



240.14d-2(b))

- o Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))



## **ITEM 8.01. Other Events.**

**On January 12, 2010, KBR, Inc. announced that its Mexican subsidiary, Commisa, has received an arbitration ruling against Pemex Exploration and Production (PEP), a subsidiary of PEMEX, the Mexican national oil company. The base award is in the amount of approximately \$286M. The award also includes legal and administrative recovery fees as well as interest bringing the award total to an estimated amount in excess of \$350M. PEP was awarded approximately \$6M on counterclaims, plus interest on a portion of that sum. A copy of the press release announcing the award is attached hereto as Exhibit 99.1.**

## **ITEM 9.01 Financial Statements and Exhibits.**

(d) Exhibits.

99.1 Press Release dated January 12, 2010, entitled “KBR Receives Arbitration Award Against PEMEX”



SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

**KBR, INC.**

Date: January \_\_, 2010

By:

/s/ Jeffrey B. King  
Jeffrey B. King  
Vice President, Public Law

