



Investor Relations Area:

+ 55 11 3583 5856
5886
5890
5827

szpq_ri@suzano.com.br

Suzano Petroquímica Releases 3Q07 Results

São Paulo, November 12, 2007 –Suzano Petroquímica S.A. (the “Company”) (BOVESPA: SZPQ4; LATIBEX: XSUPT), Latin American leader in the production of polypropylene and with jointly control in Rio Polímeros S.A. (Riopol) and interests in Petroquímica União S.A. (PQU), makes public today the results of the third quarter (3Q07).

3Q07 Highlights

Net Income of R\$57.3 million in the 3Q07, cumulating R\$183.4 million in the 9M07

The net income of Suzano Petroquímica in the 3Q07 was of R\$57.3 million thanks to a greater contribution from the controlled companies through equity pick up and its effect in the assessment of less taxes due in this quarter, which diminished the impact of the smaller cash generation and financial result in the 3Q07 as regards the previous quarter.

In the year, the Company accumulated a net income of R\$ 183.4 million, significantly reverting the cumulated loss in the 9M06, of R\$9.7 million.

Maintenance of comfortable leverage levels

The Net Debt/(Ebitda + Dividends) ratio of the Parent Company ended the 3Q07 in 3.6x, slightly above the closing on Jun 30, 2007 as a result of Parent Company's lower cash availability, due to the acquisition of PQU's shares, by exercising our Right of First Refusal (and as a consequence the reassignment of PQU's shares from current assets to permanent assets), as well as the retreat in the cash generation of the Parent Company in the period.

The consolidated leverage at the end of the quarter was of 4.0x, repeating the level reached in the previous quarter since the growth of 0.7% in the consolidated cash generation in the last 12 months almost balanced the increase of 3.0% in the consolidated net debt in the period. For further details, see section “Consolidated Suzano Petroquímica”.

Considering the Company's cash generation and indebtedness forecast for the end of this year, including expectations for the exchange rate in the future market also at the end of year, the payment received for Petroflex shares, in accordance to the Material Fact of October 31, and the second installment related to Politen's sale earn-out formula, to be received in 4Q07, the Parent Company's leverage index shall be slightly below 3.0x at the end of this year. The consolidated leverage, in its turn, will probably be slightly below 3.7x at the end of this year, even considering Rio Polímeros' raw-material supply problems, which have been causing a negative impact in Rio Polímeros' performance.

This result shall confirm the success of the financial policy implemented by the Company since the end of 2005, based on long-term and low cost funding, as well as mostly in Dollar currency, naturally hedged by the net cash



www.suzanopetroquimica.com.br
szpq_ri@suzano.com.br

flow in this foreign exchange. The strong recovery of Company's profitability, together with a divestment process executed at the planned time, allowed this strong and quick deleveraging observed since July of 2006.

Update of the earn-out formula related to the sale of Politenó

In October ended the assessment period of the spreads of polyethylene in the domestic market related to the earn-out formula for determining the final value of Politenó (sold upon down-payment last year). In November, an independent audit to assess the final spread to be used in the earn-out formula shall be carried out. We have today reinforced our conviction as regards the receipt of a second installment up to the end of the year, at a value between US\$ 55 million and US\$ 65 million, which shall be properly confirmed to the market.

In this quarter, we adjusted the provision made at the time of sale, which generated an additional positive financial impact of R\$12.3 million in the 3Q07 Parent Company's result, through the equity pick up.

Exercise of the Right of First Refusal at PQU

Suzano Petroquímica has exercised, on August 31st, its right of first refusal to acquire Petroquímica União S.A. ("PQU") shares, due to the acquisition, by União de Indústrias Petroquímicas S.A. - Unipar, of PQU shares previously held by Dow Brasil S.A.. As announced, the decision to exercise the right of first refusal derived from the recent changes in the Brazilian's southeast petrochemical industry consolidation process. Upon the exercise of this right, the Company increased its stake in PQU's voting capital from 6.76% to 8.45% and in the total capital from 6.75% to 8.43%. The price paid for each common and preferred share is, respectively, of R\$ 11.17 and R\$ 10.15. The total amount paid was R\$ 17.9 million.

Acquisition of Suzano Petroquímica by Petrobras

On August 3, 2007 it was announced the sale purchase agreement for the acquisition, by Petrobras, of all shares of Suzano Petroquímica held by the controlling shareholder for the price of up to R\$13.44 per common share and up to R\$10.76 per preferred share.

According to the Material Fact made public by the Company on September 27, 2007, the final amount to be paid for both common and preferred shares may be reduced up to 7% as regards the amounts above mentioned as a result of the due diligence and of the assignment of the interests previously held by the Company in Petroflex, among others.

The closing of the acquisition deal of Suzano Petroquímica by Petrobras is foreseen to be concluded on November 30.

Further Events

Sale of the interests in Petroflex

According to the Material Fact of October 31, 2007, all the shares issued by Petroflex held by our subsidiary SPQ were assigned to Braskem and Unipar, corresponding to 4,759,274 common shares and 2,320,597 preferred shares of Petroflex, upon the payment of R\$91.5 million. Therefore, from that day on, SPQ no longer holds any stake in Petroflex's capital.

According to the same Material Fact, this transaction shall cause a reduction of about 2.54% in the price of both common and preferred shares of Suzano Petroquímica informed in the Material Fact published on August 3rd, 2007.

Final Agreement between Riopol and the EPC Contractor

According to the Material Fact published in July 30, 2007, a final agreement between Riopol and the EPC contractor of its industrial complex was settled, finalizing all the discussions related to the delay in Riopol's start-up. The financial impact of the agreement is a non-operating revenue of R\$ 142 million in the 3Q07 and Riopol, together with its shareholders and independent auditors, in light of the best accounting practices, decided to recognize a non-operational expense at the amount of R\$ 84 million in the same period, aiming to reflect all the costs incurred by the contractor during the construction and testing phase of the complex.

