

15th of May 2008

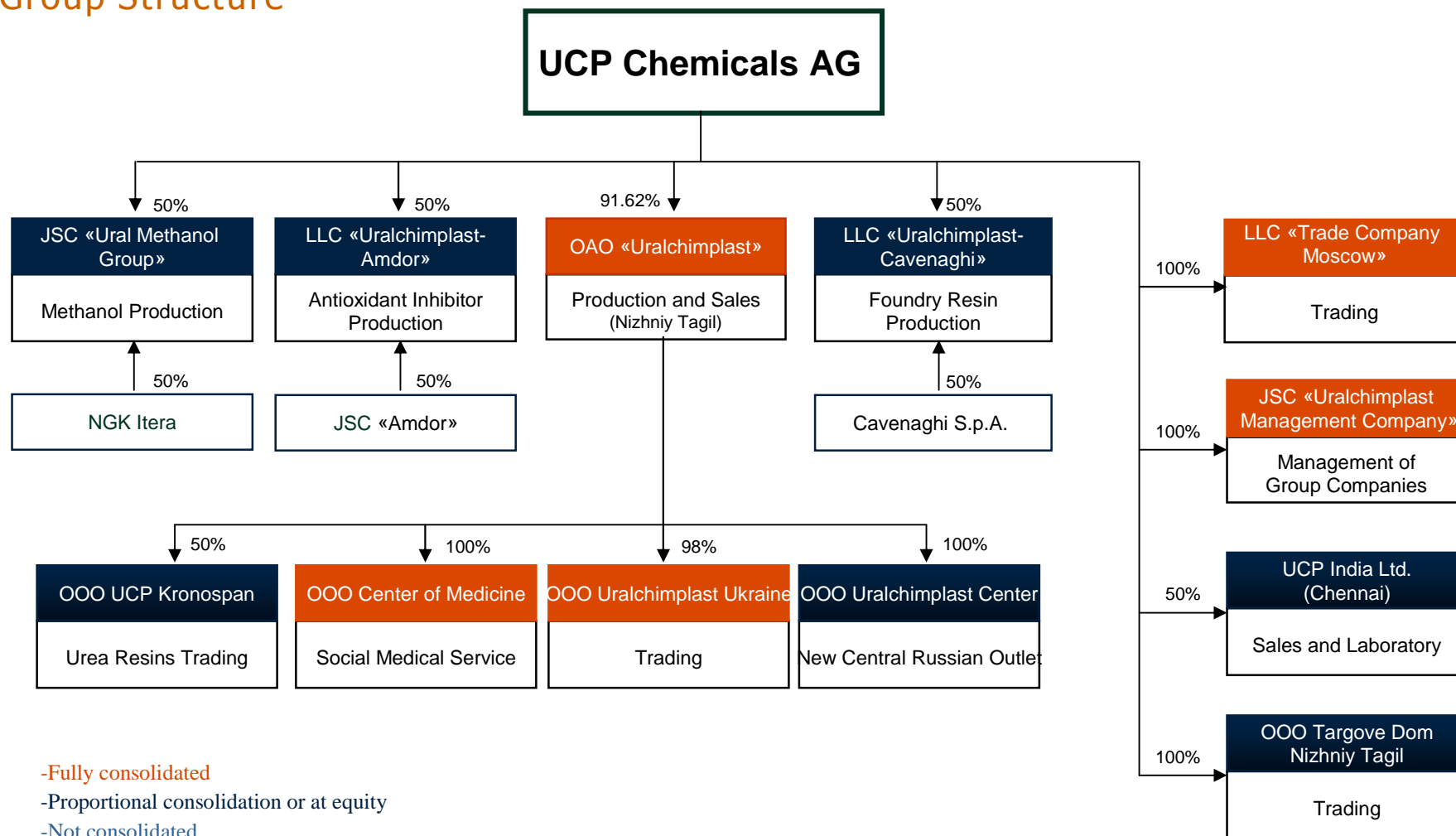
General Assembly 2007



UCP Chemicals

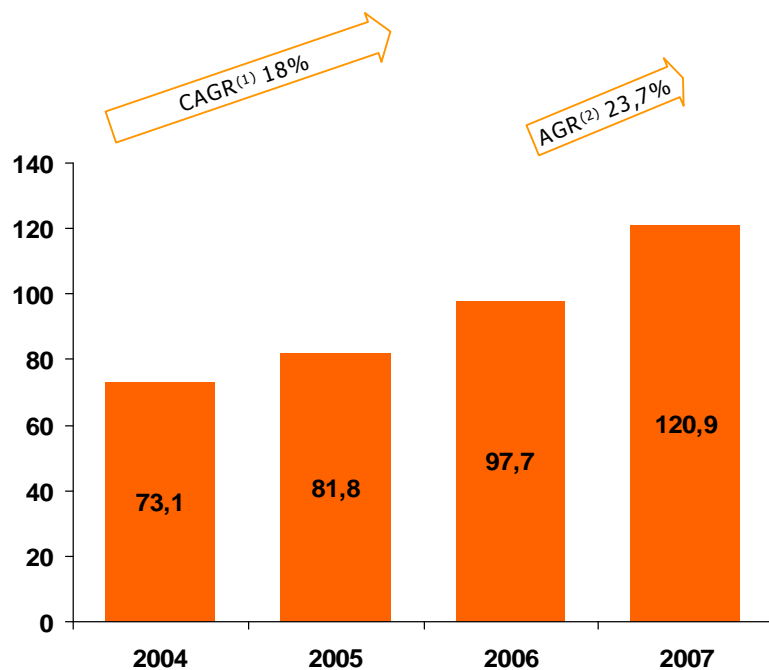
