

PETROBRAS OVERVIEW AND OPPORTUNITIES



Forward Looking Statements Disclaimer

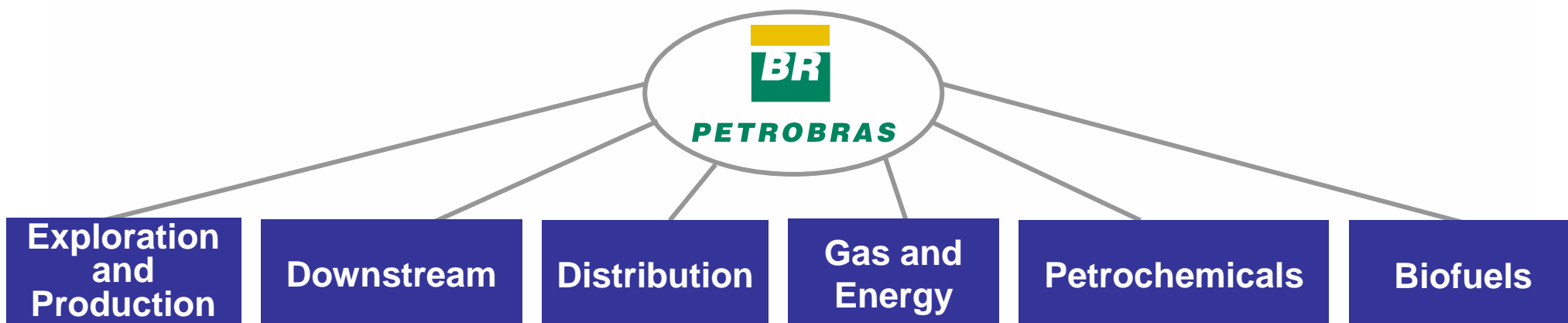
The presentation may contain forecasts about future events. Such forecasts merely reflect the expectations of the Company's management. Such terms as "anticipate", "believe", "expect", "forecast", "intend", "plan", "project", "seek", "should", along with similar or analogous expressions, are used to identify such forecasts. These predictions evidently involve risks and uncertainties, whether foreseen or not by the Company. Therefore, the future results of operations may differ from current expectations, and readers must not base their expectations exclusively on the information presented herein. The Company is not obliged to update the presentation/such forecasts in light of new information or future developments.

Cautionary Statement for US investors

The United States Securities and Exchange Commission permits oil and gas companies, in their filings with the SEC, to disclose only proved reserves that a company has demonstrated by actual production or conclusive formation tests to be economically and legally producible under existing economic and operating conditions. We use certain terms in this presentation, such as oil and gas resources, that the SEC's guidelines strictly prohibit us from including in filings with the SEC.

Petrobras Overview

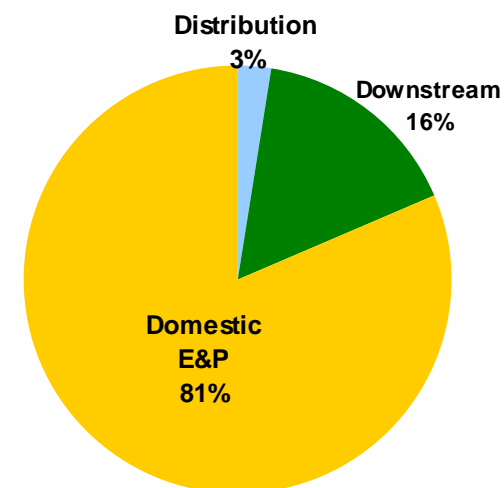
Corporate Organization and Key Operating Results



Summary Financials (US\$ bln)

For Year Ended	2005	2006	2007
Net Revenues	56.3	72.3	87.7
EBITDA	17.6	22.9	25.3
Capex	10.4	14.9	21.0
Total Debt	21.2	21.3	21.9
Cash & Cash Equivalents	9.9	12.7	7.0
Net Debt	11.3	8.7	14.9
Total Equity	32.9	44.3	65.2
Total Assets	78.6	98.7	129.7

Income from Operations⁽²⁾

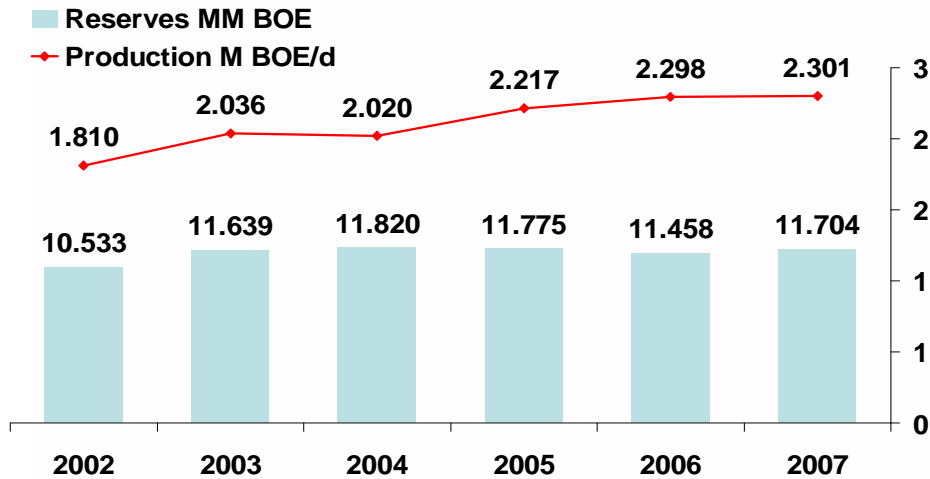


Notes:

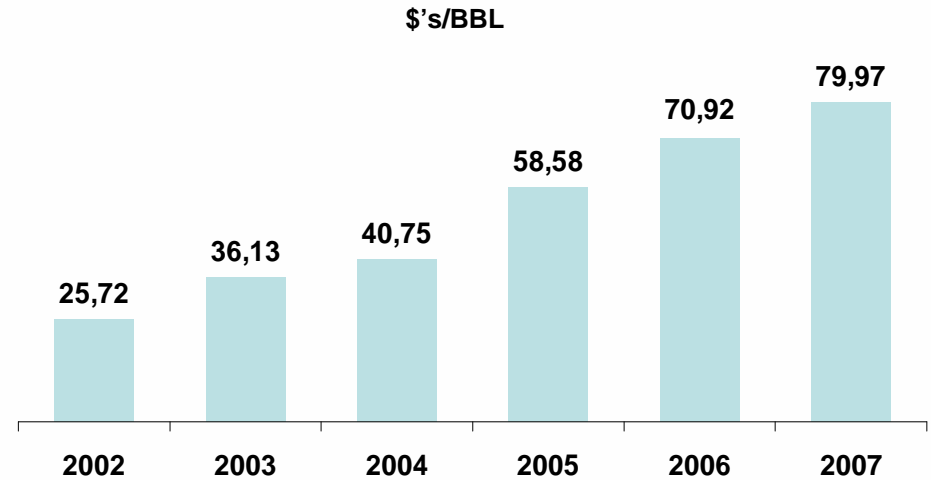
1 For the year ended December 31, 2007. Excludes losses in gas and energy, corporate results and eliminations

