

# 1Q10 Results Conference Call

May 14, 2010

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This presentation contains forward-looking statements. These statements are not historical facts and are based on management's objectives and estimates. The words "anticipate", "believe", "expect", "estimate", "intend", "plan", "project", "aim" and similar words indicate forward-looking statements. Although we believe they are based on reasonable assumptions, these statements are based on the information currently available to management and are subject to a number of risks and uncertainties.

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The forward-looking statements in this presentation are valid only on the date they are made (March 31, 2010) and the Company does not assume any obligation to update them in light of new information or future developments

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Braskem is not responsible for any transaction or investment decision taken based on the information in this presentation.



- Resin and basic petrochemical prices maintained the upward trend in 1Q10
  - ✓ Higher raw material prices
  - ✓ Strong demand from Asia
  - ✓ Unscheduled stoppages
  - ✓ Lower demand for gasoline limited operations at U.S. refineries
- Scheduled stoppages, operational problems and continuous use of light feedstock (crackers) help to balance the market, which should benefit petrochemical companies in 2Q10
- Key factors for second-half 2010
  - ✓ New capacity in Asia and Middle East could pressure industry profitability after midyear
  - ✓ World economy excessively dependent on government stimulus
  - ✓ Feedstock prices impacted by volatility in capital markets
  - ✓ Labor market still recovering
- In Brazil, demand should post double-digit growth, accompanying GDP, while prices should follow the trend in the international market
  - ✓ Thermoplastic resin market in line with 4Q09, at 1,165<sup>(a)</sup> kton, with growth expected in 2Q10

(a) Company estimates, since Abiquim did not disclose apparent consumption figures of the Brazilian market



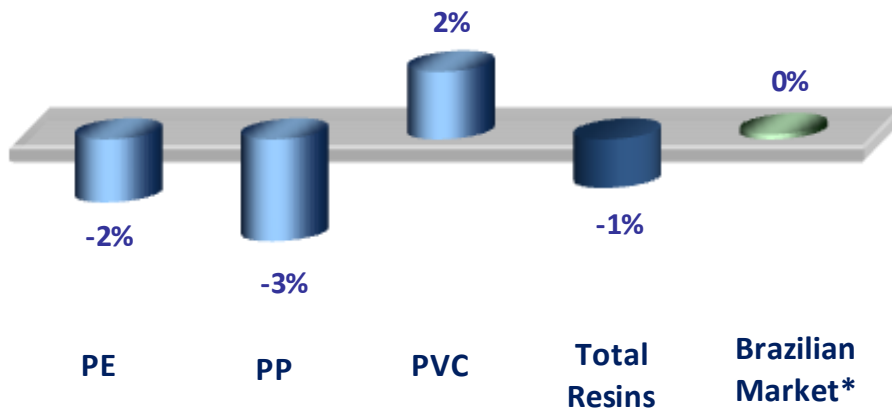
- EBITDA 1Q10 of R\$ 729 million, up 19% from 4Q09 and margin of 16.3%
- Approved by U.S. anti-trust agencies the acquisition of the PP assets of Sunoco Chemicals
- Capital increase of R\$ 3.74 billion
- Conclusion of Quattor Participações acquisition
- Funding of some US\$ 1 billion, of which US\$ 400 million through 10-year bonds at 7% and the pre-payment of US\$ 530 million due in 5 years
- Approval of PVC Project by the Board of Directors, with NPV of US\$ 450 million
- Change in scope of the Venezuela Project
  - ✓ Investment reduction in Propilsur from US\$ 1.2 billion to US\$ 500 million, using the propylene available from the Paraguaná complex