Special Characteristics of this Publication of Results:

With the taking over of Polibrasil's full control on September 1st, 2005 and its further merge with Suzano Petroquímica on November 30th of that year, the Company had decided to discuss its results in pro forma basis, aiming to allow a better analysis of the business held by Suzano Petroquímica and thus ensuring better comparison with previous periods, and estimates of future results. However, since 1Q06 all information from the Parent Company already fully reflects the effective activities of the Company. Since this document is prepared based on comparisons with periods after 1Q06, including this one, the Parent Company has no need to discuss the results on pro forma basis.

The analysis of the Consolidated Suzano Petroquímica considers the Parent Company result proportionally consolidating the participation that the Company held, at the end of the 3Q07, in its jointly controlled companies, Riopol (33.33%) and Petroflex (20.12%). In view of the sale of the 33.9% stake in the capital of Politeño on April 4, 2006, the consolidated results shall be discussed on a pro forma basis, that is to say, disregarding the result related to the consolidation of Politeño, in the 1Q06, for purposes of a better comparison. The performance of the companies in which Suzano Petroquímica holds shared control is described in the analysis of the Consolidated Suzano Petroquímica.

All comparisons performed are related to the same period of 2006 (3Q06), except when otherwise indicated.



SUZANO PETROQUÍMICA PARENT COMPANY

Sectorial Scenario and Economic Context

In the 3Q07, the prices of oil and its derivatives raised thanks mainly to the geopolitical tensions in the Middle East, together with indicators of low levels of stocks in important oil consuming regions and further a world limited refining capacity to serve the demand.

The average price of Brent oil barrel raised about 8% as regards the 2Q07, from an average of US\$69 in the 2Q07 to US\$ 74 per barrel in the 3Q07. The naphtha price followed the oil trend, but not so strongly, with a high of only 0.8% in its price between the quarters, from an average of US\$671/ton in the 2Q07 to US\$ 677/ton in the 3Q07. Therefore, the naphtha/Brent oil price ratio fell from an average of 9.8 in the 2Q07 to 9.1 in the 3Q07.

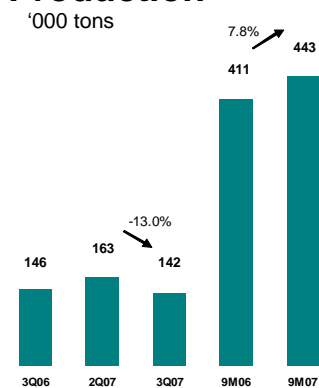
The international propylene prices also had, in average, a high in the quarter, as a result of the high demand for propylene derivatives, together with production constraints and turnarounds both in refineries and in some *crackers* around the world. The US Gulf propylene raised about 2.4%, reaching the average value of US\$ 1,160/ton in the 3Q07, with a small variation as regards the level reached in the 2Q07, while in Europe the naphtha based propylene raised 5.4%, reaching US\$1,211/ton in the same period. Otherwise, the propylene in Asia had a retreat of 1.3% in its price during the quarter, reaching an average of US\$ 1,128/ton, due to the fact that the demand of local purchasers is balanced thanks to the supply increase in this region.

The international polypropylene prices followed the behavior of the propylene and also had a high in its prices in the 3Q07. The prices of PP in Asia raised about 5.7%, reaching the average level of US\$1,357/ton CFR China, while the prices of PP in Europe and the export prices in the US increased, in average, US\$ 120/ton and US\$ 56/ton in the quarter, respectively. This high of PP prices aimed to accommodate the recent highs in the propylene prices, counting on a very favorable background of strong international demand in several regions of the world. The USA continued its strong exporting movement, feasible due to the more competitive local propylene prices, below the ones practiced in Europe and in Asia.

In Brazil, the thermoplastic resins market in the 3Q07 kept its performance similar to the 2Q07. According to preliminary data from ABIQUIM/Coplast, the internal consumption of thermoplastic resins (without PET) grew 0.9% as regards the 2Q07, reaching 1,104 million of tons of resins consumed. Furthermore, the imports of the aggregate of resins had a retreat of 1.3% in the 3Q07 as regards the 2Q07, replaced by sales of the local producers. In the first 9M07, the Brazilian market of thermoplastic resins grew 5.0%, cumulating 3,235 million of tons of resins consumed locally. Otherwise, the imports of resins in the first 9M07 reached 479.0 thousand tons, favored by the current levels of the exchange rate, representing a growth of 16.0% as regards the imports of the same period of the previous year.

As regards the polypropylene, its demand didn't follow the same path of the demand for the aggregate of thermoplastic resins in the 3Q07. The internal consumption of polypropylene decreased 4.3% as regards the 2Q07, reaching 308.8 thousand tons in the 3Q07. The imports of polypropylene in the 3Q07 amounted 44.9 thousand tons and represented a growth of 12.2% as regards the previous quarter, strongly pressing the internal sales of local producers, which had a fall of 6.6% between said periods. In the accumulated of the year, the Brazilian market of polypropylene reached 911.9 thousand tons, representing a high of 6.4% as regards the 9M06. In the 9M07, about 13.5% of the local demand was supplied by imports, while in the 9M06 the participation of the imports was restricted to 8.6% of the internal demand, again an effect of the current levels of the exchange rate in Brazil.

