

Opportunity Summary

Petróleo Brasileiro S.A. (“PETROBRAS”) operates and holds 100% working interest in Azulão Field (Concession BA-3), located at Amazonas State.

PETROBRAS offers 100% of the total working interest in the Asset and expects to obtain cash consideration on the Closing of the operation (“Potential Transaction” or “Process”).

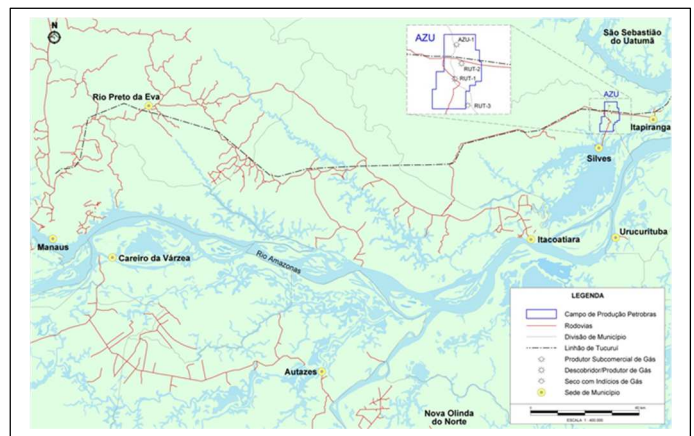
The Potential Transaction is an opportunity to develop and monetize a gas discovery, near an outstanding infrastructure, in a unique hydrocarbon field at the area accessible by very good roads and located near to the electrical substation Silves, at the transmission line “Tucuruí-Manaus”.

Azulão Field

The Concession BA-3 was granted to Petrobras in 1998, at the BID Round 0 of ANP.

The Azulão field was discovered in 1999. Since then, 3 (three) wells were drilled, 2 of them classified as productive wells.

The Commerciality Declaration of the field occurred in 2004 and it expires in 2031.



Investment Highlights

The Azulão Field has a significant volume of discovered natural gas and is located 290km eastward of Manaus, between the cities of Silves and Itapiranga.

The Azulão Field reservoirs are mainly sandstone, with high static pressure and good porosity.

PETROBRAS rents (and also has the purchase option) the area beside the well 1-RUT-1 classified as producer. Such area has about 60 ha. This area is large enough to build a Power Plant and a gas treating plant to supply the fuel to and maintain required 80% acreage as environmental legal reserve.

There are advanced studies (Basic E&P Project, transmission line route and others) in order to build a Gas Powered Power Plant to connect the Silves Substation, 12 km far from the well 1-RUT-1. These studies will be fully delivered to the winner upon conclusion of the Potential Transaction.

Both Federal and State Government usually grant significant benefits for companies operating in the region.

Prospective Purchasers Requirements

In order to participate in this Process, the prospective purchaser must meet the following requirements:

- Be, or has been, Hydrocarbon Exploration and Production Concessionaire at Amazonas and/or Solimões Basin in Brazil; or
- Hold a minimum installed capacity to produce 200 Mwh of thermoelectricity in Brazil.

Besides, neither prospective purchaser nor any of its affiliates can:

(A) be owned or controlled by a person or entity subject to any economic, financial or trade (i) sanctions, (ii) regulations, (iii) embargoes or (iv) restrictive measures, all related to E&P activities on onshore fields (Sanctioned Person), and that were administered, enacted, imposed or enforced by the World Bank, the United Nations Security Council, the United States of America, the United Kingdom, the European Union, France, Italy, Austria, the Netherlands, Brazil, and the respective governmental institutions and agencies of any of the foregoing.

(B) be located, incorporated, organized, or resident in a country subject to any economic, financial or trade (i) sanctions, (ii) regulations, (iii) embargoes or (iv) restrictive measures, all related to E&P activities on onshore fields (Sanctioned Country) and that were administered, enacted, imposed or enforced by the World Bank, the United Nations Security Council, the United States of America, the United Kingdom, the European Union, France, Italy, Austria, the Netherlands, Brazil and the respective governmental institutions and agencies of any of the foregoing.

(C) have any business affiliation or commercial dealings with, or investments in, any Sanctioned Country or Sanctioned Person.

In addition, the prospective purchaser should not be included in the following restrictive lists:

(A) “*Cadastro Nacional de Empresas Inidôneas, Suspensas e Punidas*” (Available at: <http://www.portaldatransparencia.gov.br/ceis>);

(B) “*Empresas impedidas de transacionar com a PETROBRAS*”. (Available at: <http://transparencia.petrobras.com.br/licitacoes-contratos>).

The subsequent fitting of prospective purchaser, or any of its affiliates, in the abovementioned hypotheses will result in its elimination from the Process.

All qualifications for the assignment of Concession Contract with ANP are the sole responsibility of prospective purchaser.

Prospective purchaser will not be allowed to form a consortium with any party or parties to participate in this Process.

The Process

PETROBRAS is inviting selected companies to enter this Process. By receiving this Teaser the invited companies and other prospective purchasers that fulfill all the requirements established in this Teaser, should express its interest up to May 26th, 2017. You will then undertake certain confidential obligations with PETROBRAS in order to have access to relevant technical, legal and financial information, including a process letter and information concerning the bidding Process. The deadline to sign a Confidentiality Agreement is June 9th, 2017.

Furthermore, by participating in this Process, you shall undertake not to take any action, or omit to take any action that would violate any applicable law related to business ethics, including but not limited to the US Foreign Corrupt Practices Act, the UK Bribery Act, Brazilian anti-bribery laws (specially the Brazilian Federal Act n. 12.846/2013) and the principles described in the Organization for Economic Co-operation and Development (OECD) Convention on Combating Bribery of Foreign Public Officials in International Business Transactions (hereinafter "Anti-Bribery Law"). Access to Physical and Virtual Data Room can only be granted after you have undertaken such confidential and compliance obligations and sign a Compliance Certificate.

PETROBRAS reserves the right to amend the Process as it may judge appropriate, provided any change is equally informed to all participants.

Petrobras may, during the competitive Process, perform preventive risk analysis, in compliance with Anti-Bribery Law and the Petrobras Program for Preventing Corruption - PPPC, and may ask any participant to fill out a detailed questionnaire to verify the compliance of its practices and conducts with the Anti-Bribery Law.

Contact Information

Queries from the prospective purchasers which meet the abovementioned requirements should be addressed exclusively to the e-mail address set forth below. You should not contact any PETROBRAS personnel.

Project e-mail: campodeazulao@petrobras.com.br

This e-mail should be used only for the purposes of the Potential Transaction. Any general question or inquiries not specific and directly related to the Potential Transaction should be addressed to the following site: <http://transparencia.petrobras.com.br/>.

Disclaimer

This Teaser is being furnished to prospective purchasers and published in Petrobras site (www.investidorpetrobras.com.br) with the purpose to present the Potential Transaction.

This document is being provided only with the purpose of verifying the interest of the market in the opportunity and therefore do not oblige PETROBRAS to start or to conclude the Process for the sale of its assets.

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