# Domestic market performance



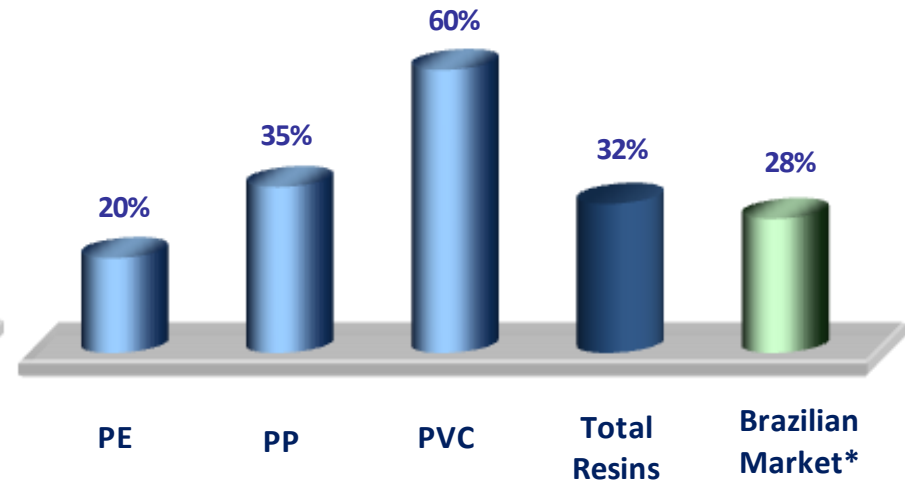
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Domestic Sales 1Q10 vs. 4Q09 %