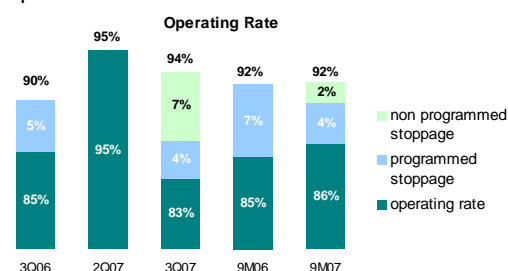
Production



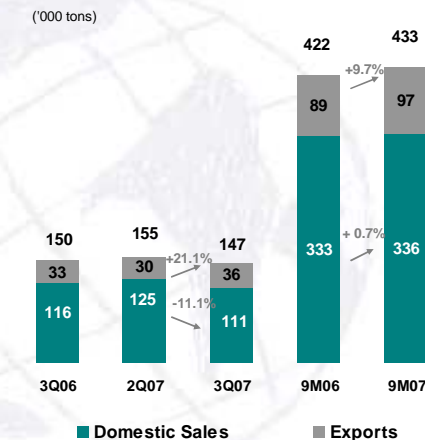
The production of polypropylene in the 3Q07 was of 142.0 thousand tons, representing a reduction of 13.0% as regards the production of the 2Q07 and of 3.0% as regards the 3Q06. The operating rate in the 3Q07 was of 86.6%, considering a planned turnaround of 9 days in the Duque plant for replacement of catalyst. Some operating problems caused unplanned stoppages of the plants diminishing in 6.7% the capacity available for production in the 3Q07. The following chart shows the Company's quarterly operating rate and how much the availability of polypropylene production capacity was affected by planned and unplanned stoppages during those periods.

The production of polypropylene accumulated in the 9M07 reached 443.0

thousand tons, 7.8% above the production accumulated in the 9M06 mainly as a result of the 60 thousand tons increase in the production capacity of Mauá facility, which took place in July of last year. The accumulated adjusted operating rate in the 9M07 was of 92.4%, 0.5 p.p. higher than the operating rate accumulated in the 9M06, of 91.9%.



Sales



The total sales of polypropylene in the 3Q07 were 147.0 thousand tons, 4.9% below the result of the 2Q07 and 1.8% smaller than the 3Q06 basically as a result of fewer sales in the domestic market, which were partially compensated by greater exports volumes in the period. In the 9M07, the total sales reached 432.8 thousand tons, 2.6% above the result in the 9M06, with the internal sales and exports 0.7% and 9.7% higher between the periods, respectively.

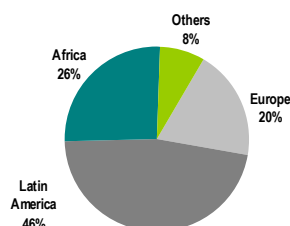
The domestic sales in the 3Q07 totaled 111.0 thousand tons, a volume 11.1% smaller than the one sold in the 2Q07. Disregarding the effect of sales which have been postponed from the 1Q07 to the 2Q07, the retreat of the internal sales of the Company in the 3Q07 as regards the 2Q07 was about 7.2%, aligned with the reduction of 6.6% recorded in the total internal sales of the Brazilian producers of polypropylene. Indeed, a part of the sales of the local producers was replaced by imports, which had a growth of 12.2% between the quarters, favored by the level of the exchange rate. In spite of that,

the Brazilian demand for polypropylene had a retreat of 4.3% between the 2Q07 and the 3Q07, which may be caused by a possible postponement of purchases to the 4Q07 as a result of an anticipation of purchases in the 2Q07, with inventories being consumed in the quarter. As regards the 3Q06, the domestic sales of the Company in the 3Q07 had a decrease of 4.5%, also equal to the performance of the local sales of the Brazilian producers, which retreated 4.6% between said periods as a result of the strong progress of 80.2% in the imports of resin, which supported a growth of 2.4% of the Brazilian demand for polypropylene between the 3Q06 and the 3Q07.

The domestic sales of the Company accumulated in the 9M07 amounted 335.7 thousand tons, 0.7% above the results in the 9M06, a performance aligned with the behavior of the internal sales of the Brazilian producers, which also increased only 0.7% between the periods. Between these periods, the internal demand of polypropylene grew 6.4%, and this increase in demand was almost completely supplied by imports, which increased 67.2% between the 9M06 and the 9M07.

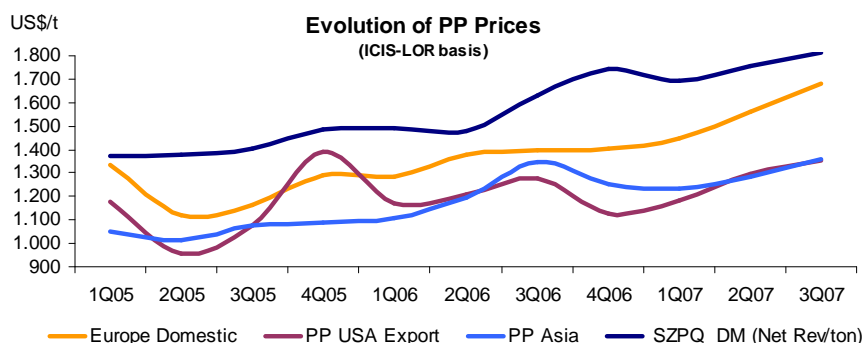
Our external sales totaled 36.1 thousand tons in the quarter, representing 24.5% of the total sales in the period. This volume was 7.7% and 21.1% higher than the 3Q06 and 2Q07, respectively, reflecting the good moment of the international market, which presented ascending polypropylene prices throughout the months. Regions like Latin America, Africa and Europe presented very

Exports Destination (%) 3Q07



attractive trade conditions in the period, supported by a strong demand and high prices. Latin America, a destination which provides the best margins, represented 47.0% of the exports of the Company to the external market, followed by Africa, with 25.8% and Europe, with 19.5% of the exported volume. In the 9M07, our exports amounted 97.1 thousand tons, 9.7% higher than the ones occurred in the same period of the previous year.