Improving Metrics and Proven Track Record

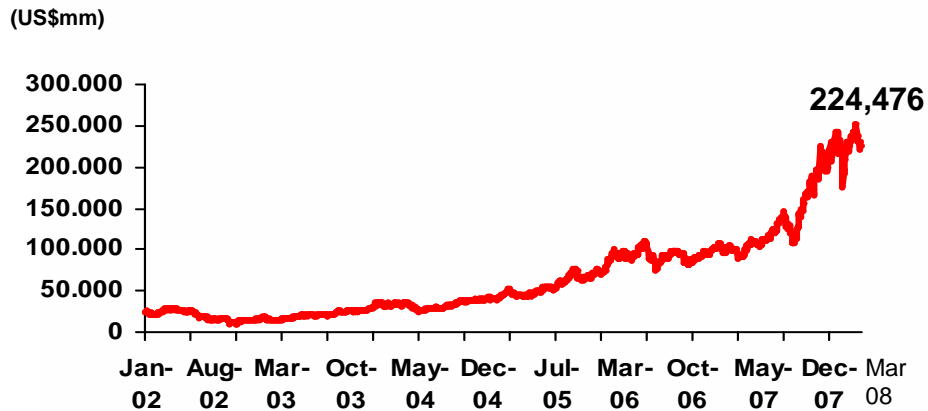
Production and Reserves (SEC)



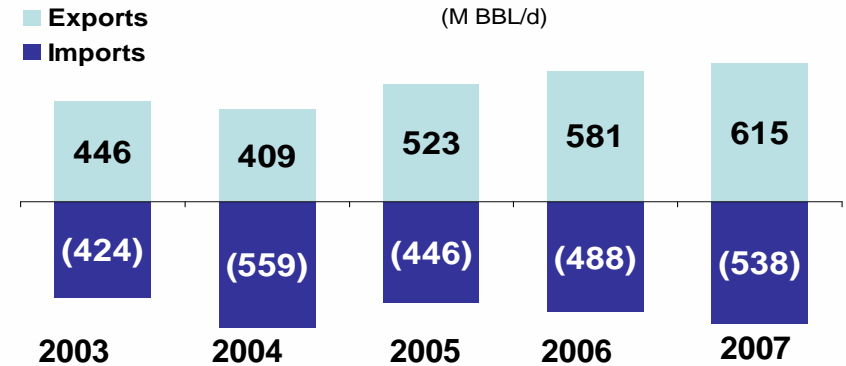
Average Realization Price



Market Value (as of Mar 14, 2008)



