

Approval of the Production Individualization Agreement of Lula's Joint Reservoir - Santos Basin

Rio de Janeiro, March 18, 2019 - Petróleo Brasileiro S.A. - Petrobras reports that it has been notified by the National Agency of Petroleum, Natural Gas and Biofuels (ANP) on the approval of its proposal for a Production Individualization Agreement (AIP) of Lula's joint reservoir located in the Santos Basin.

Lula's Joint Reservoir comprises of Lula's reservoir, shared between:

- BM-S-11 Consortium Contract (Lula Field), operated by Petrobras (65%), in partnership with Shell (25%) and Galp (10%);
- the Tupi South Block of the Transfer of Rights Agreement (Sul de Lula field) operated by Petrobras with a 100% interest; and
- the Non-Contracted Area, which belongs to the Federal Government, represented by Pre-Sal Petróleo - PPSA in the AIP, as provided for in Law 12.351/2010.

Lula's AIP does not cover the so-called Iracema reservoir in the Lula field, which remains with the same interests of the BM-S-11 consortium.

The agreement establishes the interest of each of the parties and the rules for the joint execution of oil and natural gas development and production operations in the joint reservoir. The interest of each party in Lula's joint reservoir are as follows:

Parties	Lula's Joint Reservoir
Petrobras (operator)	67.216%
Shell Brasil Petróleo Ltda.	23.024%
Petrogal Brasil S.A.	9.209%
Pré-sal Petróleo - PPSA	0.551%

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FORWARD-LOOKING STATEMENTS

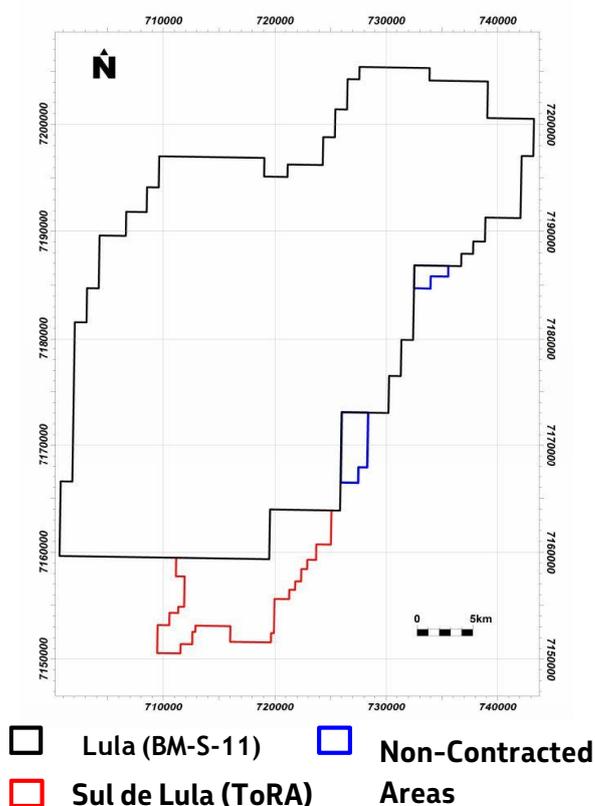
This release includes forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, that are subject to risks and uncertainties. The forward-looking statements, which address the Company's expected business and financial performance, among other matters, contain words such as "believe," "expect," "estimate," "anticipate," "optimistic," "intend," "plan," "aim," "will," "may," "should," "could," "would," "likely," and similar expressions. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date on which they are made. There is no assurance that the expected events, trends or results will actually occur. 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.

The Company's actual results could differ materially from those expressed or forecast in any forward-looking statements as a result of a variety of assumptions and factors. These factors include, but are not limited to, the following: (i) failure to comply with laws or regulations, including fraudulent activity, corruption, and bribery; (ii) the outcome of ongoing corruption investigations and any new facts or information that may arise in relation to the "Lava Jato Operation"; (iii) the effectiveness of the Company's risk management policies and procedures, including operational risk; and (iv) litigation, such as class actions or proceedings brought by governmental and regulatory agencies. A description of other factors can be found in the Company's Annual Report on Form 20-F for the year ended December 31, 2017, and the Company's other filings with the U.S. Securities and Exchange Commission.

With the change in interests there will be an impact increasing Petrobras' production up to 20 thousand bpd. Additionally, an equalization between the expenses incurred and the revenue obtained with the volumes produced up to the effective date of the AIP will be necessary, whose estimated net result is not considered material for the company.

With the approval of the ANP, the AIP will be effective as of April 1, 2019.

Lula's Joint Reservoir Map



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