Group Business Development

Group Structure

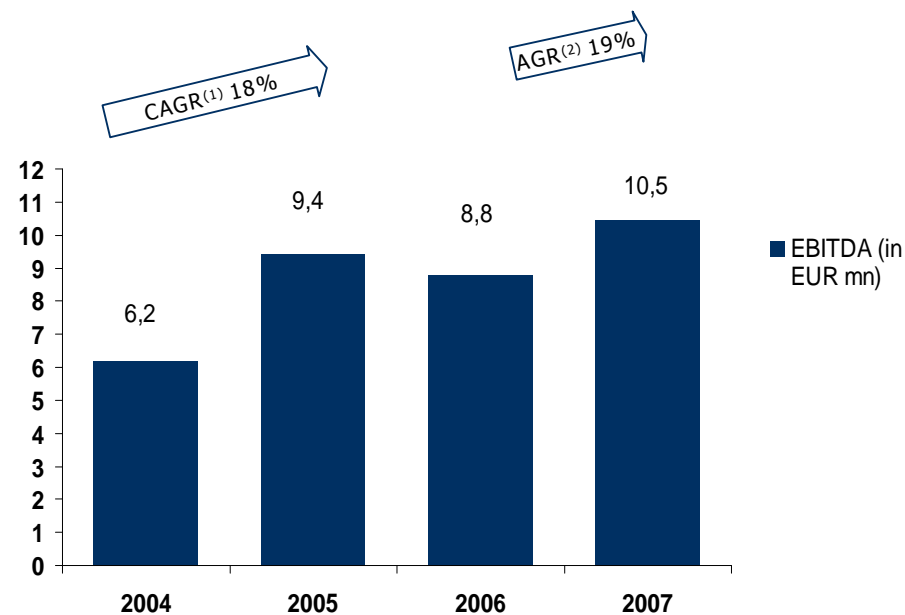


Stable growth of Sales and EBITDA

Revenue Dynamic (Euro mn)



