



A World Class Brazilian Petrochemical Company

4Q07 Results Conference Call

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Forward-looking Statements



This presentation contains forward-looking statements. Such statements are not statements of historical facts, and reflect the beliefs and expectations of Braskem's management. The words “anticipates”, “wishes”, “expects”, “estimates”, “intends”, “forecasts”, “plans”, “predicts”, “projects”, “targets” and similar words are intended to identify these statements. Although Braskem believes that expectations and assumptions reflected in the forward-looking statements are reasonable based on information currently available to Braskem's management, Braskem cannot guarantee future results or events.

Forward-looking statements included in this presentation speak only as of the date they are made (December 31, 2007), and the Company does not undertake any obligation to update them in light of new information or future developments.

Braskem shall not be responsible for any transaction or investment decisions that are taken based on information included in this presentation.

- **Consolidation of the Brazilian Petrochemical Industry**
 - Acquisition of petrochemical assets of Ipiranga Group and Copesul
 - Delisting of Copesul and cancellation of its registration as publicly-held company
 - Investment Agreement with Petrobras
- **Operating and Financial Performance**
 - 10% growth in the Brazilian resins market (PE, PP and PVC)
 - Record resins production and sales in 2007
 - Gross revenue reaches R\$ 24 billion (US\$ 12,3 billion)
 - EBITDA of R\$ 3.2 billion (US\$ 1.6 billion)
 - Net Income before minority interest is nearly R\$ 1 billion
 - Net income after minority interest reaches R\$ 568 million
- **Dividend Payment of R\$ 278.5 million**

Braskem: 2007 Highlights



- **Braskem rating upgraded in global scale**
 - S&P raises rating and Fitch upgrades outlook for Braskem. Moody's initiates rating
 - Braskem is 1 notch from Investment Grade
- **Petroquímica Paulínia operations startup in March 2008**
- **Growth projects move forward**
 - Venezuela (450 Kton of polypropylene and 1,100 Kton of polyethylene)
 - Joint Ventures created
 - Approval of initial investment of US\$ 90 million throughout 2008-2009 period
- **Innovation & Technology**
 - In 2007, certification of the first Green Polyethylene in the world - from sugarcane ethanol - Annual capacity of 200 kton
 - Conversion of MTBE units into ETBE units from ethanol

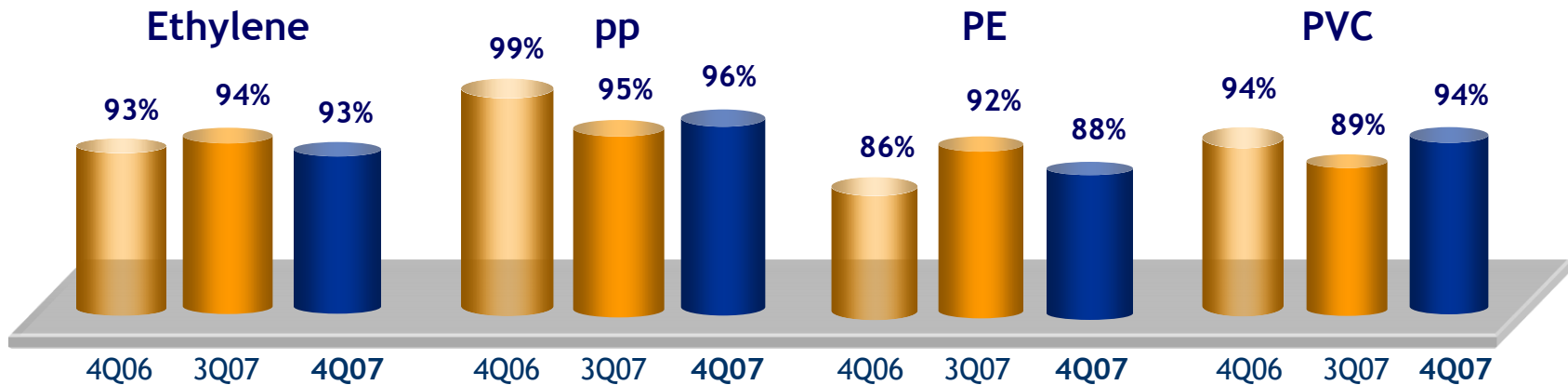
Braskem:

Record resins production and high capacity utilization rates



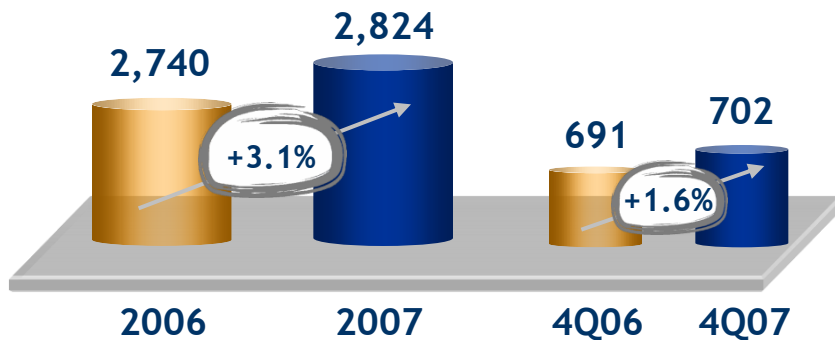
Utilization Rates

%



Resins Production

Kton



■ Record annual production in 2007
=> 2,824 Kton

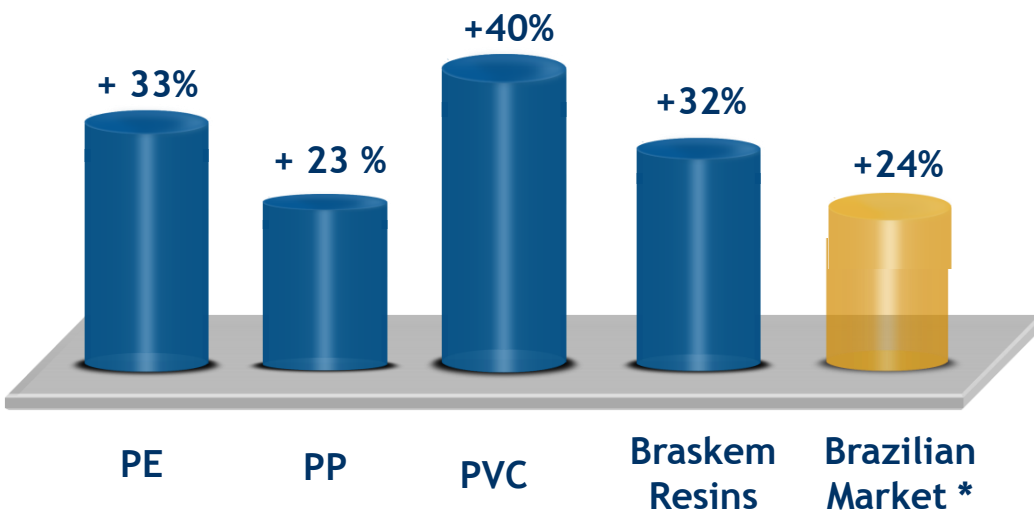
Braskem

Record resins sales and strengthening of market leadership

