

PEPSICO INC
Form FWP
April 28, 2015

Issuer Free Writing Prospectus
Filed Pursuant to Rule 433
Registration Statement No. 333-197640
April 27, 2015

PepsiCo, Inc.

Floating Rate Notes due 2018

1.250% Senior Notes due 2018

1.850% Senior Notes due 2020

2.750% Senior Notes due 2025

Issuer: PepsiCo, Inc.

Ratings (Moody's / S&P): A1 / A- (stable outlook / stable outlook)

Trade Date: April 27, 2015

Settlement Date (T+3): April 30, 2015

Title of Securities:	Floating Rate Notes due 2018	1.250% Senior Notes due 2018	1.850% Senior Notes due 2020	2.750% Senior Notes due 2025
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Aggregate Principal Amount Offered:	\$250,000,000	\$500,000,000	\$750,000,000	\$1,000,000,000
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Maturity Date:	April 30, 2018	April 30, 2018	April 30, 2020	April 30, 2025
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Interest Payment Dates:	Quarterly on each April 30, July 30, October 30 and January 30, commencing on July 30, 2015.	Semi-annually on each April 30 and October 30, commencing on October 30, 2015.	Semi-annually on each April 30 and October 30, commencing on October 30, 2015.	Semi-annually on each April 30 and October 30, commencing on October 30, 2015.
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Spread to LIBOR: +17 bps

Designated LIBOR page: Reuters Page LIBOR 01

Index Maturity: 3 Months

Interest Reset Dates: April 30, July 30, October 30 and January 30

Initial Interest Rate: 3 month LIBOR plus 17 bps, determined on the second London banking day prior to April 30,

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2015

Benchmark Treasury:

0.750% due
April 15, 2018

1.375% due March 31,
2020

2.000% due February 15,
2025

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Benchmark Treasury Yield:		0.854%	1.342%	1.928%
Spread to Treasury:		+40 bps	+52 bps	+87 bps
Re-offer Yield:		1.254%	1.862%	2.798%
Coupon:		1.250%	1.850%	2.750%
Price to Public:	100.000%	99.988%	99.943%	99.584%
Optional Redemption:		Prior to April 30, 2018, make-whole call at Treasury rate plus 10 basis points	Prior to March 30, 2020, make-whole call at Treasury rate plus 10 basis points; par call at any time on or after March 30, 2020	Prior to January 30, 2025, make-whole call at Treasury rate plus 15 basis points; par call at any time on or after January 30, 2025
Daycount Fraction:	Actual/360	30/360	30/360	30/360
CUSIP/ISIN:	713448CU0/ US713448CU00	713448CR7/ US713448CR70	713448CS5/ US713448CS53	713448CT3/ US713448CT37
Minimum Denomination:	\$2,000 and integral multiples of \$1,000			
Joint Bookrunners:	Citigroup Global Markets Inc. Merrill Lynch, Pierce, Fenner & Smith Incorporated Morgan Stanley & Co. LLC			
Co-Managers:	Goldman, Sachs & Co. Mizuho Securities USA Inc. UBS Securities LLC ANZ Securities, Inc. Barclays Capital Inc. Mischler Financial Group, Inc. RBC Capital Markets, LLC Samuel A. Ramirez & Company, Inc.			

Description of Certain Provisions Applicable to the Floating Rate Notes due 2018

General

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The floating rate notes due 2018 (the 2018 floating rate notes) offered hereby will initially be limited to \$250,000,000 aggregate principal amount. The 2018 floating rate notes will bear interest from April 30, 2015, or from the most recent interest payment date on which we have paid or provided for interest on the 2018 floating rate notes. The 2018 floating rate notes will mature at 100% of their principal amount on April 30, 2018 and are not subject to any sinking fund. The 2018 floating rate notes will not be redeemable.

Calculation Agent

The Bank of New York Mellon will act as calculation agent for the 2018 floating rate notes under an Amended and Restated Calculation Agency Agreement between the issuer and The Bank of New York Mellon dated as of May 10, 2011.

Interest Payment Dates

Interest on the 2018 floating rate notes will be payable quarterly in arrears on April 30, July 30, October 30, and January 30, commencing on July 30, 2015 to the persons in whose names the notes are registered at the close of business on each April 15, July 15, October 15 and January 15, as the case may be (whether or not a New York business day (as defined below)). If any interest payment date (other than the maturity date or any earlier repayment date) falls on a day that is not a New York business day, the payment of interest that would otherwise be payable on such date will be postponed to the next succeeding New York business day, except that if such New York business day falls in the next succeeding calendar month, the applicable interest payment date will be the immediately preceding New York business day. If the maturity date or any earlier repayment date of the 2018 floating rate notes falls on a day that is not a New York business day, the payment of principal, premium, if any, and interest, if any, otherwise payable on such date will be postponed to the next succeeding New York business day, and no interest on such payment will accrue from and after the maturity date or earlier repayment date, as applicable.

A New York business day is any day other than a Saturday, Sunday or other day on which commercial banks are required or permitted by law, regulation or executive order to be closed in New York City.

Interest Reset Dates

The interest rate will be reset quarterly on April 30, July 30, October 30, and January 30, commencing on July 30, 2015. However, if any interest reset date would otherwise be a day that is not a New York business day, such interest reset date will be the next succeeding day that is a New York business day, except that if the next succeeding New York business day falls in the next succeeding calendar month, the applicable interest reset date will be the immediately preceding New York business day.