Sales Prices



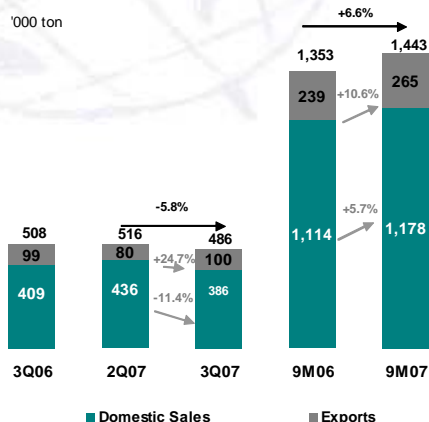
The maintenance of a strong demand in the international market and turnarounds in some producers made the balance between supply and demand tight and promoted ascending moves in the polypropylene prices, impelled also for the high in the propylene prices. In average, according to data from the consultancy company Icis-Lor, the polypropylene prices in Asia presented a growth of 5.7%

between the 2Q07 and the 3Q07, while the prices in Europe raised about 7.7% and those of exports of polypropylene from the USA raised 4.3% between the periods. Indeed, the USA took advantage of lower prices of propylene in the country to raise the competitiveness of its product in the international market, making feasible very expressive export volumes that contributed further for less pressure of supply of products in the US market.

Our 3Q07 average net revenue per ton in Reals in the domestic market was 0.3% and 1.2% below than the ones verified in the 2Q07 and 3Q06, respectively. When measured in Dollars, however, the 3Q07 net revenue per ton in the domestic market was 3.1% higher than the 2Q07, and further 11.8% higher than the one in the 3Q06, as a result of the appreciation of the Real over the Dollar within the periods.

Now, the 3Q07 net revenue per ton assessed in the external market, when expressed in Reals, had a high of 3.0% as regards the 2Q07, but was 5.9% smaller than the net revenue per ton recorded in the 3Q06, as a result of the effect of the exchange rate in the export prices in Dollars. Therefore, when expressed in Dollars, we see an increase of 6.6% in the net revenue per ton of exports as regards the 2Q07 and also as regards the 3Q06, a reflex of better business opportunities in the international market.

Net Revenue



The net revenue was of R\$485.6 million in the 3Q07, 5.8% smaller than the one assessed in the 2Q07 as a result of a decrease of 4.9% in the sales volume and a net revenue per ton, in Reals, 0.9% lower between the periods. When measured in Dollars, the net revenue of the 3Q07 was 2.6% lower than the one of the 2Q07, since the 4.9% fall in the sales volume was attenuated by a global net revenue per ton in Dollars 2.4% greater this quarter.

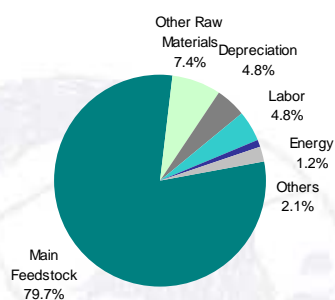
The net revenue accumulated in the 9M07 was of R\$1,442.6 million, 6.6% above the results in the 9M06 due to the combination of a sales volume 2.6% greater and a global net revenue per ton in Reals 3.9% higher. When measured in Dollars, the net revenue recorded in the 9M07 presents a high of 16.2%, due mainly to a global net revenue per ton in Dollars 13.2% greater, combined with a sales volume 2.6% higher.

The net revenue arising from the volume sold in the domestic market in the 3Q07 was of R\$385.7 million, 11.4% lower than that of the 2Q07 basically as a result of a volume of domestic sales 11.1% smaller. When expressed in Dollars, the net revenue in the internal market reached US\$ 201.1 million, 8.4% below the one of the 2Q07 as an effect of a net revenue per ton in Dollars 3.1% higher, attenuating the sales volume 11.1% lower. As regards the 3Q06, the net revenue of the domestic sales, when expressed in Reals, was 5.7% lower, due to a combination of a sales volume and a net revenue per ton 4.5% and 1.2% lower, respectively.

In Dollars, a higher of 6.7% is verified as regards the 3Q06, since the net revenue per ton in Dollars 11.8% higher in the 3Q07 attenuated the 4.5% fall in the sales between the periods. In the accumulated of the 9M07, the net revenue assessed in the internal market in Reals reached R\$ 1,177.9 million, 5.7% higher than the same period of last year as an effect of a net revenue per ton in the domestic market 5.0% higher and a sales volume 0.7% greater. In Dollars, the net revenue assessed in the internal market in the 9M07 was of US\$ 588.1 million, 15.2% higher than the 9M06, as an effect mainly of the record of a net revenue per ton in the domestic market in Dollars 14.4% greater between the periods.

The net revenue arising from the sales to the external market amounted R\$ 99.9 million in the 3Q07, 24.7% above the results in the 2Q07 as a result of a volume of exports 21.1% greater and a net revenue per ton of exports in Reals 3.0% higher. When expressed in Dollars, the net revenue of exports in the 3Q07 reached US\$ 52.1 million, 29.0% above the previous quarter as a result of the greater sales volume and of the net revenue per ton in Dollars 6.6% higher. As regards the 3Q06, the net revenue of exports of the 3Q07 expressed in Reals was 1.3% higher since the increase of 7.7% in the volume sold between the periods dampened the impact of the 5.9% fall in the net revenue per ton of exports. Now, in Dollars, the net revenue grew 14.7% between the periods since the sales volume 7.7% greater was powered by a net revenue per ton in Dollars 6.6% higher. In the accumulated of the 9M07, the net revenue assessed in the external market in Reals reached R\$ 264.7 million, 10.6% higher than the same period of the previous year as an effect mainly of a sales volume 9.7% greater. When expressed in Dollars, the net revenue assessed in the internal market in the 9M07 was of US\$ 132.2 million, 20.5% higher than the 9M06, as an combined effect of a net revenue per ton of exports in Dollars and a sales volume 9.9% and 9.7% greater, respectively.