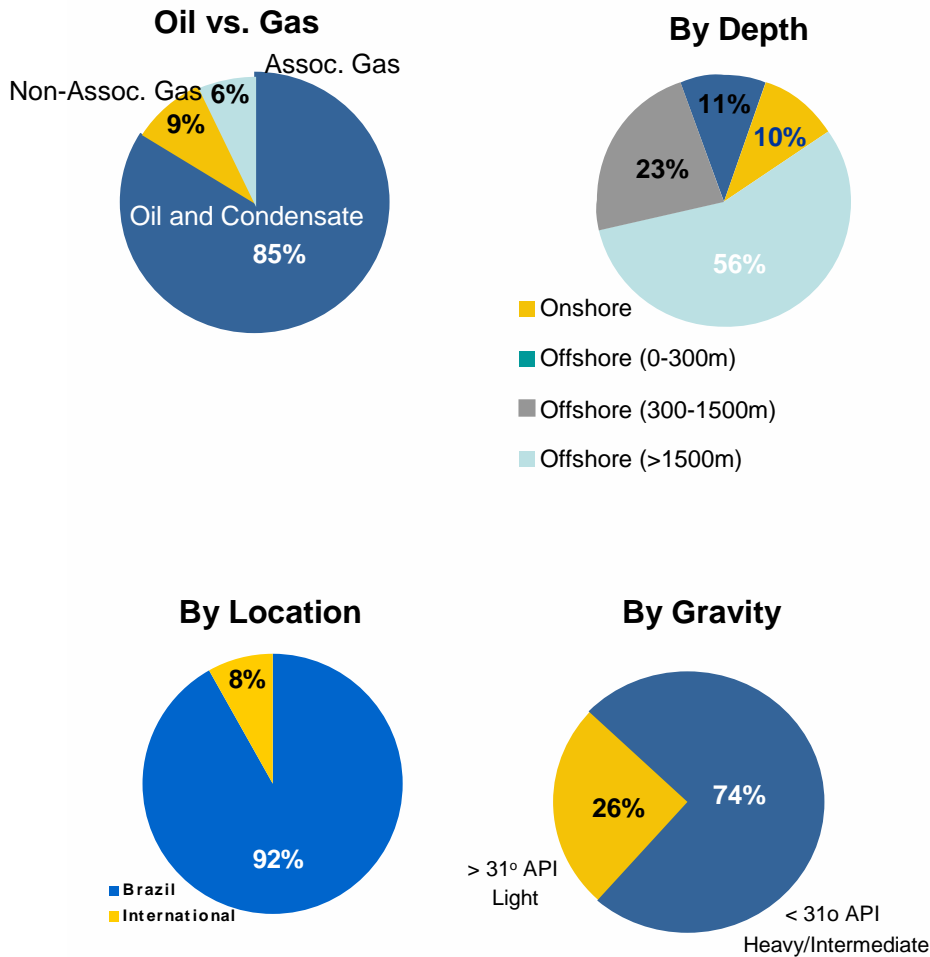
Imports vs. Exports



OPPORTUNITIES

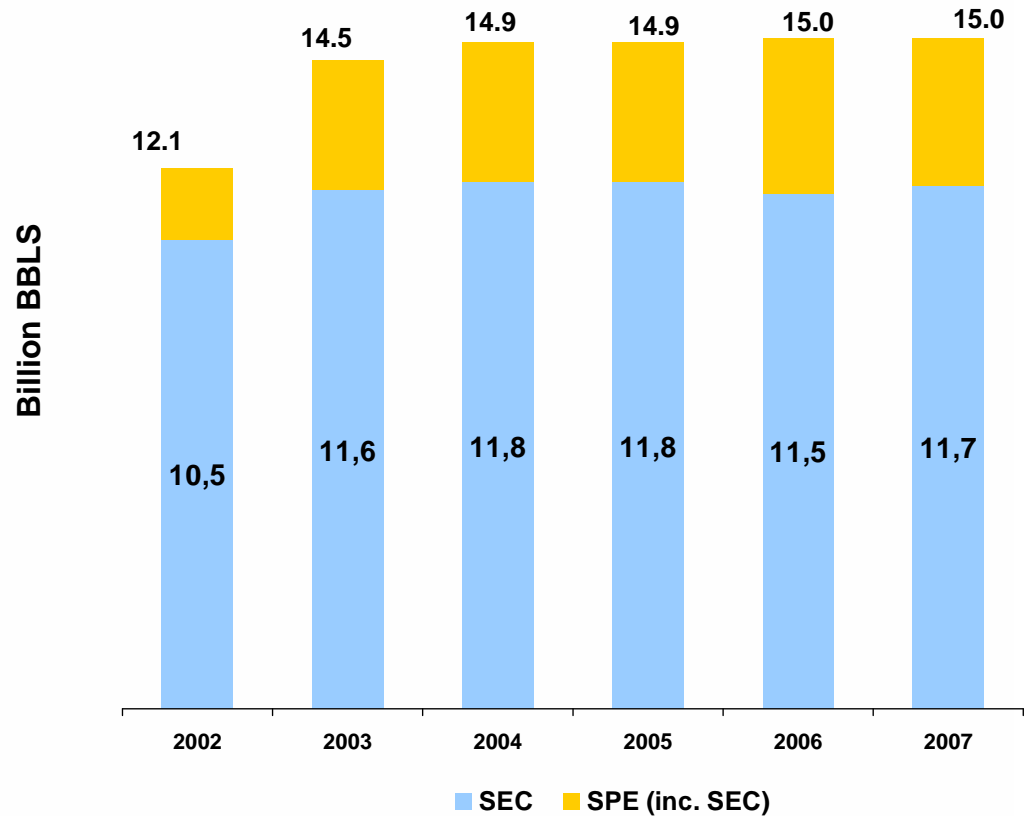
Long-Term Record of Increasing Reserves

Proven Reserves by Category



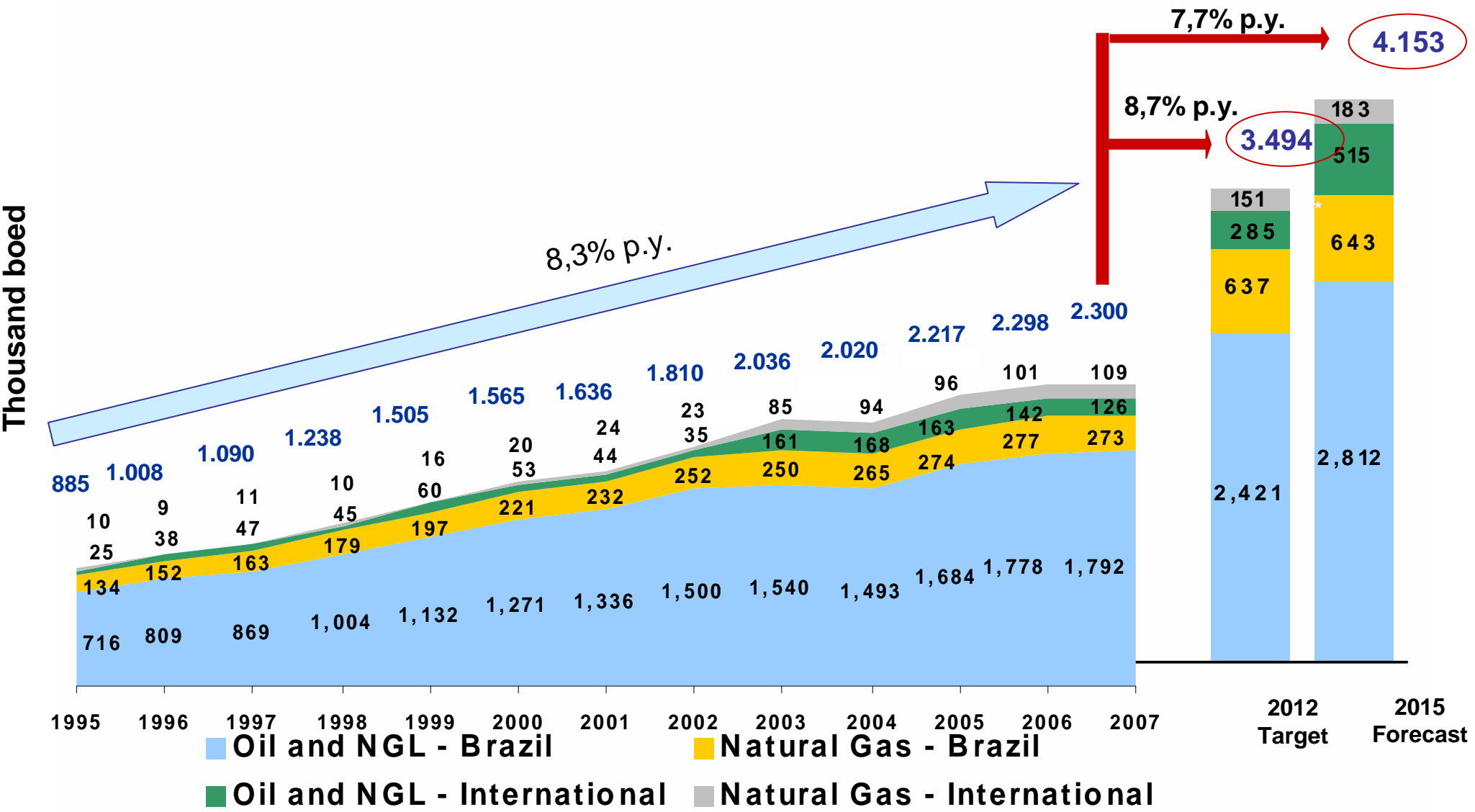
Worldwide Proved Reserves of Petrobras

(Reviewed and Certified by DeGolyer and MacNaughton since 2001)



