

PETROBRAS - PETROLEO BRASILEIRO SA  
Form 6-K  
May 17, 2012

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**SECURITIES AND EXCHANGE COMMISSION**  
Washington, D.C. 20549

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**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 May, 2012**

**Commission File Number 1-15106**

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**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

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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).

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**Petróleo Brasileiro S.A. - Petrobras and  
subsidiaries**

Consolidated financial statements  
March 31, 2012 and 2011 with  
Report of Independent Registered  
Public Accounting Firm

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# Petróleo Brasileiro S.A. - Petrobras and subsidiaries

## Consolidated financial statements

**March 31, 2012 and 2011**

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**Report of Independent Registered  
Public Accounting Firm**

To the Board of Directors and Shareholders

We have reviewed the accompanying condensed consolidated balance sheet of Petróleo Brasileiro S.A. Petrobras and its subsidiaries as of March 31, 2012, and the related condensed consolidated statements of income, of cash flows, of comprehensive income and of shareholders equity for the three-month period ended March 31, 2012. This interim financial information is the responsibility of the Company's management.

We conducted our review in accordance with the standards of the Public Company Accounting Oversight Board (United States). A review of interim financial information consists principally of applying analytical procedures and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States), the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying condensed consolidated interim financial information for it to be in conformity International Financial Reporting Standards as issued by the International Accounting Standards Board.

The financial statements of the Company as of and for the year ended December 31, 2011 and the financial information as of and for the quarter ended March 31, 2011 were audited and reviewed, respectively, by other auditors who issued unqualified opinion and review reports dated February 9, 2012 and May 13, 2011, respectively.

/s/PricewaterhouseCoopers

**PricewaterhouseCoopers**

Auditores Independentes

Rio de Janeiro - Brazil

May 15, 2012

## Petróleo Brasileiro S.A. - Petrobras and subsidiaries

## Consolidated Statement of Financial Position

## March 31, 2012 and December 31, 2011

*(In millions of Dollars)*

		March, 31	December, 31			March, 31	December, 31
Assets	Note	2012	2011	Liabilities	Note	2012	2011
<b>Current assets</b>				<b>Current liabilities</b>			
Cash and cash equivalents	5	21,900	19,057	Trade accounts payable	15	11,726	11,863
Marketable securities	6	9,880	8,961	Current debt	16	9,868	10,067
Accounts receivable, net	7	11,809	11,756	Current portion of finance lease obligations	17.1	21	44
Inventories	8	16,133	15,165	Taxes payable	20.2	6,019	5,847
Recoverable Taxes	20.1	6,684	6,848	Dividends payable	22	1,432	2,067
Advances to suppliers		861	740	Payroll and related charges		1,632	1,696
Other current assets		2,087	2,065	Employees' postretirement benefits obligations - Pension and Health Care	21	823	761
		<b>69,354</b>	<b>64,592</b>	Other current liabilities		4,674	4,019
						<b>36,195</b>	<b>36,364</b>
<b>Non-current assets</b>				<b>Non-current liabilities</b>			
<b>Long-term receivables</b>				<b>Non-current liabilities</b>			
Accounts receivable, net	7	3,380	3,253	Long-term debt	16	80,090	72,718
Marketable Securities	6	3,298	3,064	Finance lease obligations	17.1	103	98
Restricted deposits for legal proceedings and guarantees	9	1,663	1,575	Deferred tax liabilities	20.3	19,539	17,736