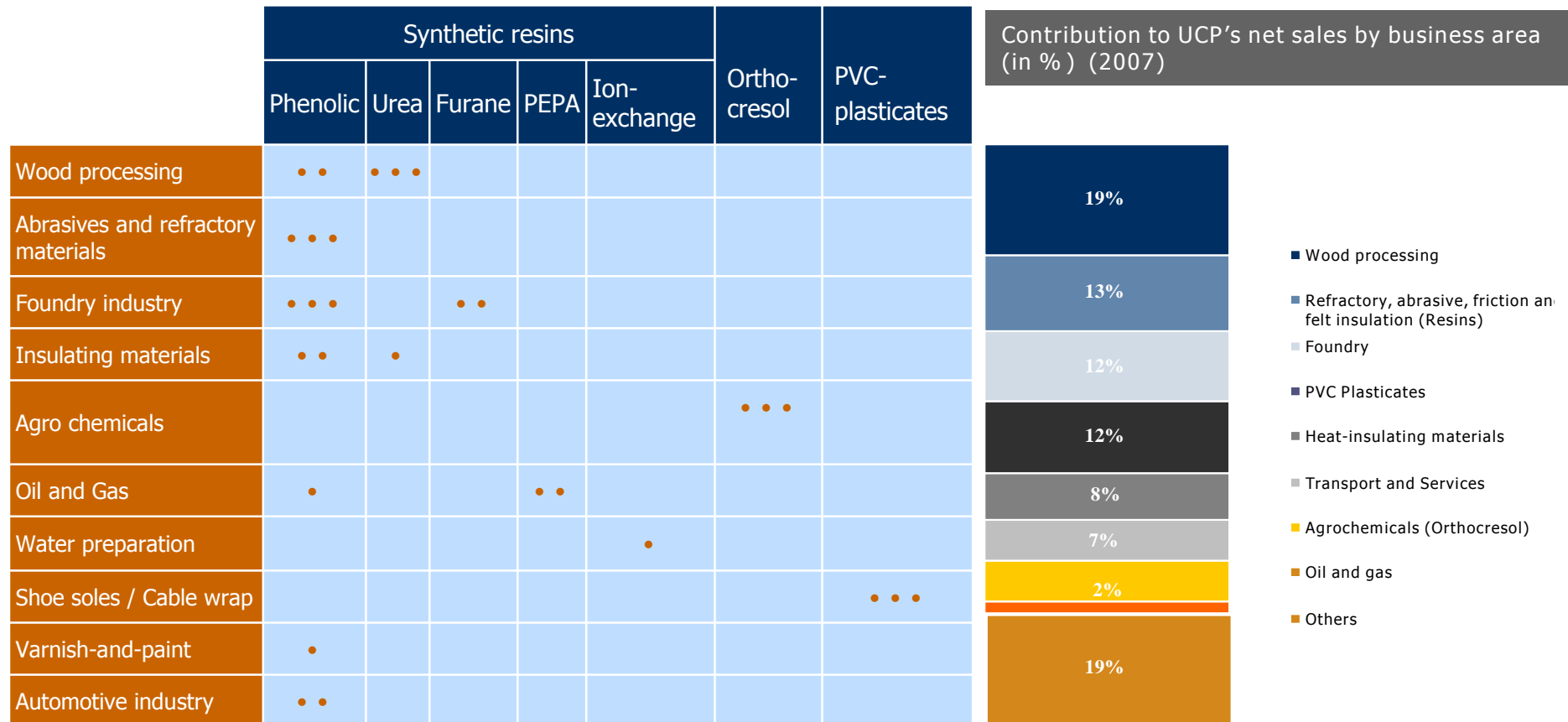
EBITDA Dynamic (Euro mn)



(1) Compounded Annual Growth Rate
(2) Annual Growth Rate

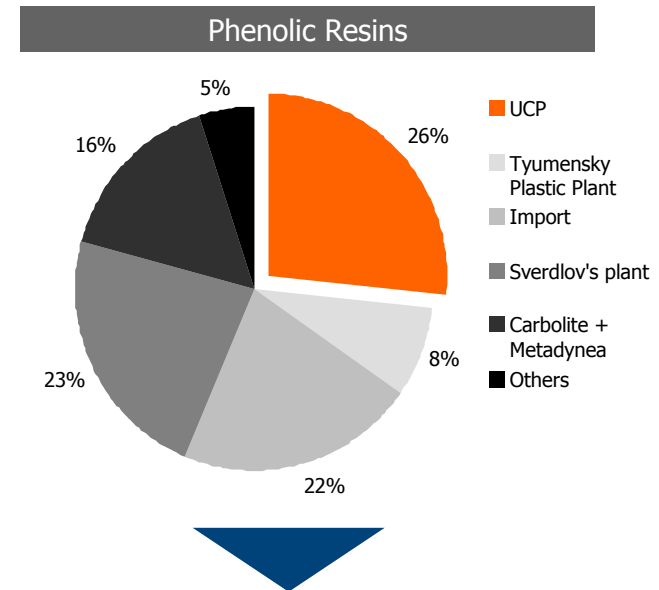
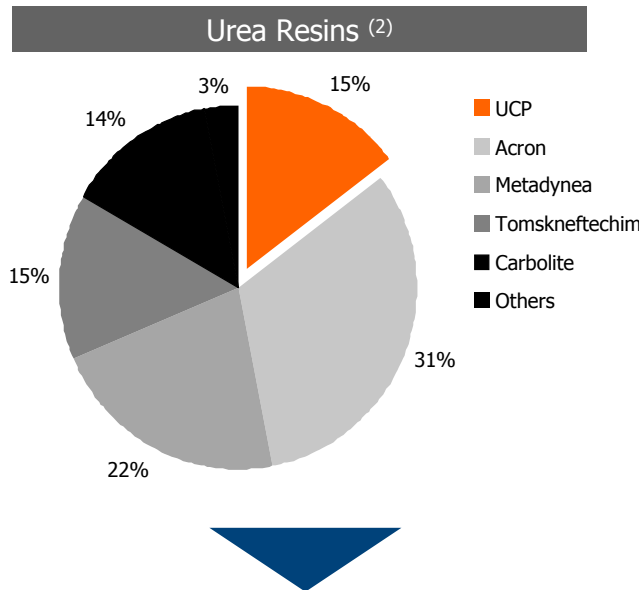
Group
Business Development