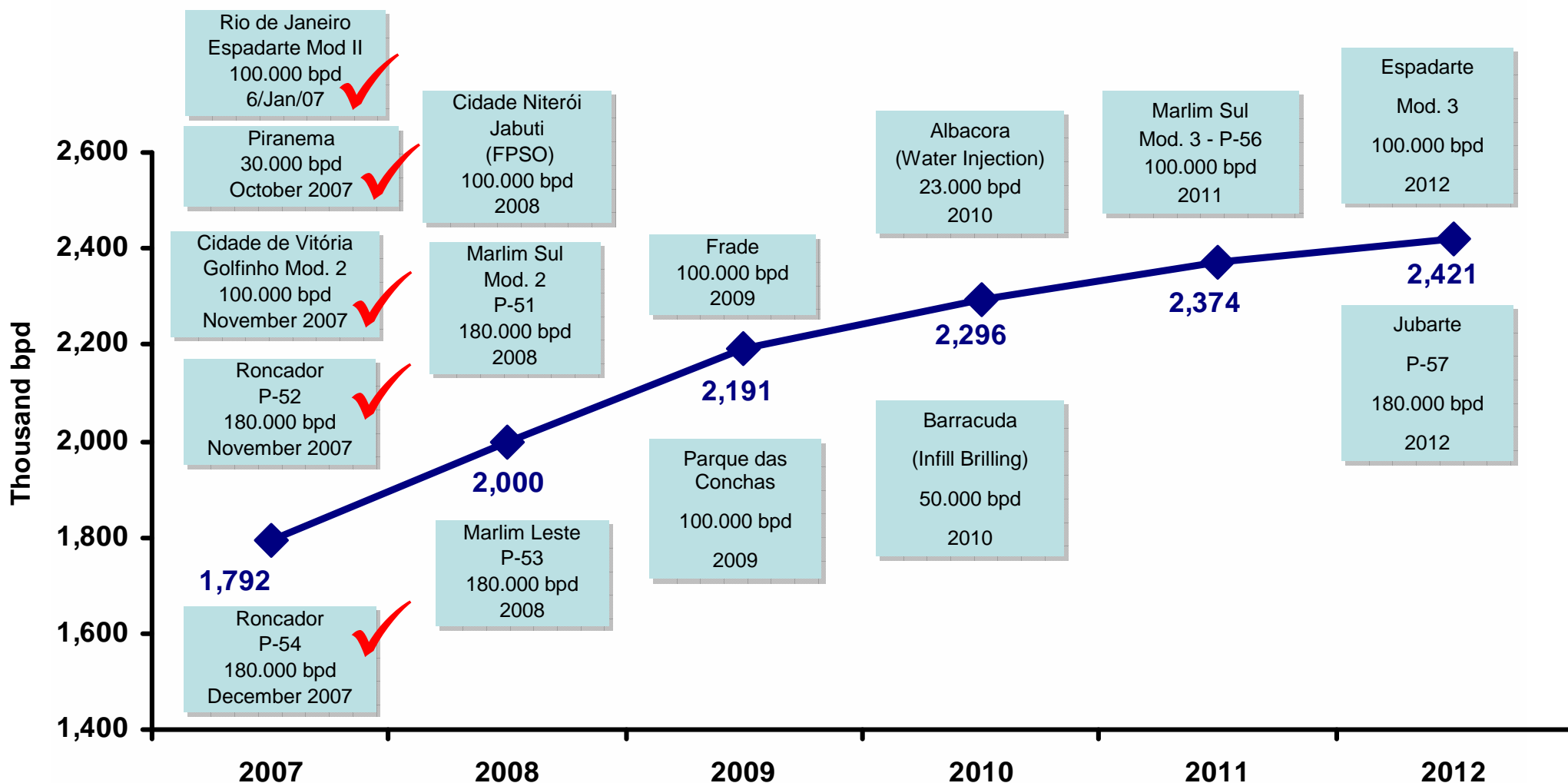
Note: Reflects both SEC and SPE (Society of Petroleum Engineers) method and includes both Brazilian and international reserves.