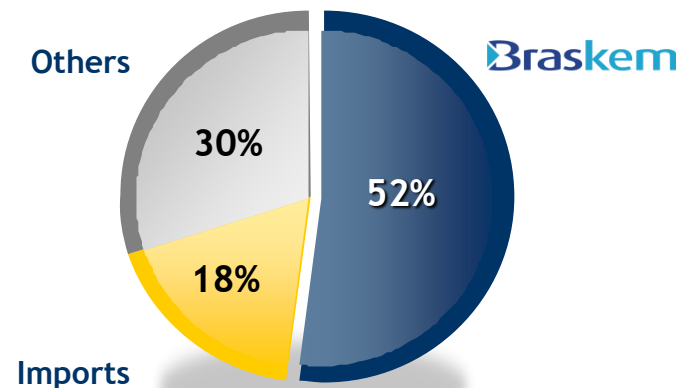


Domestic Sales 4Q06 x 4Q07

%

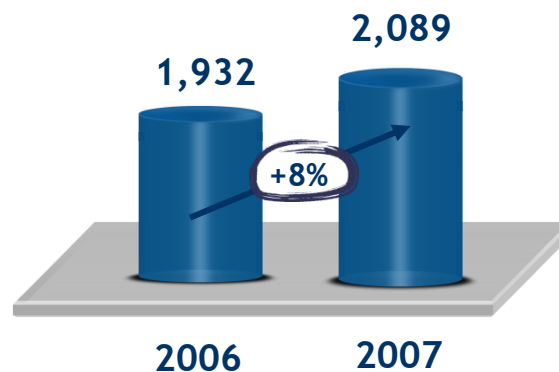


Resins Market Share 4Q07



Braskem Resins Export

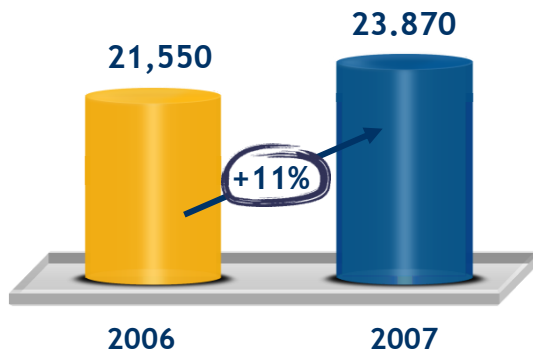
Kton



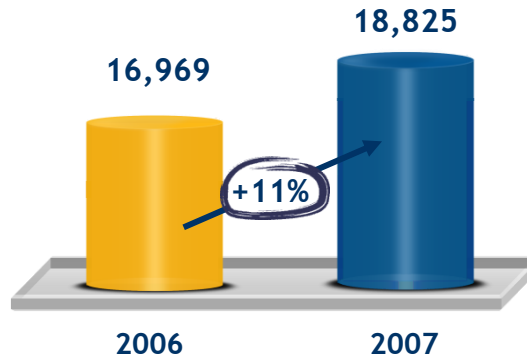
Braskem:

Improvement in key indicators

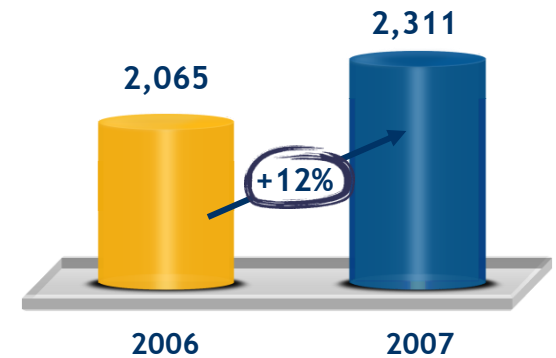
Gross Revenue R\$ million



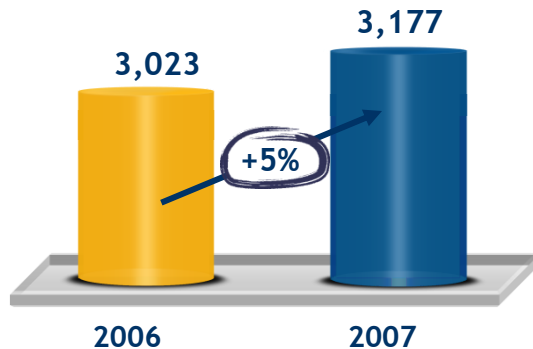
Net Revenue R\$ million



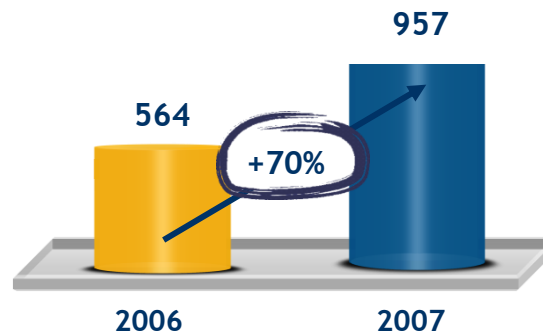
Exports US\$ million



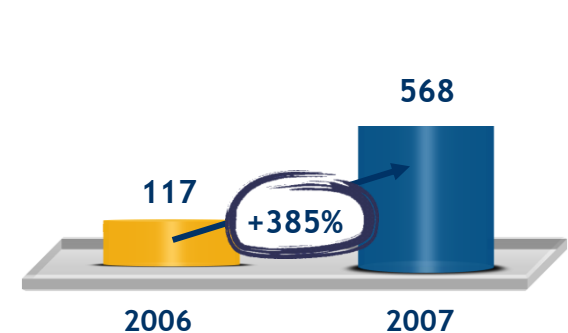
EBITDA R\$ million



Income before Minor. Interests R\$ million



Income after Minor. Interests R\$ milhões

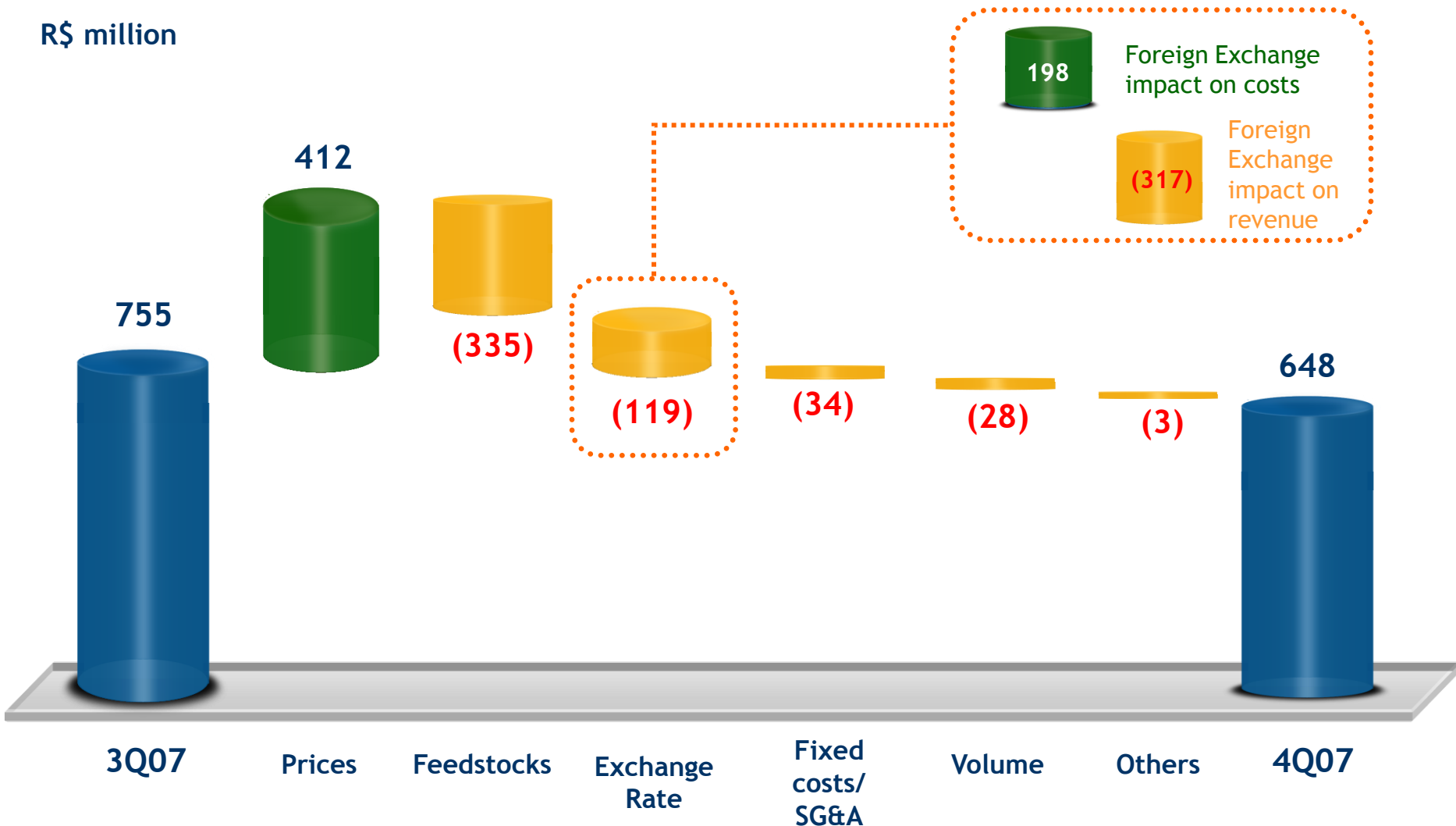


Braskem: EBITDA Evolution

Commercial strategy minimizes impact of both Naphtha price increases and Exchange Rate



R\$ million



