



## BRASKEM CONSOLIDATES STRATEGICAL ASSETS AND STRENGTHENS ITS POSITIONING AS A PETROCHEMICAL GLOBAL PLAYER

**São Paulo, Brazil, November 30, 2007 - Braskem** (BOVESPA: BRKM3, BRKM5, BRKM6; NYSE: BAK; LATIBEX: XBRK), the leading company in the thermoplastic resins industry in Latin America and third-largest Brazilian industrial company owned by the private sector, announces today that it has entered into an agreement with Petróleo Brasileiro S.A. – Petrobras (“Petrobras”), Petrobras Química S.A - Petroquisa (“Petroquisa”) and Odebrecht S.A. (“Odebrecht”) with the objective of further consolidating Brazil’s national petrochemical industry through the incorporation by Braskem of petrochemical assets held by Petrobras and Petroquisa, as described below.

Since its foundation, Braskem has continually reaffirmed its commitment to strengthening Brazil’s national petrochemical industry and has been an active participant in its consolidation, always seeking to create value for its shareholders as well as the increase of competitiveness throughout the petrochemical and plastic production chain. In 2006, Braskem acquired the assets of Politeno, an important polyethylene (PE) player, and, in March 2007, together with Petrobras acquired the Ipiranga Group petrochemical assets. The agreement signed today represents a decisive step in the consolidation of Brazil’s petrochemical industry and reinforces the strategic alignment between Braskem and Petrobras for this industry.

The petrochemical assets of Petrobras and Petroquisa to be integrated by Braskem are:

- 37.3% of the total capital of Companhia Petroquímica do Sul (“Copesul”);
- 40% of the total capital of Ipiranga Química (“IQ”) and Ipiranga Petroquímica (“IPQ”);
- 40% of the total capital of Petroquímica Paulínia (“PPSA”);
- 100% of the total capital of Petroquímica Triunfo (“Triunfo”) – Petrobras and Petroquisa will have the option to integrate up to 100% of the total capital. If it does not materialize, it will cause a payment in the amount equivalent to the economic value of this asset.

Copesul, IPQ and IQ are already jointly controlled by Braskem since April 2007. Petroquímica Triunfo has annual production capacity of 160,000 tons of polyethylene (PE) and purchases its feedstock from Copesul. Petroquímica Paulínia is a joint venture between Braskem and Petrobras, in the proportion of 60/40, to produce up to 350,000 tons of polypropylene (PP), with operational startup expected in April 2008.

Under the agreement, the combined interests of Petrobras and Petroquisa in Braskem will increase from 8.1% to 30% of the voting capital and from 6.8% to 25% of the total capital, excluding the shares held in treasury.

In this scenario, Braskem consolidates all its assets under a sole corporate vehicle with full benefits of its respective results and strong cash generation. These resources will also enable Braskem to accelerate its expansion program, employing the capital discipline that has always guided its investment decisions.

For further information visit our website at [www.braskem.com.br/ri](http://www.braskem.com.br/ri) or contact the IR team:

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Braskem confirms synergies resulting from this integration worth US\$1,147 million in net present value. Moreover, the Company expects to achieve additional gains through the synergies between Braskem assets and Petrobras refineries and research centers, as well as through opportunities for its internationalization strategy.

The operation should be concluded within six months and will result in the issuance of 103.4 million new Braskem shares, comprising 46.9 million common shares and 56.5 million class "A" preferred shares, with Braskem's new ownership structure as follows:

(in million of shares)

Shareholder	Common Shares	% of Voting Capital	Preferred Shares	% of Preferred Capital	Total Shares (ex treasury)	% of total capital
Odebrecht	118.7	60.3	80.7	23.8	199.4	37.2
Petrobras/ Petroquisa	59.0	30.0	75.1	22.1	134.1	25.0
Other	19.0	9.7	183.8	54.1	202.8	37.8
<b>Total</b>	<b>196.7</b>	<b>100.0</b>	<b>339.6</b>	<b>100.0</b>	<b>536.3</b>	<b>100.0</b>

Furthermore, Odebrecht, Petrobras and Petroquisa have already concluded negotiations of the terms of a new shareholders agreement for Braskem, confirming its commitment to the best practices of corporate governance. The Shareholders Agreement will be signed at the same time as the Integration of Petrochemical Assets, following approval by the Extraordinary General Meeting.

According to Braskem CEO José Carlos Grubisich, "this decisive step in the consolidation of Brazil's petrochemical sector positions Braskem as a major player in the global petrochemical industry, and provides the company with strong cash flow generation that will enable it to accelerate expansion and internationalization projects." "The implementation of this agreement will enable Braskem to accelerate its strategic goal to become one of the ten leading global petrochemical players", said Grubisich.

The investment agreement was approved by the Board of Directors of the companies involved, and is being communicated to the Brazilian antitrust agency CADE.

Braskem, a world-class Brazilian petrochemical company, is the leader in the thermoplastic resins segment in Latin America, and is the third largest Brazilian industrial company owned by the private sector. The company operates 18 manufacturing plants located throughout Brazil, and has an annual production capacity of more than 10 million tons of petrochemical and chemical products.

*Forward-Looking Statement Disclaimer for U.S. Securities Law Purposes*

*This press release contains statements that are forward-looking within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. Such forward-looking statements are only predictions and are not guarantees of future performance. Investors are cautioned that any such forward-looking statements are and will be, as the case may be, subject to many risks, uncertainties and factors relating to the operations and business environments of Braskem and its subsidiaries that may cause the actual results of the companies to be materially different from any future results expressed or implied in such forward-looking statements.*

*Factors that could cause actual results to differ materially from these forward-looking statements include, but are not limited to, the risks and uncertainties set forth from time to time in Braskem reports filed with the United States Securities and Exchange Commission. Although Braskem believes that the expectations and assumptions reflected in the forward-looking statements are reasonable based on information currently available to Braskem management, Braskem cannot guarantee future results or events. Braskem expressly disclaims a duty to update any of the forward-looking statements.*