E&P - rapidly growing production profile

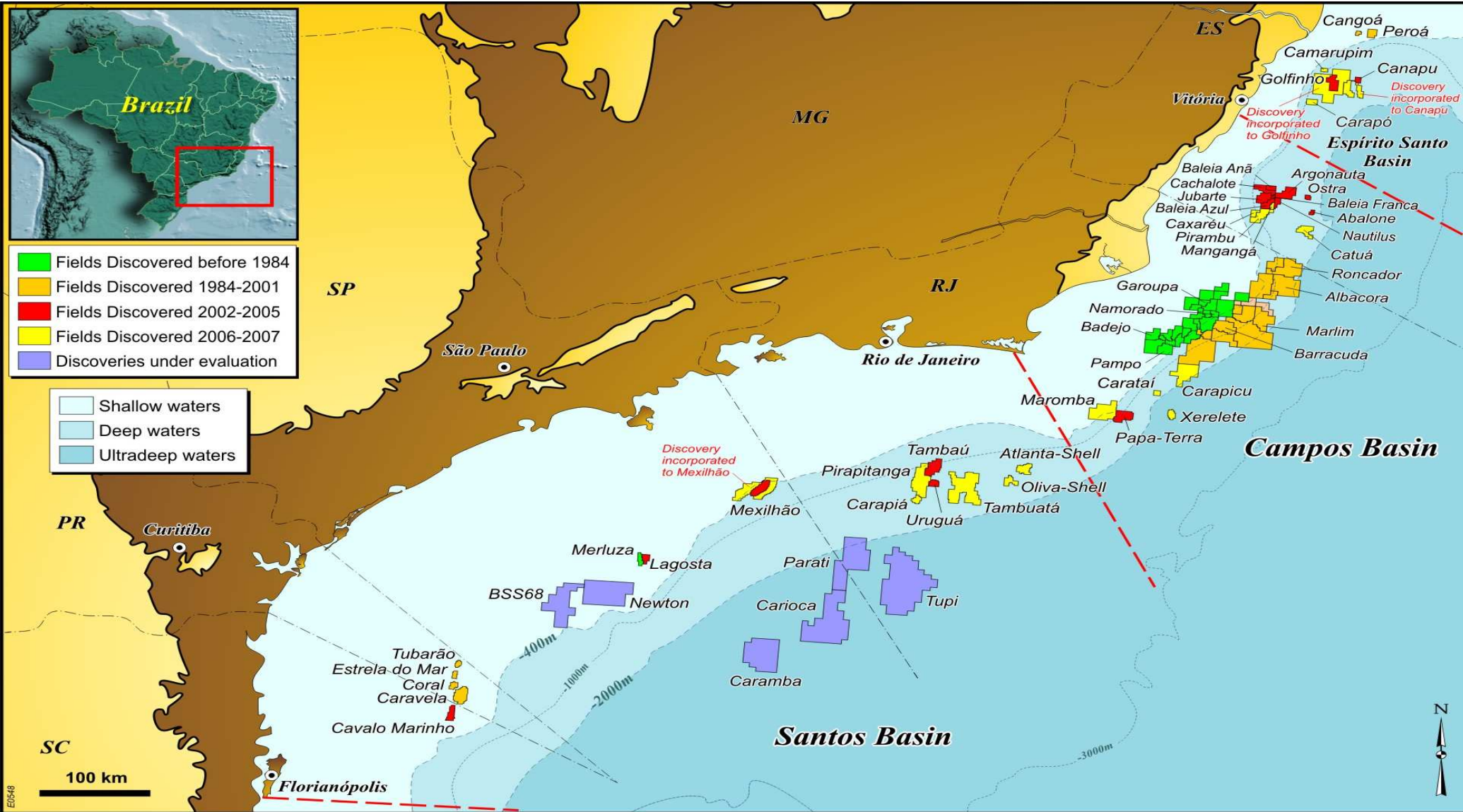


includes non consolidated production

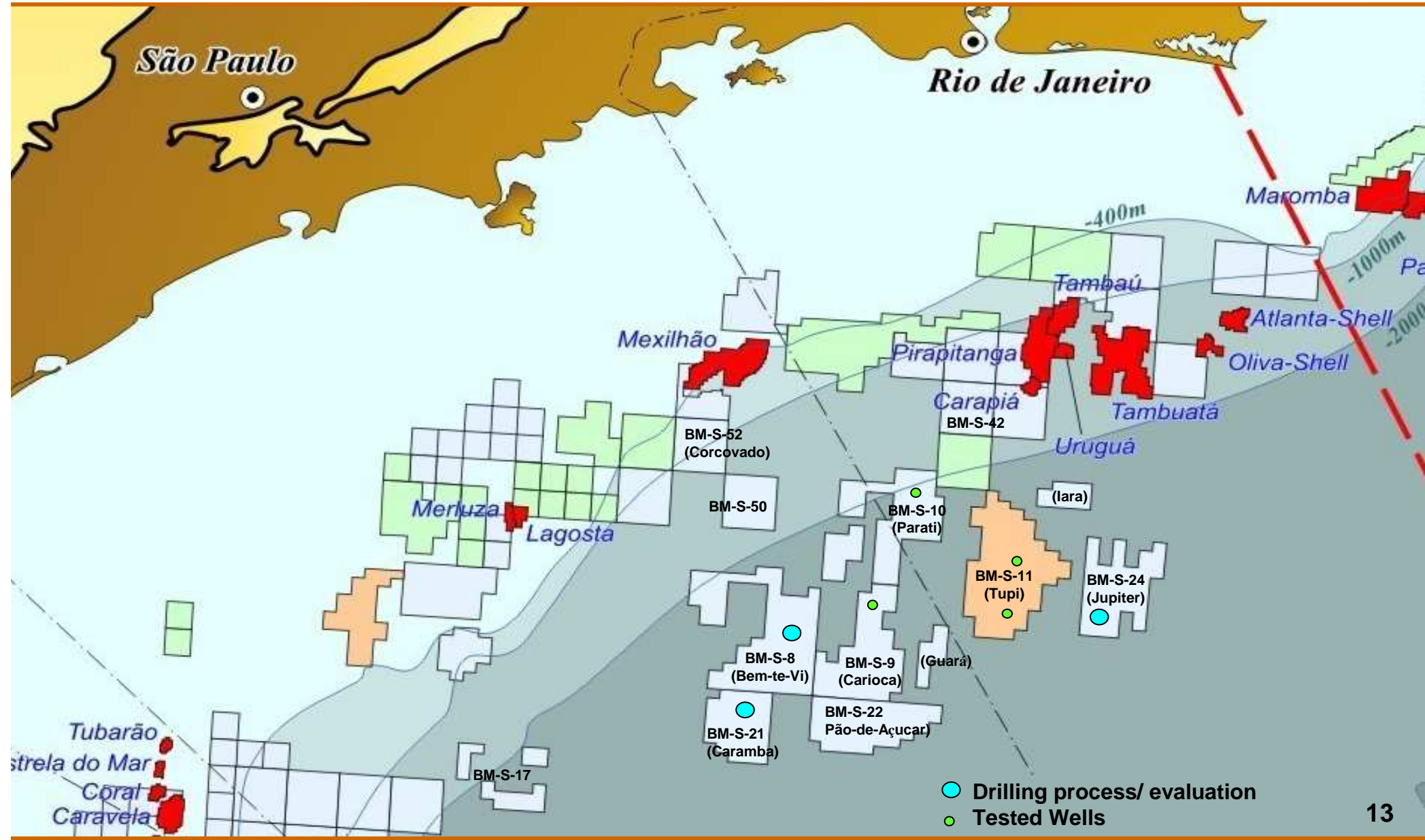
Main Projects in Brazil – 2007-2012



Oilfields discovered/defined in 2002-2007 in the Southeastern offshore basins

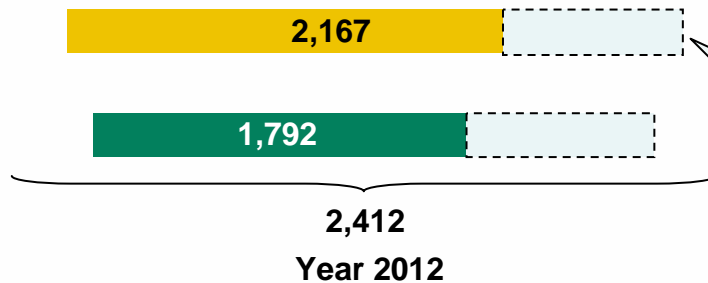


Pre-Salt in the Santos Basin

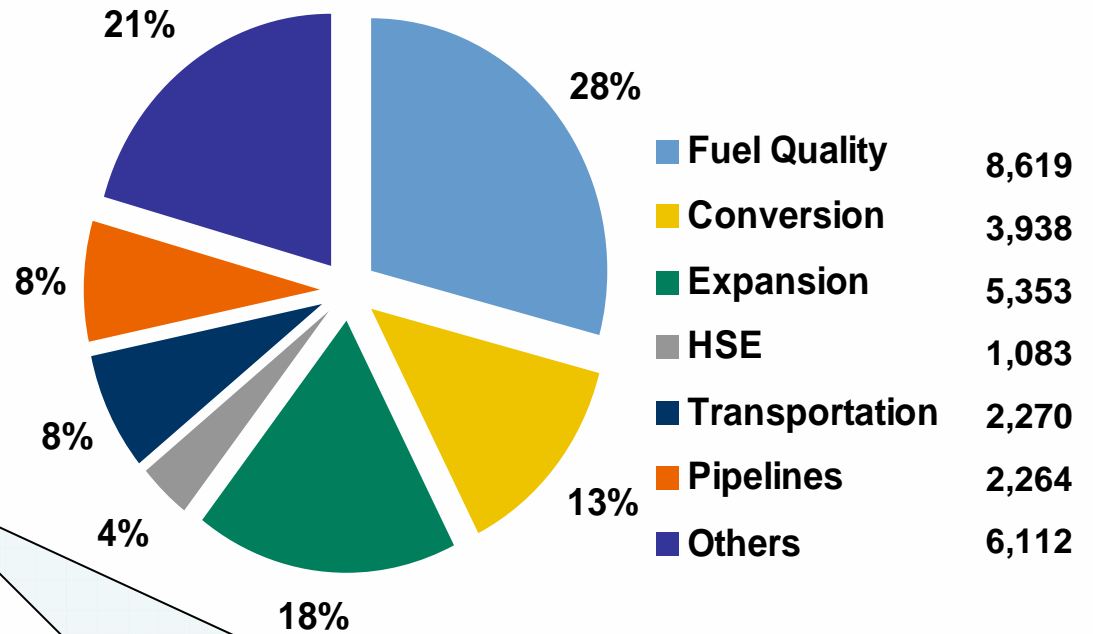


Total Downstream Spending of US\$29.6 Billion (2008-2012)

