.8	16,646.2	26,157.3
<b>Net Debt</b>	<b>112,709.2</b>	<b>115,280.6</b>	<b>115,441.0</b>	<b>113,374.7</b>	<b>107,761.2</b>	<b>-6.0%</b>	<b>-4.4%</b>	<b>97,645.3</b>	<b>115,441.0</b>	<b>107,761.2</b>
Adjusted Cash and Cash equivalents	29,970.2	28,713.5	25,943.0	21,109.6	29,531.4	39.9%	-1.6%	19,583.0	25,943.0	29,531.4
<b>Adjusted Net Debt</b>	<b>108,935.5</b>	<b>106,847.4</b>	<b>106,144.3</b>	<b>102,931.1</b>	<b>104,387.0</b>	<b>1.4%</b>	<b>-4.2%</b>	<b>93,799.2</b>	<b>106,144.3</b>	<b>104,387.0</b>
<b>Credit Ratios</b>	<b>2Q14</b>	<b>3Q14</b>	<b>4Q14</b>	<b>1Q15</b>	<b>2Q15</b>	<b>qoq</b>	<b>yoy</b>	<b>2013</b>	<b>2014</b>	<b>LTM</b>
Interest Coverage	3.99x	0.55x	-5.27x	4.49x	2.88x	-162.8	-112.9	4.98x	0.61x	0.74x
EBITDA-Capex/Interest	-0.62x	-4.65x	-8.45x	0.86x	0.21x	-84.7	83.4	-3.30x	-3.86x	-2.87x
S-T Debt/Total Debt	7.6%	8.5%	9.0%	9.9%	10.7%	83.2	309.8	7.0%	9.0%	10.7%
Cash/S-T Debt	2.82x	2.49x	2.18x	1.72x	2.05x	33.6	-76.8	2.46x	2.18x	2.05x
Total debt/EBITDA (x)	4.68x	36.45x	-3.58x	4.08x	5.55x	147.5	87.5	3.90x	31.43x	25.02x
Total debt/LTM Reported EBITDA (x)	5.36x	5.67x	5.29x	4.70x	5.24x	54.3	-11.8	3.89x	5.26x	5.24x
Adjusted Net debt/EBITDA (x)	3.67x	28.73x	-2.88x	3.38x	4.33x	94.4	99.0	3.23x	25.26x	19.51x
Adjusted Net debt/EBITDA (x)	3.67x	28.73x	-2.88x	3.38x	4.33x	94.4	99.0	3.23x	25.26x	19.51x
Net debt/LTM EBITDA (x)	4.36x	5.60x	21.53x	16.90x	20.14x	336.1	1977.8	3.36x	27.47x	20.14x
Adjusted Net debt/LTM EBITDA (x)	4.21x	5.10x	19.80x	15.25x	19.51x	425.7	1529.1	3.23x	25.26x	19.51x
Adjusted Net debt/LTM Reported EBITDA (x)	4.21x	4.47x	4.25x	3.90x	4.09x	19.6	96.6	3.22x	4.23x	4.09x
LTM OCF/Total Debt (%)	16.8%	17.2%	5.7%	10.0%	8.2%	-184.5	-893.3	27.0%	4.9%	8.2%
Working Capital turnover (days)	30	30	28	32	31	-0.6	-4.6	30	24	27
CAPEX (% Revenues)	23.3%	22.8%	16.6%	23.8%	21.5%	-232.2	-180.2	34.2%	21.5%	21.1%

Capital Structure 2Q15 (USDm)		Liquidity	
	amount	as % total	
Bonds	43,357.6	75.6%	Adjusted Cash and Cash equivalents
Banks	90,550.9	38.9%	<b>Total</b>
<b>Total Debt</b>	<b>133,918.5</b>	<b>67.5%</b>	<b>29,531.4</b>
Shareholders' Equity	90,007.4	42.5%	S-T Debt
<b>Total Capitalization</b>	<b>232,925.9</b>	<b>100.0%</b>	<b>14,390.9</b>
			<b>Surplus/(Deficit)</b>
			<b>15,140.5</b>



Equity Value	
Market Cap. As on 10/5/2015	29,288.0
Adjusted Net Debt	104,387.0
<b>Enterprise Value</b>	<b>133,675.0</b>
EV/LTM EBITDA	6.23x

\*Adjusted numbers add government securities with maturities of +90 days to cash

Source: Deutsche Bank