Synthetic Resins account for approx. 2/3 of Sales



••• High percentage of UCP's sales volume •• Medium percentage of UCP's sales volume • Low percentage of UCP's sales volume

Market Share⁽¹⁾ in the Wood Processing Industry: 19% of sales

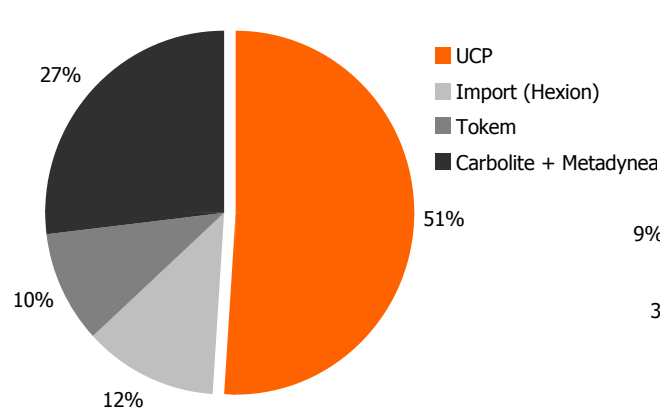


- Largest market for Urea and Phenolic Resins
- Continuous demand growth fuelled by construction boom in Russia and increasing exports of plywood and particle boards

(1) Source: Agency of Industrial Information
 (2) Total urea resin market used as a proxy for wood processing industry

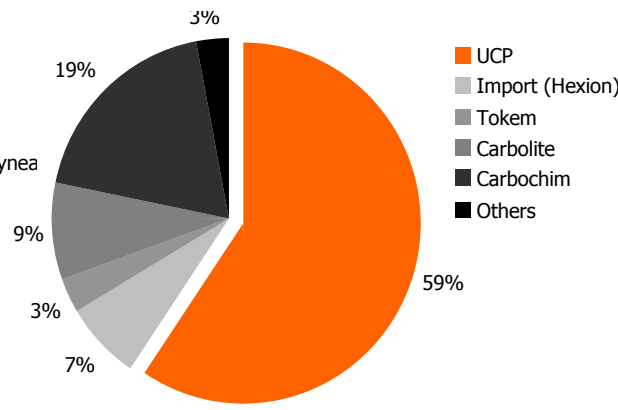
Market Share⁽¹⁾

Abrasives & Refractory Materials 13% of sales



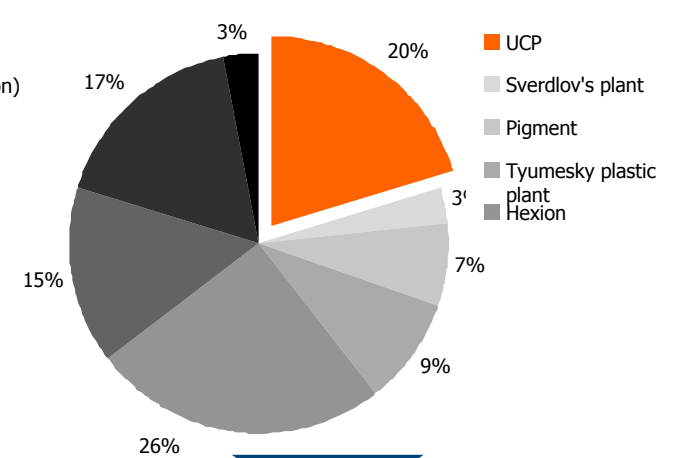
- Sophisticated phenolic resins (novolac powder)
- Increasing demand mainly driven by metallurgical and automotive industries