Maintaining Balanced integration between Refining and Production

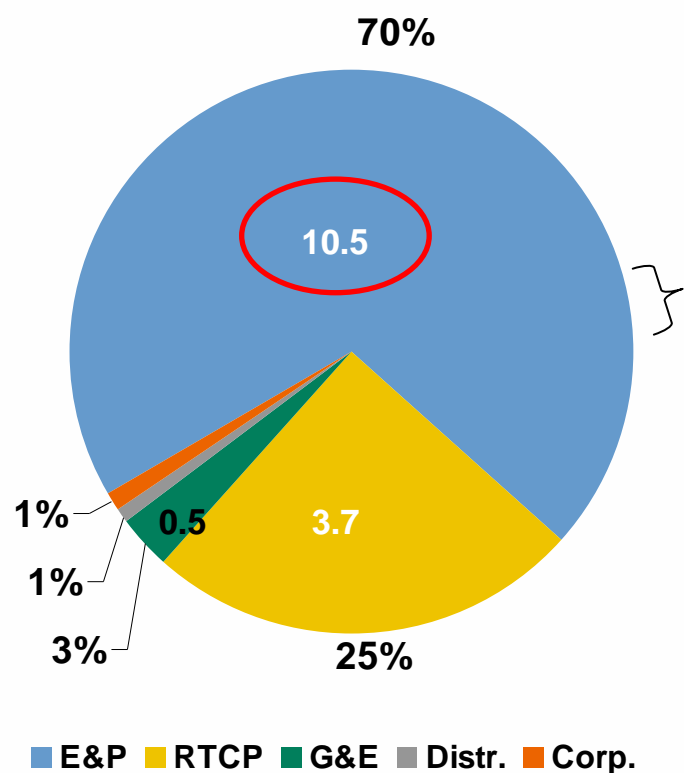


■ Total Refining Capacity ('000s. bpd)
 ■ Domestic Oil Production ('000s. boed)



2011:
 New Refinery in Brazil to add 200 '000s. Bpd cap.
 New Refinery in Texas expanded & upgraded

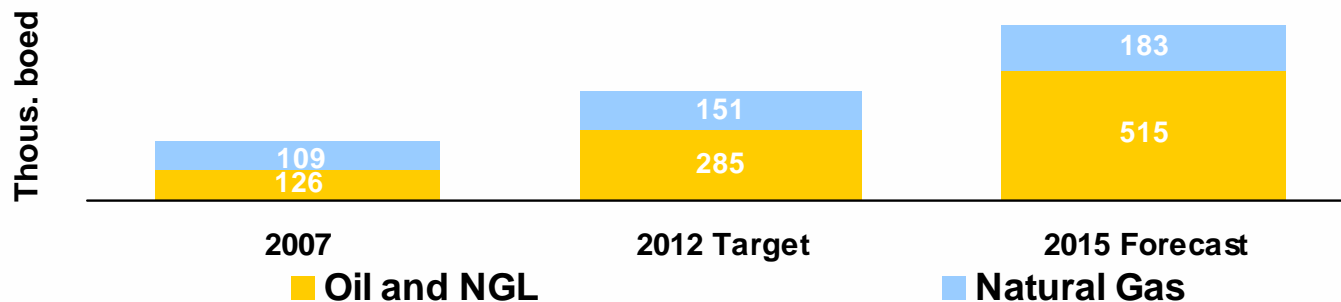
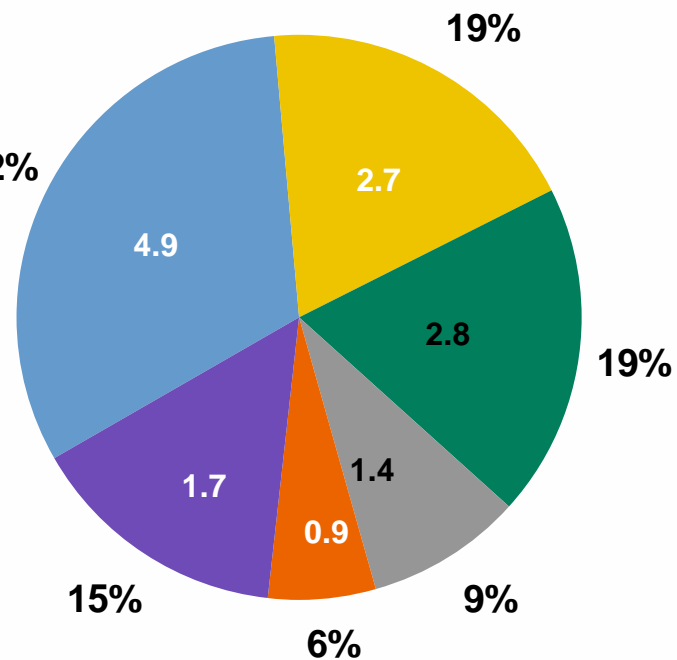
International – Investment Breakdown