Interest Periods and Interest Rate

The initial interest period will be the period from and including April 30, 2015 to but excluding the first interest reset date. The interest rate in effect during the initial interest period will be equal to LIBOR plus 17 basis points, determined two London business days prior to April 30, 2015. A London business day is a day on which dealings in deposits in U.S. dollars are transacted in the London interbank market.

After the initial interest period, the interest periods will be the periods from and including an interest reset date to but excluding the immediately succeeding interest reset date, except that the final interest period will be the period from and including the interest reset date immediately preceding the maturity date to but excluding the maturity date. The interest rate per annum for the 2018 floating rate notes in any interest period will be equal to LIBOR plus 17 basis points, as determined by the calculation agent. The interest rate in effect for the 15 calendar days prior to any repayment date earlier than the maturity date will be the interest rate in effect on the fifteenth day preceding such earlier repayment date.

The interest rate on the 2018 floating rate notes will be limited to the maximum rate permitted by New York law, as the same may be modified by United States law of general application.

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Upon the request of any holder of 2018 floating rate notes, the calculation agent will provide the interest rate then in effect and, if determined, the interest rate that will become effective on the next interest reset date.

The calculation agent will determine LIBOR for each interest period on the second London business day prior to the first day of such interest period.

LIBOR, with respect to any interest determination date, will be the offered rate for deposits of U.S. dollars having a maturity of three months that appears on Reuters Page LIBOR 01 at approximately 11:00 a.m., London time, on such interest determination date. If on an interest determination date, such rate does not appear on the Reuters Page LIBOR 01 as of 11:00 a.m., London time, or if Reuters Page LIBOR 01 is not available on such date, the calculation agent will obtain such rate from Bloomberg L.P.'s page BBAM.

If no offered rate appears on Reuters Page LIBOR 01 or Bloomberg L.P. page BBAM on an interest determination date, LIBOR will be determined for such interest determination date on the basis of the rates at approximately 11:00 a.m., London time, on such interest determination date at which deposits in U.S. dollars are offered to prime banks in the London inter-bank market by four major banks in such market selected by PepsiCo, for a term of three months commencing on the applicable interest reset date and in a principal amount equal to an amount that in the judgment of the calculation agent is representative for a single transaction in U.S. dollars in such market at such time. The calculation agent will request the principal London office of each of such banks to provide a quotation of its rate. If at least two such quotations are provided, LIBOR for such interest period will be the arithmetic mean of such quotations. If fewer than two such quotations are provided, LIBOR for such interest period will be the arithmetic mean of the rates quoted at approximately 11:00 a.m. in New York City on such interest determination date by three major banks in New York City, selected by PepsiCo, for loans in U.S. dollars to leading European banks, for a term of three months commencing on the applicable interest reset date and in a principal amount equal to an amount that in the judgment of the calculation agent is representative for a single transaction in U.S. dollars in such market at such time; provided, however, that if the banks so selected are not quoting as mentioned above, the then-existing LIBOR rate will remain in effect for such interest period, or, if none, the interest rate will be the initial interest rate.

All percentages resulting from any calculation of any interest rate for the 2018 floating rate notes will be rounded, if necessary, to the nearest one hundred thousandth of a percentage point, with five one-millionths of a percentage point rounded upward (e.g., 5.876545% (or .05876545) would be rounded to 5.87655% (or .0587655)), and all U.S. dollar amounts will be rounded to the nearest cent, with one-half cent being rounded upward. Each calculation of the interest rate on the 2018 floating rate notes by the calculation agent will (in the absence of manifest error) be final and binding on the noteholders and PepsiCo.

Accrued Interest

Accrued interest on the 2018 floating rate notes will be calculated by multiplying the principal amount of the 2018 floating rate notes by an accrued interest factor. This accrued interest factor will be computed by adding the interest factors calculated for each day in the period for which interest is being paid. The interest factor for each day is computed by dividing the interest rate applicable to that day by 360. For these calculations, the interest rate in effect on any reset date will be the applicable rate as reset on that date. The interest rate applicable to any other day is the interest rate from the immediately preceding reset date or, if none, the initial interest rate.

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An explanation of the significance of ratings may be obtained from the ratings agencies. Generally, ratings agencies base their ratings on such material and information, and such of their own investigations, studies and assumptions, as they deem appropriate. The security ratings above are not a recommendation to buy, sell or hold the securities offered hereby. The ratings may be subject to review, revision, suspension, reduction or withdrawal at any time by Moody's and Standard & Poor's. Each of the security ratings above should be evaluated independently of any other security rating.

The issuer has filed a registration statement (including a prospectus) with the SEC for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement and other documents the issuer has filed with the SEC for more complete information about the issuer and this offering. You may get these documents for free by visiting EDGAR on the SEC Web site at www.sec.gov. Alternatively, the issuer, any underwriter or any dealer participating in the offering will arrange to send you the prospectus if you request it by calling Citigroup Global Markets Inc. toll-free at 1-800-831-9146, Merrill Lynch, Pierce, Fenner & Smith Incorporated toll-free at 1-800-294-1322 or Morgan Stanley & Co. LLC toll-free at 1-866-718-1649.

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