Foundry Industry 12% of sales



- Phenolic and furan resins used as binders and hardeners
- Well diversified customer base with a focus on metallurgical & automotive industry

Heat Insulation 8% of sales

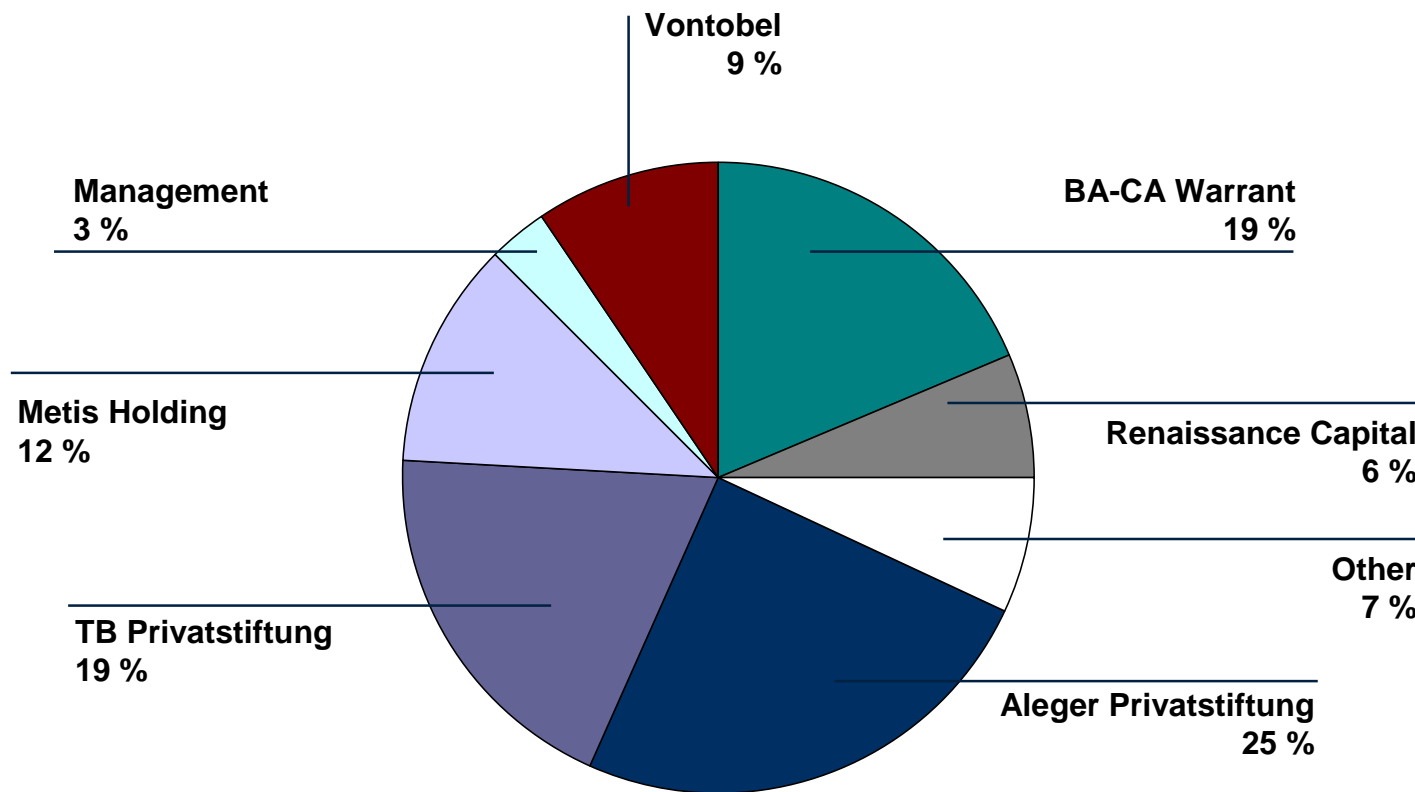


- Phenolic Resins key ingredient for mineral wool
- Rapidly increasing demand for heat-insulating material in Russia
- Increasing market shares of Russian producers

(1) Source: Agency of Industrial Information

Shareholder Structure

Shareholder Structure as of December 31st 2007



UCP Chemicals AG issued mostly bearer shares. The transfer of bearer shares is not subject to registration or notification with the Management of the Company. The shareholder structure as above was therefore elaborated to the best of our knowledge.