2008-12 Period

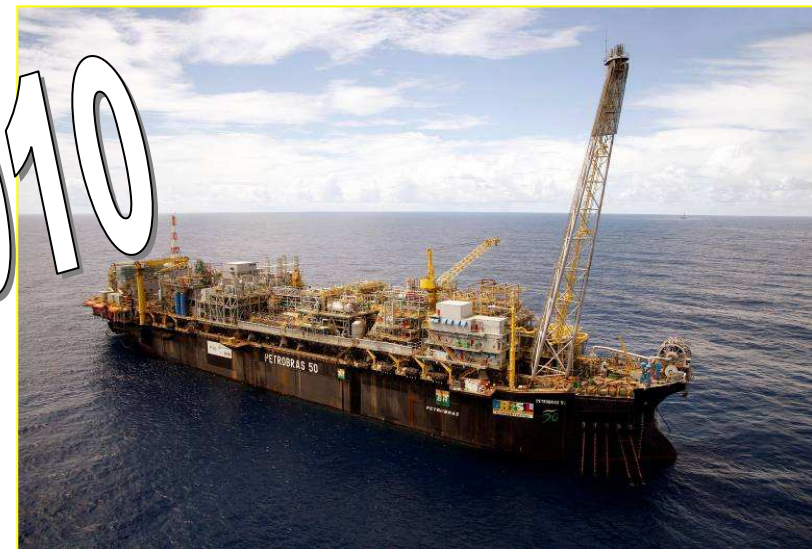
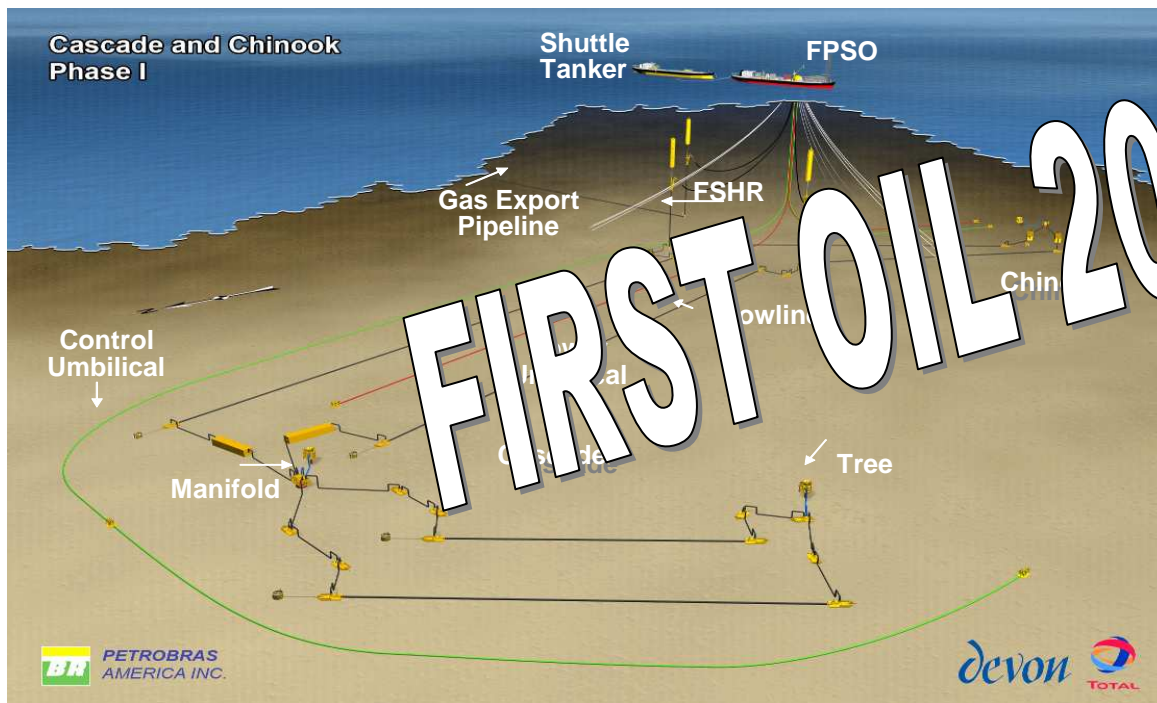
US\$ 15 bln

70% will be directed to E&P



Cascade-Chinook Development

- Petrobras America operated fields - Water Depth ~ 2,500 meters (8,200 feet)
- US regulators approved Petrobras plans to bring first FPSO (*) to the US Gulf of Mexico
- Technologies new to US Gulf of Mexico, including disconnectable turret buoy, allowing the vessel to move offsite during hurricanes, and transportation via shuttle tanker



(*) FPSO – Floating, Production, Storage and Offloading facility. Petrobras has an extensive experience in the use of FPSO with fifteen units currently under operation offshore Brazil.

International – West Africa

Operator of new Block OPL 315 with stake of 45%



Start up / Production Peak:

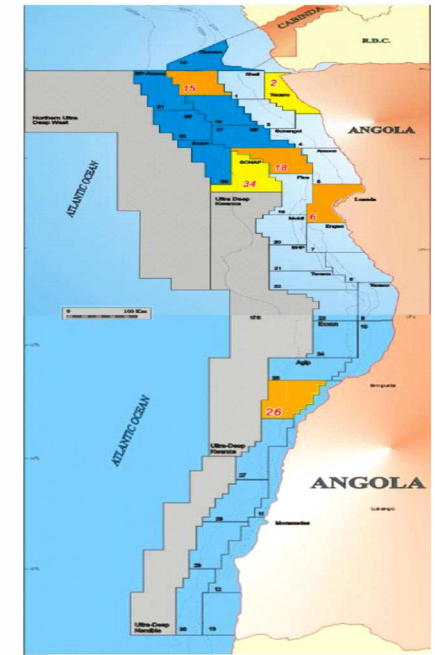
AGBAMI:

- First oil: 2008 / Peak: 250,000 bpd in 2009 (total)

AKPO:

- First oil: 2008 / Peak: 175,000 bpd in 2009 (total)