Cost of Goods Sold (CoGS)



The cost of goods sold (CoGS) in the 3Q07 was of R\$411.9 million, 1.7% below the results in the 2Q07 basically as a result of a sales volume 4.9% lower combined with a CoGS per ton 3.5% higher. The 3Q07 CoGS per ton was of R\$2.801, reflecting mainly the 3.0% increase in the cost per ton of propylene recorded in the quarter, resulting from increases in the prices of raw materials in the international market. In Dollars, the CoGS per ton recorded in the 3Q07 was of US\$ 1,461, 7.0% above the one recorded in the 2Q07 basically as a result of the recording of a cost of propylene per ton in Dollars 6.5% greater. As regards the 3Q06, the CoGS recorded in the 3Q07 was 2.1% lower basically as a result of a sales volume and a CoGS per ton 1.8% and 0.3% lower, respectively. In Dollars, the CoGS per ton of the 3Q07 had an increase of 12.9% as regards the one recorded in the 3Q06.

In the accumulated in the 9M07, the CoGS amounted R\$ 1,180.5 million, in line with the one recorded in the 9M06 since the effect of the sales volume 2.6% greater was practically annulled by the recording of a CoGS per ton 2.9% lower in the quarter, reaching R\$ 2,728/ton. In Dollars, the accumulated CoGS in the 9M07 reached US\$ 589.4 million, 8.6% above of the same period of last year as a result of the combination of a sales volume 2.6% greater and a CoGS per ton in Dollars 5.8% higher, in the amount of US\$ 1,362/ton. The increase of 5.8% in the CoGS per ton in Dollars accumulated in the 9M07 reflects mainly the increase of 6.8% in the average cost of the propylene recorded this year, reaching US\$ 1,077/ton.

Sales, General, and Administrative Expenses (SG&A)

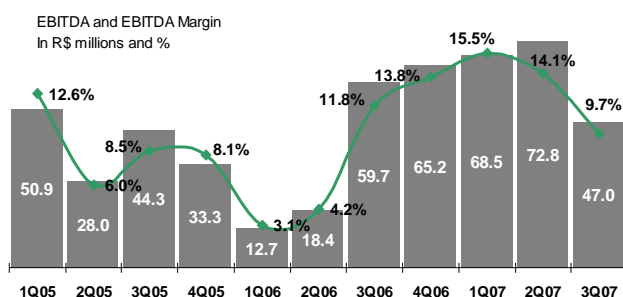
The total sales, general, and administrative expenses (SG&A) totaled R\$ 47.1 million in the 3Q07, 1.9% below the results in the 2Q07. Excluding the non-recurring effects in the SG&A in the 2Q07 and 3Q07, discriminated below, the SG&A of the 3Q07 would represent a 4.7% decrease as regards the adjusted SG&A of the 2Q07. In the accumulated of the year, the SG&A amounted R\$ 140.0 million, in line with the one recorded in the 9M06. Following the same analysis and excluding the non-recurring items, in the accumulated of the year the SG&A totaled R\$ 136.6 million and is also in line with the one recorded in the 9M06.

The sales expenses in the 3Q07 were of R\$31.1 million, 5.0% below the results in the 2Q07 basically as a result of the volume sold 4.9% lower. Eliminating the non-recurring effects, in special the provision for bad debt, the sales expenses in the 3Q07 remain 7.5% below those recorded in the 2Q07. In the accumulated of the year, the sales expenses totalize R\$ 99.0 million, only 0.6% above the results of last year, and, excluding the non-recurring items, the level of sales expenses in the 9M07 is practically the same as the one of the 9M06, once the sales volume in the 9M07 exceeded in 2.6% the ones in the 9M06.

The general and administrative expenses recorded in the 3Q07 totaled R\$ 16.0 million, 4.9% higher than the ones in the 2Q07 mainly as a result of higher expenses with third parties. It is worthy to mention that in the 3Q07 was recorded an amount of R\$1.3 million related to special projects, as activities related to the sale of the interests

in Petroflex and study of opportunities of consolidation and new businesses. In the 2Q07, the amount recorded for projects of said nature in the general and administrative expenses was of R\$0.7 million. Excluding this effect, the general and administrative expenses of the 3Q07 would be only 0.7% higher than the ones of the 2Q07. In the accumulated of the year, the general and administrative expenses totaled R\$ 42.0 million, practically in line with the expenses recorded in the 9M06. Excluding the effect of the non-recurring items, including the special projects and a review of the provision for payment of PLR bonuses in the 1Q07, the general and administrative expenses recorded in the 9M07 would be 2.1% higher.

Ebitda



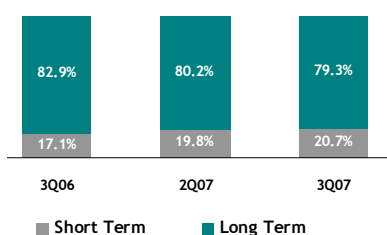
The operating cash generation of the Company in the 3Q07 measured by the Ebitda criteria was of R\$47.0 million, representing a 35.4% fall as regards the 2Q07 basically as a result of a gross profit 23.9% lower, arising from a 4.9% fall in the sales volume, a net revenue per ton 0.9% lower and a CoGS per ton 3.5% higher. The Ebitda margin assessed in the 3Q07 was of 9.7%, 4.4 b.p. below the Ebitda margin of the 2Q07, reflecting the tougher scenario of the domestic market combined with the high in the prices of raw materials.

However, the accumulated Ebitda in the 9M07, of R\$188.2 million, is 107.4% greater than the accumulated in the 9M06 and already exceeds in 20.7% the Ebitda accumulated in the whole year of 2006. The Ebitda margin accumulated in the 9M07 was of 13.0%, 6.3 b.p. above the Ebitda margin accumulated in the 9M06.

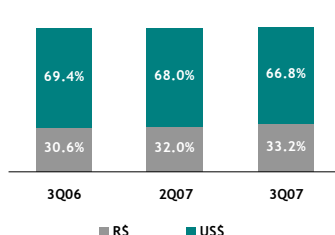
Financial Result and Indebtedness

In September 30, 2007, the gross indebtedness (considering principal and interests) of Suzano Petroquímica totaled R\$1.198.6 million, 2.0% below the level of indebtedness at the closing of the 2Q07 mainly because the appreciation of the Real over the Dollar within the quarters. However, the net indebtedness reached R\$ 913.9 million, representing an increase of 7.8% as regards the closing of the previous quarter due to a lower cash availability, caused by the acquisition of PQU's shares, by exercising our Right of First Refusal (and as a consequence the assignment of PQU's shares from current assets to permanent assets), as well as the retreat in the cash generation of the Parent Company in the period. For more details, see Note No 11 of the ITR.

