

Edgar Filing: RR Donnelley & Sons Co - Form FWP

RR Donnelley & Sons Co
Form FWP
February 28, 2012

R.R. Donnelley & Sons Company

Filed pursuant to Rule 433

Registration No. 333-162931

February 28, 2012

This pricing term sheet relates only to the securities described below and should only be read together with the Preliminary Prospectus Supplement, subject to completion, dated February 28, 2012, relating to these securities and supersedes the information in the Preliminary Prospectus Supplement to the extent inconsistent with the information in the Preliminary Prospectus Supplement. This pricing term sheet is qualified in its entirety by reference to the Preliminary Prospectus Supplement. Capitalized terms not defined herein have the meanings assigned to them in the Preliminary Prospectus Supplement.

PRICING TERM SHEET

| | |
|----------------------------|--|
| Issuer | R.R. Donnelley & Sons Company |
| Title of Security | 8.250% Notes due 2019 |
| Aggregate Principal Amount | \$450,000,000 |
| Transaction Date | February 28, 2012 |
| Settlement Date | March 13, 2012 (T+10) |
| Maturity | March 15, 2019 |
| Interest Payment Dates | March 15 and September 15 of each year, commencing on September 15, 2012 |
| Coupon | 8.250% |
| Yield to Maturity | 8.250% |
| Redemption Provision | Callable at the greater of par or the make-whole (Adjusted Treasury Rate plus 50 basis points) |
| Price to Public | 100.00% of the principal amount thereof |
| Gross Proceeds | \$450,000,000 |
| Use of Proceeds | The net proceeds from this offering of notes will be approximately \$442.5 million after deducting the underwriting discount and our estimated expenses relating to the offering. We intend to use the net proceeds from this offering (1) to partially fund tender offers for up to \$450.0 million aggregate principal amount of our debt securities, including up to \$350 million aggregate principal amount of our 4.95% Notes due 2014 and up to \$100 million aggregate principal amount of our 5.50% Notes due 2015 and (2) to pay premiums in connection with those tender offers. If there are any remaining proceeds, we intend to use those proceeds to repay borrowings under our revolving credit facility. |
| Capitalization | The following table sets forth our capitalization as of December 31, 2011, on an actual basis and on an as adjusted basis to give effect to the sale of the notes offered hereby and the application of those net proceeds as described, assuming that (1) we tender for \$450 million of outstanding notes and that amount of notes is purchased in those tender offers, (2) we pay \$21.0 million in premiums in connection with the tender offers, and (3) we unwind swaps associated with the notes purchased in those tender offers with a recorded fair value adjustment (included in Other existing indebtedness) of approximately \$11.6 million. The net effect of (2) and (3) is reflected in our As Adjusted shareholders' equity. |

Edgar Filing: RR Donnelley & Sons Co - Form FWP

| | As of December 31, 2011 | |
|--|----------------------------|----------------|
| | Actual | As Adjusted |
| | (\$ amounts in millions) | |
| Total debt (including current portion): | | |
| Revolving credit facility ⁽¹⁾ | \$ 65.0 | \$ 83.9 |
| Existing notes and debentures | 3,549.0 | 3,099.0 |
| Notes offered hereby | | 450.0 |
| Other existing indebtedness | 46.5 | 34.9 |
| Total debt (including current portion) | 3,660.5 | 3,667.8 |
| Total RR Donnelley shareholders equity | 1,042.7 | 1,035.8 |
| Noncontrolling interests | 19.5 | 19.5 |
| Total capitalization | \$ 4,722.7 | \$ 4,723.1 |

- (1) As of February 27, 2012, there were \$365.0 million of borrowings outstanding under the revolving credit facility. As of February 27, 2012, as adjusted for borrowings under our revolving credit facility to purchase notes in the tender offers on the basis set forth above, we would have had \$383.9 million of borrowings outstanding under our revolving credit facility.

Edgar Filing: RR Donnelley & Sons Co - Form FWP

| | |
|-----------------------------|---|
| CUSIP/ISIN Numbers | CUSIP: 257867AY7 ISIN: US257867AY73 |
| Joint Book-Running Managers | Merrill Lynch, Pierce, Fenner & Smith Incorporated J.P. Morgan Securities LLC Wells Fargo Securities, LLC |
| Co-Managers | Citigroup Global Markets Inc. Mitsubishi UFJ Securities (USA), Inc. U.S. Bancorp Investments, Inc. ING Financial Markets LLC Scotia Capital (USA) Inc. Fifth Third Securities, Inc. PNC Capital Markets LLC TD Securities (USA) LLC Evercore Group L.L.C. |

The issuer has filed a registration statement (including a prospectus) with the United States Securities and Exchange Commission (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 BofA Merrill Lynch toll-free at 1-800-294-1322 or J.P. Morgan toll-free at 1-800-245-8812 or Wells Fargo Securities toll-free at 1-800-326-5897.

Any disclaimers or other notices that may appear below are not applicable to this communication and should be disregarded. Such disclaimers were automatically generated as a result of this communication being sent via Bloomberg or another email system.