UCP's growth path is based on a three pillar strategy

UCP's mission is to strengthen its position as a leading Synthetic Resins Producer and capture significant growth potential in the higher margin gas-to-liquid market

Synthetic resins	New products	Gas chemistry
<p>Expand leading market position in the Russian synthetic resins market</p> <ul style="list-style-type: none">• Expansion of operations in Central Russia• Modernization of production facilities	<p>Exploit technological expertise for new applications for the oil and gas industry</p> <ul style="list-style-type: none">• Become a leading manufacturer for Resin Coated Proppants (RCP)• Capture favourable market momentum for oxidant inhibitors	<p>Capture growth potential of higher margin gas-to-liquid market</p> <ul style="list-style-type: none">• Establish the UCP Group as a significant player in the Russian methanol market

By successful implementation of these investment projects UCP aims to strengthen its position in the Russian market and to enter the oil & gas industry markets.

	Project	Shareholders	UCP's current Capital Expenditure (in € mn)	UCP's future Planned Capital Expenditure (in € mn)	Expected Capacity (in tsd t)	Expected Personnel	Production launch date	First year of full capacity utilization (E)	
Gas chemistry	1	Joint venture to produce Methanol	UCP (50%) Itera (50%)	14,5	115,5 – 125,5	600	70 – 80	2010 (E)	2011
	2	Launch of a production site in Central Russia	UCP	-	12 – 15	30	55 - 65	2009 (E)	2011
Synthetic resins	3	Modernization of bakelite powder and novolac manufacturing	UCP	3,4	11,6	15		2006	2010
	5	Resin Coated Proppants production	UCP	2,9	2,1	30	40 - 45	2008 (E)	2010
New products	6	Production of oxidant inhibitors for the oil and gas sector	UCP (50%) Amdor (50%)	1	-		40 - 45	2006	2008
		Total		21,8	141,2 – 154,2		205 - 235		

The Group's Financial Statements were audited by

- > RSM International Group of Auditors
- > according to IFRS
- > all statements were furnished with an unqualified audit opinion

Opinion

Our audit did not give rise to any objections. Based on the results of our audit in our opinion, the consolidated financial statements present fairly, in all material respects, the financial position of the group as of December 31, 2007, and of its financial performance and its cash flows for the financial year from January 1, 2007 to December 31, 2007 in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU.

Report on the Consolidated Management Report

Laws and regulations applicable in Austria require us to perform audit procedures whether the consolidated management report is consistent with the consolidated financial statements and whether the other disclosures made in the consolidated management report do not give rise to misconception of the position of the group.

In our opinion, the consolidated management report for the group is consistent with the consolidated financial statements.

Vienna, March 31, 2008

RSM Exacta Wirtschaftsprüfung AG

Mag. Stefan Walter
Austrian chartered accountant

DDr. Lukas Zeinler
Austrian chartered accountant

Profit and Loss Statement (2004 - 2007)

Over the last three years UCP has been demonstrating a solid financial performance. UCP's EBITDA has increased to €10,5 million in 2007.

Euros in thousands

	2007	2006	2005	2004
Sales	120,945	97,694	81,832	73,090
Growth rate	23,7 %	19.4%	12%	3.8%
Cost of goods sold	(96,874)	(76,437)	(63,497)	(57,433)
Gross profit	24,070	21,257	18,335	15,657
Other income	2,184	731	601	2,661
S,G&A expenses	(18,360)	(14,789)	(11,212)	(13,237)
Profit from operations	7,895	7,200	7,723	5,081
Net interest expense	(1,639)	(1,589)	(385)	(1,505)
Other income / (expenses)	(95)	1	(175)	(191)
Profit before income taxes	6,162	5,612	7,163	3,385
Income taxes	(2,386)	(1,750)	(1,754)	(744)
Net profit	2,275	3,862	5,409	2,641
Minority interest	(303)	(89)	(103)	(172)
Results for the year	3,472	3,773	5,306	2,469
EBITDA	10,474	8,797	9,430	6,198
EBITDA-margin	8,7%	9.0%	11.5%	8.5%

Balance Sheet (2004 - 2007) - Assets

UCP's total assets reached €83 million by the end of 2007.