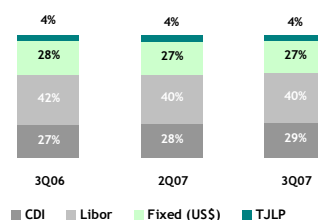
Exposure per Term (%)



Exposure per Currency (%)



Exposure per Indexer (%)



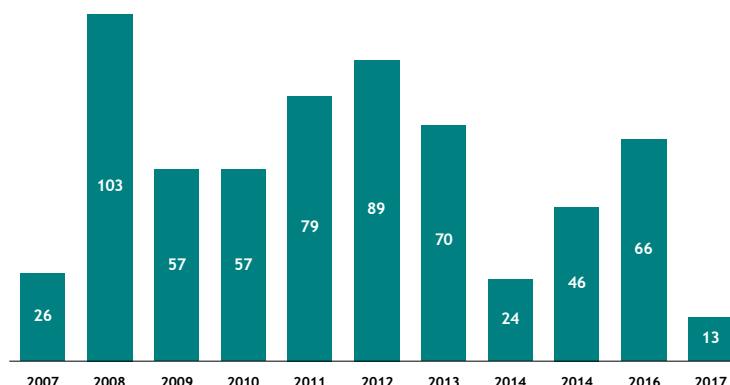
In the 3Q07, the net financial result of the Parent Company was positive in R\$13.0 million, mainly due to the appreciation of 4.7% of the Real over the Dollar between July and September 2007, which generated a exchange and monetary positive change on the contracted debt of R\$39.8 million, besides a financial revenue of R\$4.6 million resulting from financial investments. The share of financial expenses related to payment of interests on the debt reached R\$ 23.4 million, forming the financial result as in the chart below:

Financial Result (R\$ million)	3Q07	2Q07	3Q06
Financial Expenses	12.5	15.6	(34.6)
Interests (ACC/ Loans)	(23.4)	(28.8)	(28.0)
Adjustment for Inflation	-	-	-
Exchange Rates	39.8	47.7	(1.0)
Banks/ CPMF/ IOF taxes	(2.4)	(3.1)	(4.4)
Others	(1.5)	(0.1)	(1.2)
Financial Revenues	0.5	5.9	2.7
Interests on Financial Investments	4.6	5.9	2.7
Adjustment for Inflation	-	-	-
Exchange Rates	(4.1)	-	-
Net Financial Result	13.0	21.4	(31.9)

Additionally, the Company obtained revenue from interests on financial investments in the 3Q07 in the amount of R\$4.1 million, resulting from investment of the cash of its fully-owned subsidiary SPQ Investimentos e Participações, recorded in the result of the Parent Company through equity pick up.

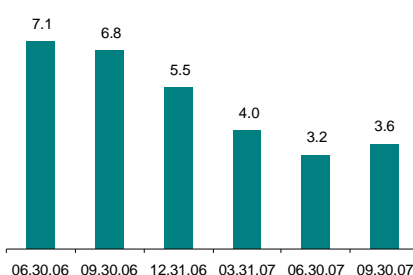
According to the debt amortization schedule beside, on September 30, 2007, the average debt maturity was of 4.4 years. The average cost of debt in the 3Q07 was of US\$ + 6.38%.

Amortization Time Schedule (USD million)



Net Debt / (Ebitda+Dividends)

Net Indebtness / (Ebitda + Dividends)
Parent Company



The Net Debt/(Ebitda + Dividends) ratio of the Parent Company ended the 3Q07 in 3.6x, slightly above the closing on June 30, 2007 as a result of Parent Company's lower cash availability, due to the acquisition of PQU's shares, by exercising our Right of First Refusal (and as a consequence the reassignment of PQU's shares from current assets to permanent assets), as well as the retreat in the cash generation of the Parent Company in the period.

Considering the Company's cash generation and indebtedness forecast for the end of this year, including expectations for the exchange rate in the future market also at the end of year, the payment received for Petroflex shares, in accordance to the Material

Fact of October 31, and the second installment related to Politeno's sale earn-out formula, to be received in 4Q07, the Parent Company's leverage index shall be slightly below 3.0x at the end of this year.

This result shall confirm the success of the financial policy implemented by the Company since the end of 2005, based on long-term and low cost funding, as well as mostly in Dollar currency, naturally hedged by the net cash flow in this foreign exchange. The strong recovery of Company's profitability, together with a divestment process executed at the planned time, allowed this strong and quick deleveraging observed since July of 2006.

Net Income

The net income recorded in the 3Q07 was of R\$57.3 million, and the impact of the lower cash generation in the quarter have been mitigated by an expressive equity pick up of R\$38.6 million and its effect in the assessment of lower taxes due in the quarter, besides the contribution from the positive financial result of R\$13.0 million, and despite the recurring amortization of R\$13.9 million related to the goodwill for the acquisition of Polibrasil. It is worthy to mention that the equity pick up was favorably impacted by the additional accounting of R\$12.3 million related to another adjustment derived from the recurring assessment of the earn-out formula related to the sale of our interests in Politeno.