1Q10 Sales practically unchanged from 4Q09

Domestic Sales 1Q10 vs. 1Q09 %



Stronger sales reflect recovery from global crisis as of 2Q09

\* Braskem estimates: Domestic sales + Imports

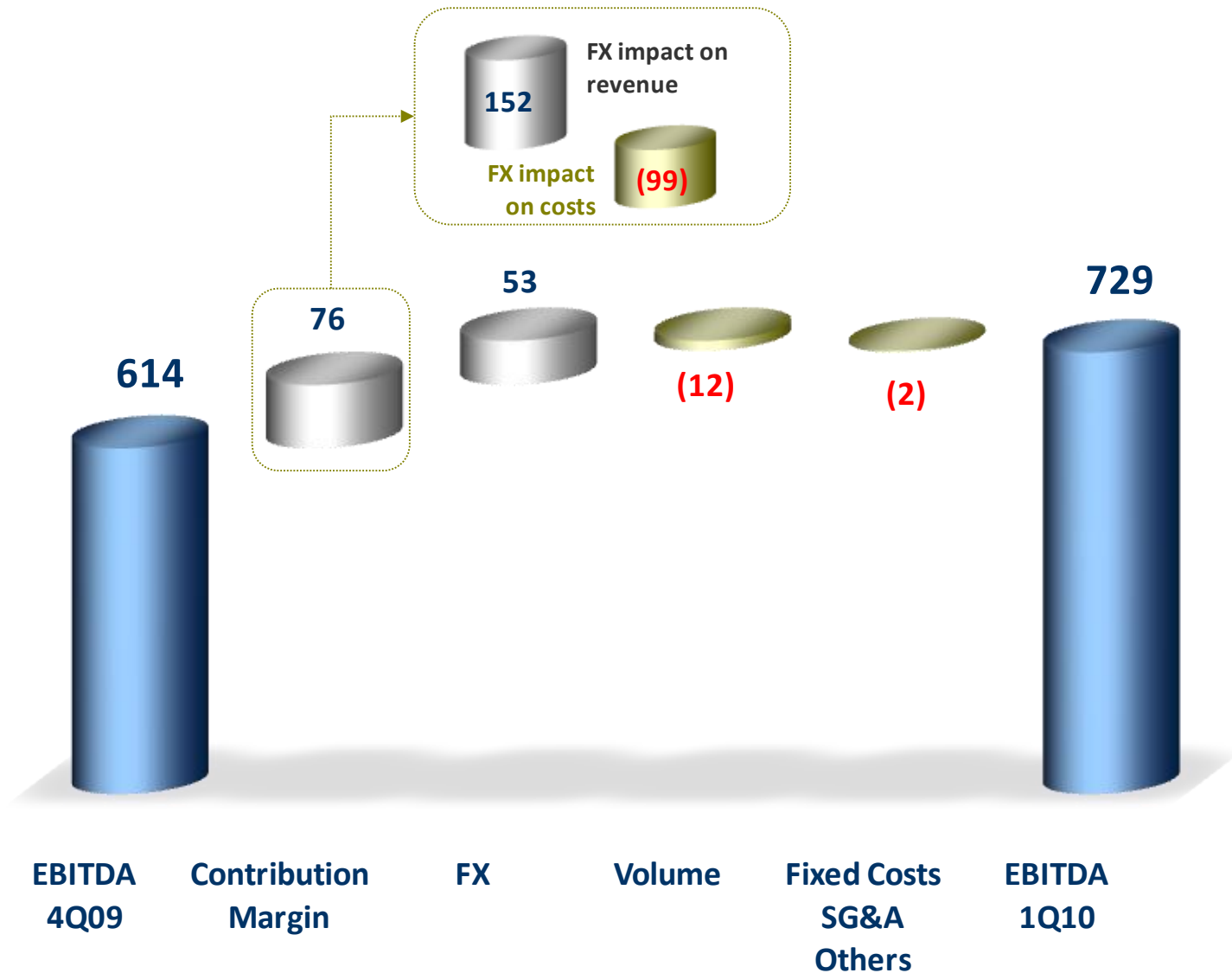
# EBITDA

Better contribution margin and FX gains more than offset lower sales volume



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R\$ million



# Main Economic Indicators

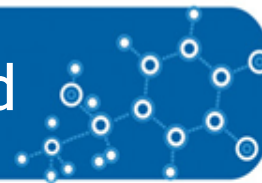


R\$ million

Key Indicators	1Q10 (A)	4Q09 (B)	1Q09 (C)	Change (A)/(B)	Change (A)/(C)
Net Revenue	4,466	4,253	3,260	5%	37%
EBITDA	729	614	457	19%	59%
EBITDA Margin	16.3%	14.4%	14.0%	1.89 p.p.	2.29 p.p.

Financial Result	1Q10 (A)	4Q09 (B)	1Q09 (C)	Change (A)/(B)	Change (A)/(C)
Net Financial Result	(645)	(655)	(208)	-2%	210%
Foreign Exchange Variation (FX) and Monetary Variation (MV)	(205)	103	34	-299%	-706%
Financial Result excluding FX and MV	(440)	(758)	(242)	-42%	82%
Interest Expenses	(105)	(118)	(124)	-11%	-15%
Tax Liability	(262)	(577)	(18)	-55%	-
Others	(74)	(63)	(100)	16%	-26%

# Main Economic Indicators - Consolidated



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R\$ million

## Key Financial Numbers - 1Q10

Principais Números	Braskem	Quattor	Braskem America	Consolidado
Net Revenue	4,466	1,233	547	6,245
EBITDA	729	109	65*	903
EBITDA Margin	16.3%	8.8%	11.9%	14.5%
Financial Result	(645)	(233)	-	(878)
Net Profit / Loss	(123)	(767)	38	(852)

**EBITDA LTM:**  
**R\$3,496MM**  
**(US\$1,871MM)**  
- Braskem:  
**R\$2,746MM**  
- Quattor: R\$607MM  
- Sunoco: R\$143MM



# Comfortable cash position covers 2 years of debt amortization



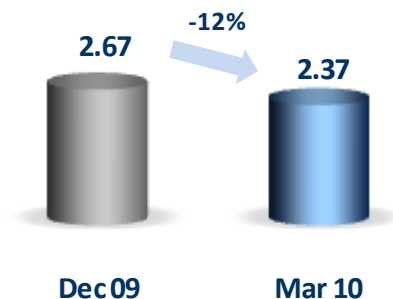
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In R\$ million (3/31/10)

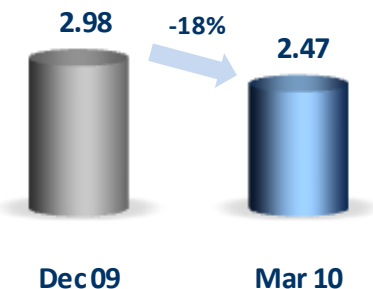
Gross Debt: 9,810  
Net Debt: 6,500  
Avg. Term: 9.7 years