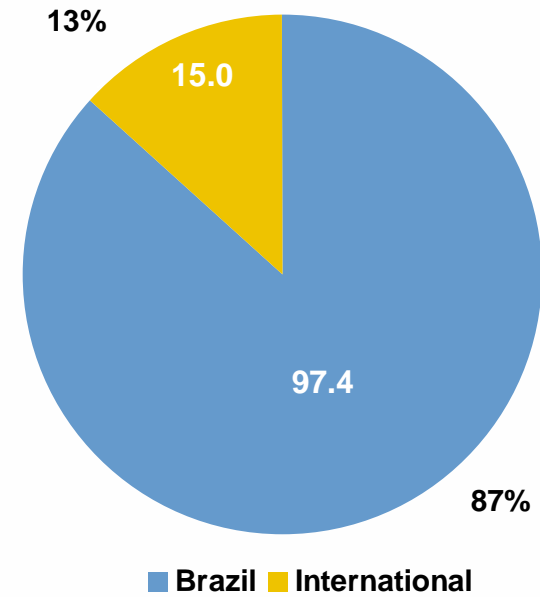
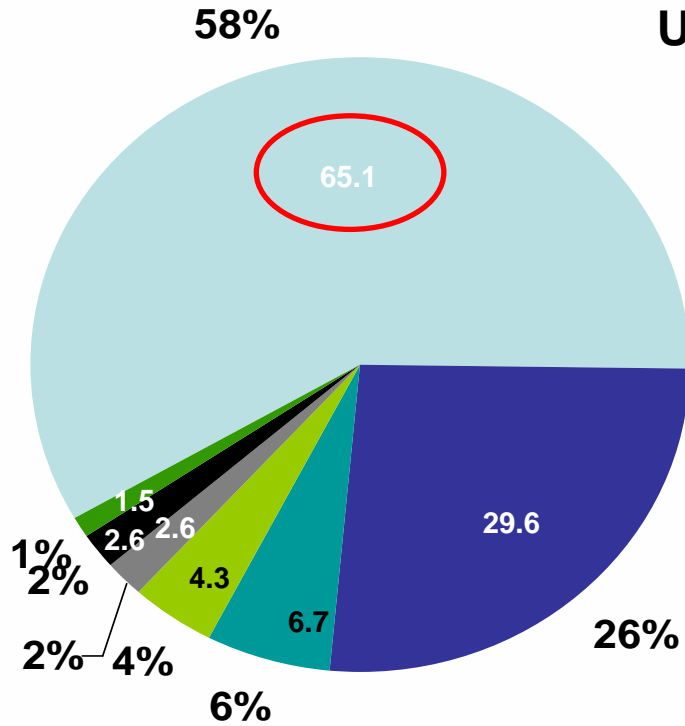
Petrobras stake: from 70,000 to 100,000 bpd



- 6 blocks (1 in production)
- Operator in prolific Block 18 with 30% stake

Investment Plan by Business Segment

**2008-12 Period
US\$ 112.4 bln**



- E&P
- Downstream
- G&E
- Petrochemical
- Distribution
- Corporate
- Biofuel

- US\$ 65.1 bln directed to E&P:
 - Exploration: US\$ 13.8 bln
 - Production: US\$ 51.3 bln

Note: Includes International

SECTORS

STEEL	TUBES
CONNECTIONS	BOILERS
CONNECTING ROD AND PUMPING STATIONS	SUBSEA
PUMPS	DIESEL/GAS MOTORS
COMPRESSORS	TURBINES (GAS)
CRAINES	VALVES
GENERATORS AND ELECTRICAL MOTORS	TRANSFORMERS AND SUBSTATIONS
INTRUMENTATION	ENGINEERINGS
CONSTRUCTIONS AND ASSEMBLY	

CRITICAL EQUIPMENTS (Non Exhaustive)

- **Special Steel (for boilers) and forged steel**
- **Pipelines in the range of 14-42 inches diameter with longitudinal welding**
- **Polished connecting rod with guided centralizer (ongoing action)**
- **Polyester Mooring cables;**
- **Drilling pipelines and Fiber glass pipelines;**
- **Electrical cables for CSP;**
- **Control Systems for well control, oil and gas metering systems, drilling activities;**
- **Offshore drilling rigs**
- ***Gravel Packing***
- **Drilling bits**
- **Production pipelines alloy coatings(13 Cr, Super13 Cr);**
- **Pumps API standard**
- **Dry Transformers**

CRITICAL EQUIPMENTS (NON EXHAUSTIVE)

- **HCC Reactors (250-300 mm wall width, 40 Kgf/cm²);**
- **Boiler works with special alloys (reactors, towers, pressure vessels);**
- **Boilers (steam generators);**
- **Heat exchangers working with H₂S traces (ASTM A 387 degree 11);**
- **Structural packing for refining process towers;**
- **Moto Compressor and *bare compressor***
- **Large Engines**
- **Offshore cranes**
- **Special sphere submarine valves**
- **Forged Valves**
- **Basic projects and thermal projects**

- **CRITICAL EQUIPMENTS (Non Exhaustive)**
- **Christmas Trees: Forged Steel and electronics**
- **Umbilical: Nylon 11, flexible inox tubes and kevlar**
- **Flexibles Pipes: External Polymers and some steels**

- ***CRITICAL PACKAGES***
- **Bearings and automation**
- **Steel plate and copper**

CRITICAL SERVICES

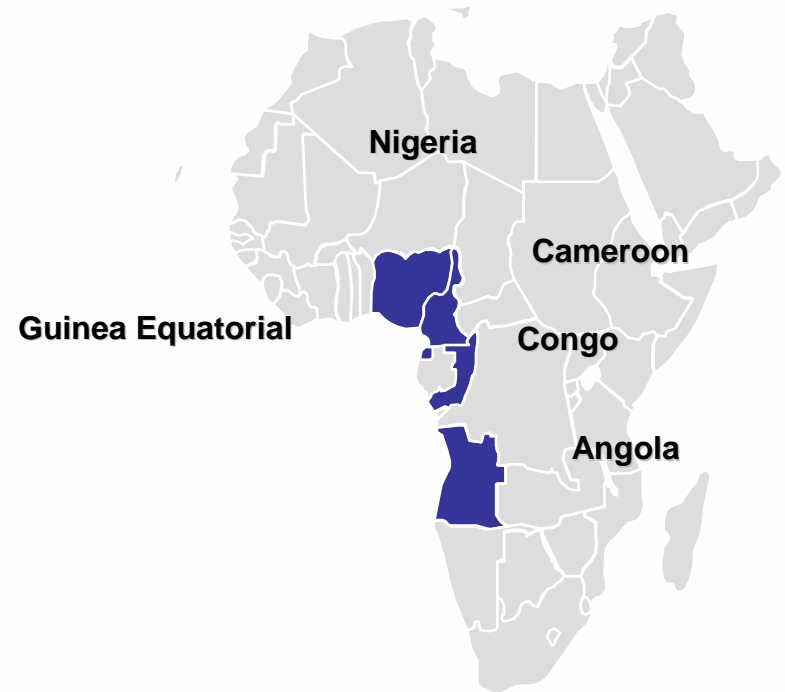
Area	Services
E&P	<ul style="list-style-type: none">• Drilling;• Wokover services;• Flexible lines and umbilical's laying services;• Support to diving;• Support to ROV vehicles;• Support to mooring activities;• Special vessels;• Submarine interconnection services.

Supply Opportunities

TARGET MARKETS:
*Latin America – Countries
where Petrobras acts*



POTENTIAL-MARKETS:
Africa's West Coast



São Paulo – São Paulo
São Paulo - SP

Thank You!