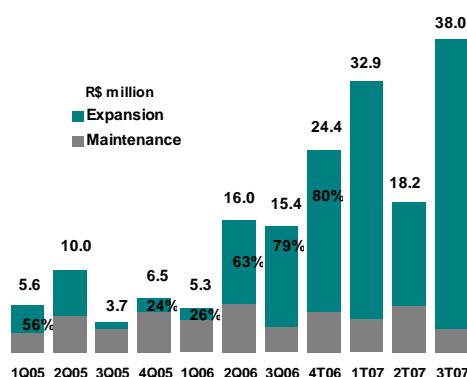
The net income accumulated in the 9M07 reached R\$183.4 million, the greater historical level in a period of nine months, due mainly to the strong cash generation recorded in said period, the recording of a equity pick up in the amount of R\$99.0 million, a positive financial result of R\$43.8 million, and despite the recurring amortization in the year of R\$41.1 million related to the goodwill for the acquisition of Polibrasil.

Investments

The investments of the Company were of R\$38.0 million in the 3Q07, of which 92.4% were destined to the projects of expanding our polypropylene production capacity, and the remaining to the maintenance of the production equipment and other investments, according to the competence criteria.

The Company is increasing the production capacity of its Mauá and Duque de Caxias plants, and is also investing in the construction of a sea terminal to receive propylene in Duque de Caxias.

The schedule to start the operations of the new capacity sets forth the following stages: (1) construction of a sea terminal in Duque de Caxias to receive propylene for the Duque's unit, which must be completed in the 4Q07; (2) expansion of the polypropylene production capacity of the Duque de Caxias (RJ) unit in 100 thousand tons/year in the 4Q07; (3) second stage of the increase in the polypropylene production capacity of the Mauá (SP) unit, which will add 90 thousand tons/year more, foreseen for the 2Q08. The disbursement schedule updated as of the 3Q07 is shown aside.



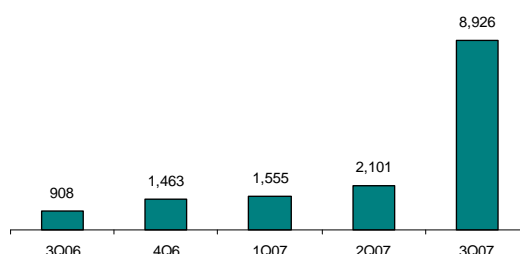
The total amount estimated for the projects of expanding the capacity and the construction of the sea terminal, including the expansion of the Mauá unit already carried out, is of US\$ 126.9 million, and the projects mentioned above count on defined funding sources, financed by the *International Finance Corporation*-IFC and also by BNDES.

US\$ million	Until 2T07	2007	2008	Total
Capex Projects	63.9	38.0	25.0	126.9
SeaTerminal	9.1	8.5	0,0	17.6
Expansions	54.8	29.5	25.0	109.3

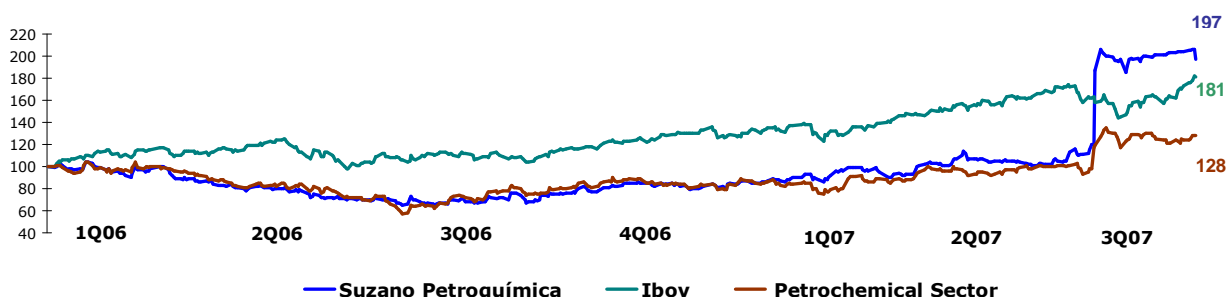
Capital Market

The daily average financial volume of the preferred share of Suzano Petroquímica (SZPQ4) negotiated at Bovespa in the 3Q07 reached R\$ 8.9 million, with a growth of 324.8% as regards the 2Q07, as a result of the new prices of the shares with the announcement, on last August 3, of the sale of the control to Petrobras. In this same period, the Bovespa Index had a daily average financial volume 22.5% higher than the one recorded in the 2Q07, reinforcing the consolidation of the Brazilian capital market every quarter.

Average Daily Volume - SZPQ (R\$ '000 day)



SZPQ4 Performance x Ibovespa
Basis: Jan 2006 = 100



As a result of the announcement of the sale of control of Suzano Petroquímica, and of the *tag along* right of 80% ensured to its minority shareholders, the preferred share of Suzano Petroquímica negotiated at Bovespa closed the quarter priced in R\$ 9.38/share, presenting an appreciation of 96.2% when compared to the amount at the closing of the 2Q07. At the closing of the 3Q07, the preferred share of Suzano Petroquímica had an appreciation of 139.3% in the year, while the weighted index of the petrochemical sector had a positive variation of 54.8% and the Bovespa Index raised 36.0% in the same period.

Information on the Shares		09/30/2007
Total Shares		226,695,380
Common Shares		97,375,446 (43.0%)
Preferred Shares		129,319,934 (57.0%)
Market Cap (= price of the share in Sep 30, 3007 x Total No of shares)		
R\$ million		2,126.4
US\$ million		1,156.3

*Fontes: Suzano Petroquímica / Econômica

Expectations for the polypropylene business

The international resins prices have followed the increase of prices of the raw materials, as a reflex of the more recent high in the oil prices. Even though, the good level of world demand made feasible a good moment in the international market, and the demand tends to keep a reasonable stability as a result of the good indicators of the world economy that have been observed. The future behavior of oil prices and its derivatives, up to the thermoplastic resins, shall depend a lot on the materialization of eventual risks of failure in the supply resulting from potential conflicts in the Middle East, considering further the fluctuations in the levels of inventories of the main oil consuming markets.