65% of debt pegged to USD

Net Debt / EBITDA (x) R\$



Net Debt/ EBITDA (x) US\$



Invested in R\$  
Invested in US\$

(1) Does not include transaction costs

\* Debentures of 13th issue due June, 2010

# Comfortable level of leverage



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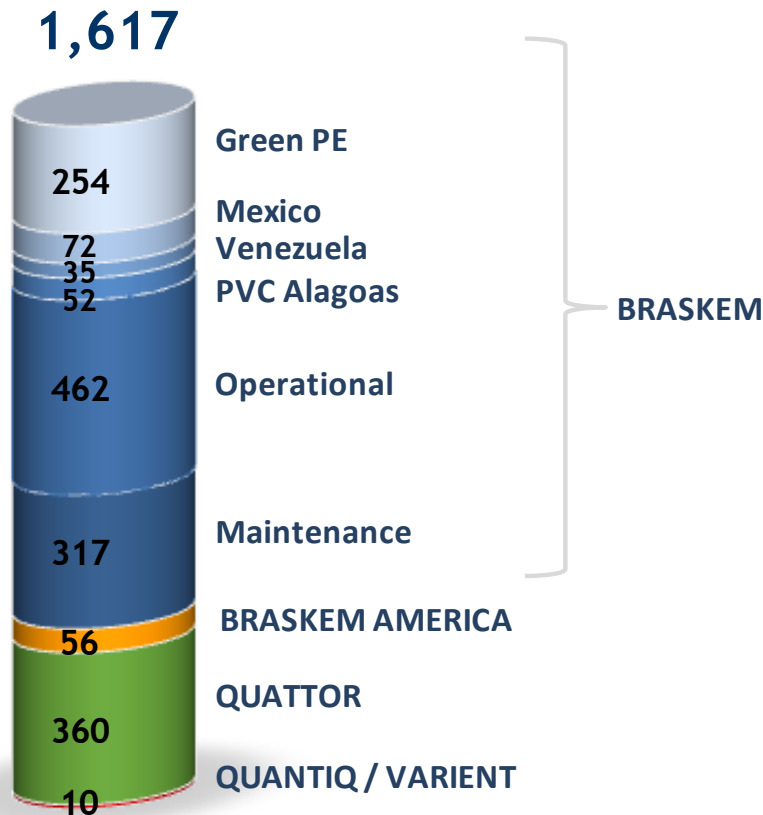
- Better operational performance reduces leverage ratio to 3.12x in 1Q10
- Liquidity still high, with cash around R\$ 6 billion

	R\$3.74bi Capital Increase + Quattor + Sunoco EBITDA in 2009	R\$3.74bi Capital increase + Quattor + Sunoco EBITDA in LTM at 1Q10
Gross Debt	17,131	17,176
Cash & Cash Equiv.	6,231	6,267
Net Debt	10,900	10,909
EBITDA	3,150	3,495
Net Debt / EBITDA	3.46x	- 10% .....> 3.12x



### 2010 Estimated Investments

In millions of R\$

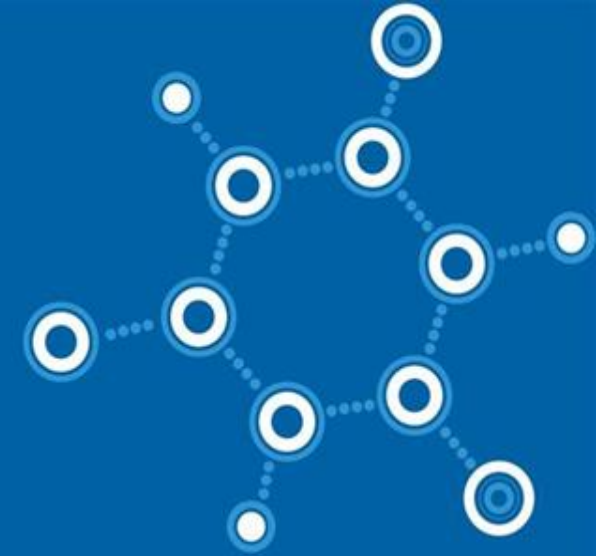


### PVC Alagoas Expansion

Startup: 1<sup>st</sup> semester 2012

- Capacity addition of 200 kton/y of PVC in Alagoas: 1 MVC plant and 1 PVC plant
- Investments of US\$470 million
- NPV Expected ~US\$ 450 million
- Support to infrastructure projects in Brazil





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