Braskem: Financial Performance

Income before minority interest was approximately R\$ 1 billion



R\$ million

Main Financial Indicators	4Q07 (A)	4Q06 (B)	Chg % (A)/(B)	2007 (C)	2006 (D)	Chg % (C)/(D)
Net Revenue	4,809	4,223	14%	18,825	16,969	11%
EBITDA	648	938	-31%	3,177	3,023	5%
<i>EBITDA Margin</i>	13.5%	22.2%	-8.7 pp	16.9%	17.8%	-0.9 pp
Net Financial Result	(54)	(260)	-79%	(284)	(1,013)	-72%
Net Income before Minority Interest	25	208	-88%	957	564	70%
Net Income	27	79	-66%	568	117	385%

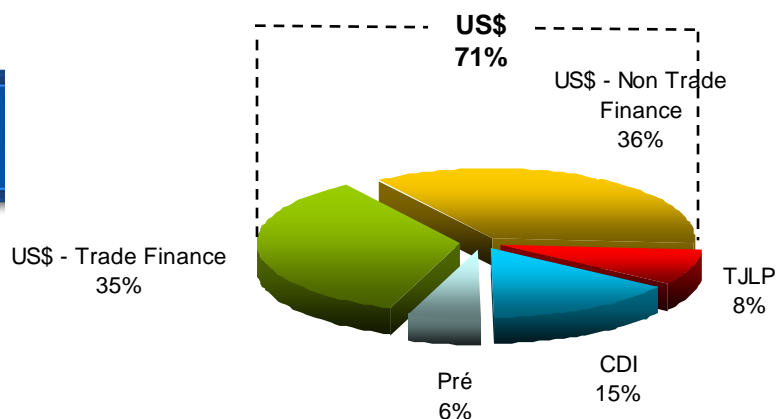
Braskem:

Debt maturity extension is a priority

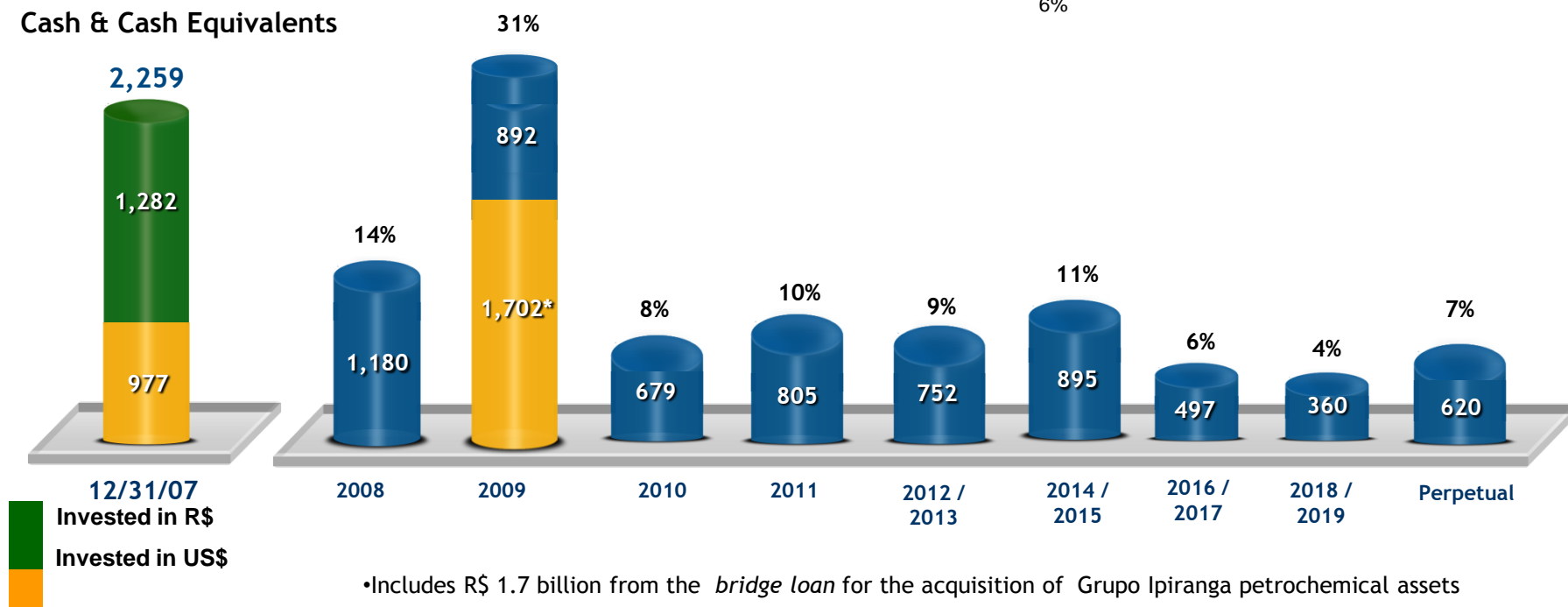


R\$ Million (12/31/07)

Gross Debt:	8,382
Net Debt:	6,123
Average Maturity: 11 years	



Cash & Cash Equivalents

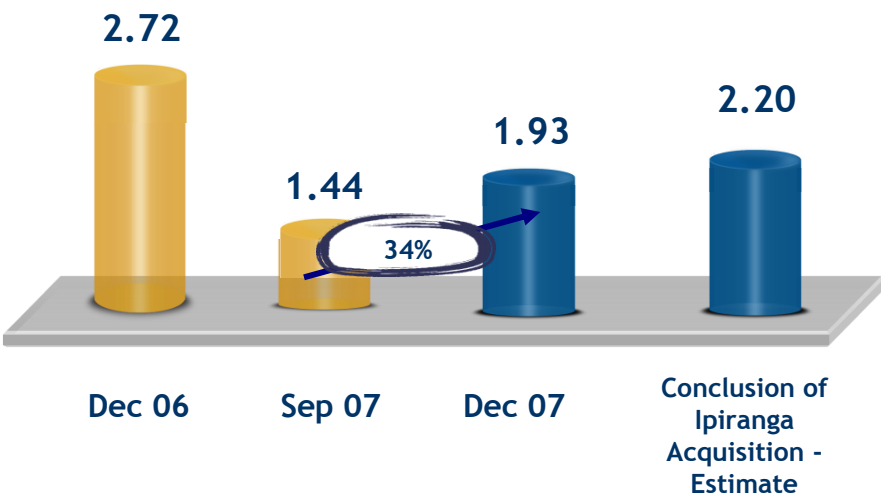


Braskem:

Leverage reduced by acquisition combined to improved rating



Net Debt / EBITDA LTM * (x)



Braskem Rating

- Moody's initiates rating with Ba1 - stable
- Standard & Poors raises rating to BB+ - stable
- Fitch upgrades outlook to positive

**Braskem is 1 notch
from Investment Grade**

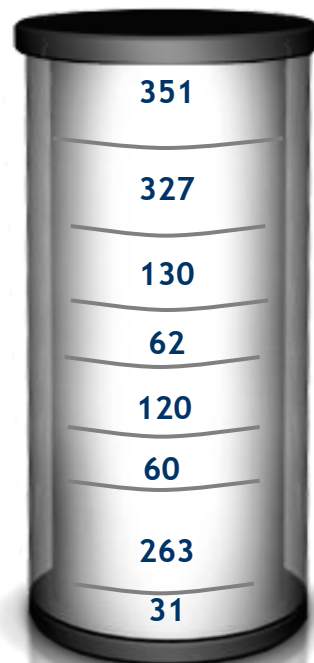
Braskem:

Operating investments surpass R\$ 1.3 billion



R\$ million

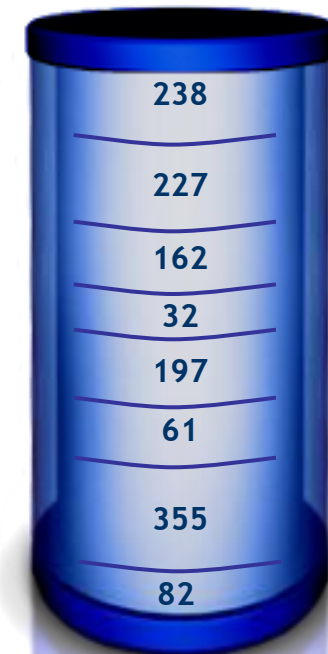
1,344



2007

Capacity Increases
Equipment Replacement
HSE
Technology
Productivity
Information System
Maintenance
Others

1,354*



2008

* Does not include investment of US\$ 90 million in Venezuela

New Share Buyback Program

*Program size is US\$ 150 million**



- Proposed the cancellation of 16,594 thousand shares held in treasury, in the amount of R\$ 244 million
- Decided the new buyback program for preferred class A shares (PNA)
- Bought back shares will be firstly held in treasury and posteriorly sold (sale or exchange) or cancelled
- Program is expected to be concluded in 12 months
- Investment to fully implement the program is estimated at R\$ 252 million (US\$ 150 million)

(*) Braskem preferred share (BRKM5) price on 02/15/2008

Braskem: 2008 Outlook

Global petrochemical player



- **Operating and Financial Performance**
 - Domestic resins market growth ranging from 8% to 10% in 2008
 - Resins market leadership
 - Reduction in fixed costs and expenses - impact of R\$ 100 million from 2008 on
 - Strong commitment with profitability in domestic and external markets
- **Petroquímica Paulínia operations startup (PP)**
- **Growth Projects**
 - Venezuela
 - Progress in studies and presentation of PP project to Braskem and Pequiven Boards of Directors
- **Innovation and Technology**
 - Approval of investments for the construction of Green PE Unit, with annual capacity of 200 Kton
- **Consolidation of the Brazilian Petrochemical Industry**
 - Conclusion of Copesul and Ipiranga Group petrochemical assets acquisitions
 - Implementation of the Investment Agreement with Petrobras
 - Capture of Synergies amounting to US\$ 1.1 billion in NPV

Social and Environmental Responsibility



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