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Deferred tax assets	20.3	8,954	9,199	Employees' postretirement benefits obligations - Pension and Health Care	21	9,486	8,878
Advances to suppliers		3,300	3,141	Legal proceedings provisions	28	851	726
Other long-term receivables		2,081	1,725	Provision for decommissioning cost	19	4,843	4,712
		<b>22,676</b>	<b>21,957</b>	Other non-current liabilities		914	1,068
						<b>115,826</b>	<b>105,936</b>
<b>Investments</b>	11.1	6,764	6,530				
<b>Property, plant and equipment , net</b>	12	194,099	182,465	<b>Shareholders' equity</b>	22		
<b>Intangible assets</b>	13	45,078	43,866	Paid in capital		107,362	107,355
		<b>245,941</b>	<b>232,861</b>	Additional paid in capital		314	316
				Profit reserves		63,816	60,224
				Accumulated other comprehensive income		13,050	7,943
				<b>Petrobras shareholder's equity</b>		<b>184,542</b>	<b>175,838</b>
				<b>Non-controlling interests</b>		1,408	1,272
				<b>Total Equity</b>		<b>185,950</b>	<b>177,110</b>
				<b>Total liabilities and shareholder's equity</b>		<b>337,971</b>	<b>319,410</b>
<b>Total Assets</b>		<b>337,971</b>	<b>319,410</b>				

See the accompanying notes to the consolidated financial statements.

## Petróleo Brasileiro S.A. - Petrobras and subsidiaries

## Consolidated Statement of Income

**March 31, 2012 and 2011***(In millions of Dollars)*

			Three-month periods ended
	Note	2012	March 31, 2011
<b>Sales revenues</b>	23	<b>37,410</b>	<b>32,602</b>
Cost of sales	24	(25,959)	(20,673)
<b>Gross profit</b>		<b>11,451</b>	<b>11,929</b>
<b>Income (expenses)</b>			
Selling expenses	24	(1,331)	(1,250)
Administrative and general expenses	24	(1,244)	(1,168)
Exploration costs	14	(572)	(565)
Research and development expenses	24	(293)	(295)
Other taxes	24	(84)	(147)
Other operating income and expenses, net	25	(1,268)	(1,116)
		<b>(4,792)</b>	<b>(4,541)</b>
<b>Net income before financial results and income taxes</b>		<b>6,659</b>	<b>7,388</b>
Financial income (expenses), net	26	263	1,229
Equity in results of non consolidated companies		77	246
<b>Income before income taxes</b>		<b>6,999</b>	<b>8,863</b>
Income tax	20.5	(1,666)	(2,152)
<b>Net income</b>		<b>5,333</b>	<b>6,711</b>

Net income (loss) attributable to:

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<b>Shareholders of Petrobras</b>	<b>5,212</b>	<b>6,588</b>
<b>Non-controlling interests</b>	121	123
	<b>5,333</b>	<b>6,711</b>

See the accompanying notes to the consolidated financial statements.

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## Petróleo Brasileiro S.A. - Petrobras and subsidiaries

## Consolidated Statement of Comprehensive Income

**March 31, 2012 and 2011***(In millions of Dollars, except income per share)*

	2012	Three-month periods ended March 31, 2011
<b>Net income before non-controlling interest</b>	<b>5,333</b>	<b>6,711</b>
<b>Other comprehensive income</b>		
Cummulative translation adjustments	4,848	4,396
Deemed cost of associates	1	
Unrealized results on available-for-sale securities		
Recognized in shareholders' equity	118	(99)
Reclassified to profit or loss	2	5
Unrealized results on cash flow hedge		
Recognized in shareholders' equity	11	(4)
Reclassified to profit or loss	(10)	(2)
Deferred income tax	(40)	34
	<b>4,930</b>	<b>4,330</b>
<b>Total comprehensive income (loss)</b>	<b>10,263</b>	<b>11,041</b>
<b>Comprehensive income attributable to:</b>		
Shareholders of Petrobras	4,806	4,228
Non-controlling interests	124	102
<b>Total comprehensive income (loss)</b>	<b>4,930</b>	<b>4,330</b>

See the accompanying notes to the consolidated financial statements.

Petróleo Brasileiro S.A. - Petrobras and subsidiaries

Consolidated Statement of Changes in Shareholders Equity

**March 31, 2012 and 2011**

*(In millions of Dollars, except income per share)*

	Paid-in capital	Additional paid in capital	Shares issuance costs	Change in interest in subsidiaries	Capital reserves	Tax incentives	Accumulated other comprehensive income	Other comprehensive income	Legal	Statutory	Profit reserves	Tax incentives	ret
<b>Balance at December 31, 2010</b>	<b>107,341</b>												