(Euros in thousands)

Assets	31 Dec 2007	31 Dec 2006	31 Dec 2005	31 Dec 2004
Non-current assets				
Intangible assets	9	0	4	7
Tangible assets	17,882	13,310	11,944	11,514
Interests in associated companies	13,817	79	88	216
Other financial assets	31	1	1	14
Long-term loans		390	1,086	414
Deferred tax assets	507	579	0	180
Goodwill	798	828	843	369
Total non-current assets	33,044	15,188	13,964	12,714
Current assets				
Inventories	17,526	14,533	14,536	12,226
Accounts receivable	11,354	7,896	8,021	9,663
Current loan receivables from associates	840	1,905	0	0
Other accounts receivable	9,752	9,647	5,629	1,634
Cash and cash equivalents	10,507	26,033	2,345	284
Total current assets	49,978	60,014	30,532	23,807
Assets held for sale	248	257	59	809
Total assets	83,270	75,459	44,554	37,330

Balance Sheet (2004 - 2007) - Equity and Liabilities

UCP's total equity amounted to €41 million by the end of 2007.

(Euros in thousands)

Liabilities	31 Dec 2007	31 Dec 2006	31 Dec 2005	31 Dec 2004
Equity				
Share capital	13,921	92	73	73
Capital Reserves	11,096	24,926	7	7
Revaluation reserves	1,670	1,934	4,889	5,820
Foreign currency differences	(722)	438	577	610
Retained earnings	13,744	10,008	7,884	3,973
Minority interests	1,281	978	1,050	461
Total equity	40,990	38,376	14,480	10,943
Non-current liabilities				
Financial liabilities / Long-term loans	13,709	14,717	0	0
Deferred tax liabilities	953	1,106	667	1,007
Other long-term liabilities	264	0	51	49
Total non-current liabilities	14,663	15,823	718	1,056
Current liabilities				
Trade payables / Accounts payable to suppl.	8,938	6,316	5,037	10,732
Other liabilities / Other accounts payable	2,529	2,419	3,898	1,036
Advances received	991	1,032	2,397	1,549
Short-term loans	15,157	11,478	17,174	11,918
Liabilities to associated companies	0	16	850	97
Total current liabilities	27,616	21,260	29,356	25,331
Total liabilities	42,279	37,083	30,074	26,388
Total equity and liabilities	83,270	75,459	44,554	37,330

Cash Flow Statement (2004 - 2007)

UCP's cash flow in investment increased to € 21 million in 2007.

(Euros in thousands)

	2007	2006	2005	2004
Result of the year	3,776	3,862	5,409	2,641
Depreciation	2,579	1,598	1,707	1,116
Amortization of goodwill	95	-1	175	191
(Profits) / Losses from disposals of assets	-1,175	-12	-1,258	-446
Operating profit before changes in working capital	5,275	5,446	6,033	3,502
Changes in working capital	-2,878	-7,291	-6,053	-214
Cash flow from operating activities	2,397	-1,845	-20	3,288
Proceeds from sale of assets	1,594	328	2,099	52
Additions / disposals from expanded consolidation scope	0	-1	-648	0
Acquisitions of property, plant and equipment, intangible assets	-8,214	-4,274	-1,208	-615
Acquisitions of other financial investments	-31	-257	0	0
Increase / (Decrease) of noncurrent loans	390	695	0	0
Acquisition of shares in affiliated companies	-14,405	-82	-85	0
Cash flow from investment activities	-20,666	-3,591	157	-562
Increase / (Repayment) of financial liabilities	2,672	8,969	5,256	-2,136
Increase of loan receivables from associated companies	-16	-834	-671	-425
Net proceeds from capital increase	0	24,934	0	1,100
Dividends paid	0	-4,000	-1,600	-500
Cash flow from financing activities	2,657	29,069	2,985	-1,962
Currency translation differences	86	53	-1,061	-838
Net increase (decrease) in cash and cash equivalents	-15,526	23,688	2,062	-74