In Brazil, we verified in the 3Q07 a frustration in the behavior of the demand in the quarter, known for being the stronger of the year, according to the seasonality of the business. Despite of that, we believe that a postponement of the purchases to the 4Q07 may have occurred as a result of an anticipation of purchases in the 2Q07, what, combined with the favorable scenario in the international market, may cause a recover in the domestic market by the end of the year.

Social and Environmental Responsibility for Sustainable Development

In this quarter, we launched the Social Investment Policy, which is intended to give support to structured and sustainable projects and initiatives with long term results. A folder was distributed, explaining the policy to all stakeholders (clients, suppliers, investors, NOGs, among others).

In July and August, Suzano Petroquímica gave support to the 2007 Pan-American Games and Para-Pan-American, which took place in the city of Rio of Janeiro, supplying more than 6 million of water cups made of polypropylene, which were distributed to the athletes of the 42 participating countries, in a partnership with Nova Cedae (Companhia Estadual de Águas e Esgotos) and Guaracamp.

As a part of the process of commitment with the fishermen communities in Magé, Duque of Caxias and Ilha do Governador, located in the area of influence of the Sea Terminal and the propylene pipeline, it was carried out the collection and donation of food staples to the families of the community, in a partnership with Assecampe.

The company took part in the Congresso de Atuação Responsável of the Abiquim and promoted the commitment, in this process, of representatives of the communities of Mauá, Duque and Camaçari, regions where our industrial plants are located.

Suzano Petroquímica carried out this quarter a meeting with carriers, where it promoted a first stakeholder engagement in the light of the sustainability concept, approaching him to this concept and presenting the “Pacto Empresarial contra Exploração Sexual of Crianças e Adolescentes nas Rodovias Brasileiras”, of which the Company is a member, encouraging all the carriers to adhere to this important commitment.

In a survey carried out by the consultancy company DOM Strategy Partners on the corporate good standing standards, governance, management of intangible assets, as sustainability, brands, innovation, information technology and talents, Suzano Petroquímica was ranked 32nd among the one thousand largest companies in Brazil, including foreign companies here installed, an important acknowledgment of good management practices of the Company.

SUZANO PETROQUÍMICA CONSOLIDATED

Summary of the *Pro-Forma* Consolidated Result

Summary of Indexes (R\$ million)	3Q07	3Q06	Δ% 3Q07/3Q06	2Q07	Δ% 3Q07/2Q07	9M07	9M06	Δ% 9M07/9M06
Net revenue	657.9	695.7	-5.4%	700.6	-6.1%	1.989.0	1.763.1	12.8%
Gross Income	110.7	106.0	4.4%	134.2	-17.5%	371.1	197.3	88.1%
Gross Margin	16.8%	15.2%	+1.6 b.p.	19.2%	-2.4 b.p.	18.7%	11.2%	+ 7.5 b.p.
Ebitda	75.9	73.1	3.7%	103.2	-26.5%	278.5	103.3	169.6%
Ebitda margin	11.5%	10.5%	+1.0 b.p.	14.7%	-3.2 b.p.	14.0%	5.9%	+ 8.1 b.p.

Production (000 t)	3Q07	3Q06	Δ% 3Q07/3Q06	2Q07	Δ% 3Q07/2Q07	9M07	9M06	Δ% 9M07/9M06
Riopol ¹	96.5	110.4	-12.6%	103.3	- 6.6%	305.8	260.5	17.4%
Petroflex	91.7	86.7	5.8%	87.6	4.7%	255.4	247.9	3.0%

1 - The production of 52.5 thousand tons in the 1Q06 refers to the pre-operating stage, started in November 2005 and ended on March 31, 2006.

Sales (000 t)	3Q07	3Q06	Δ% 3Q07/3Q06	2Q07	Δ% 3Q07/2Q07	9M07	9M06	Δ% 9M07/9M06
Riopol ¹	95.7	104.4	-8.3%	105.8	-9.5%	316.6	239.5	32.2%
MI	61.6	65.9	-6.5%	69.8	-11.7%	194.6	163.4	19.1%
ME	34.1	38.5	-11.4%	36.0	-5.3%	122.0	76.1	60.3%
Petroflex	86.0	90.2	-4.7%	88.2	-2.4%	256.5	254.8	0.7%
MI	61.8	57.6	7.3%	62.3	-0.8%	182.9	162.4	12.6%
ME	24.2	32.6	-25.8%	25.9	-6.6%	73.6	92.4	-20.3%

1 - From January to March 2006 40.5 thousand tons of polyethylenes were sold referring to the pre-operating stage of Riopol, which were not recorded in the results. The sales performed from April 2006 were totally of resins produced by Riopol, during its operating stage.

Riopol

This quarter the domestic demand of polyethylene increased 2.4% as regards the 2Q07, an increase stimulated by the 4.0% increase in the sales of the local producers, recovering part of the market supplied by imports, which presented a 6.5% fall between the periods. When compared to the previous quarter, the exports of polyethylene reduced by 13.0%, confirming the priority given by local producers to supply the domestic market.

In the accumulated of the year, the domestic demand of polyethylene increased 2.3% as regards the 9M06 and was basically supplied by the increase of 3.0% in the sales of the local producers, with a 1.6% decrease in the imports. In the same period, the exports presented an increase of 18.0%, as a result of the good trade conditions in place in the external market.

In the third quarter a world movement of high was observed in the prices of polyethylene, sustained by the high in the price of raw material combined with a warmed world demand. Furthermore, in Brazil this movement was also benefited by the reduction of local offer of Argentinean products, caused by energy problems in that country, which restricted the production of polyethylene derived from natural gas.

The production of Riopol in the 3Q07 was of 96.5 thousand tons, representing a 6.6% decrease in the production of polyethylene as regards the 2Q07 as a result of fluctuations and interruptions in the raw material supply, besides the non-scheduled stoppages. The operating rate in the 3Q07 was of 71.5%.

Considering the limitation of raw material supply in the 3Q07, which impacted the production of the company, the sales of polyethylene of Riopol were 9.5% lower than the 2Q07. From the total of 95.7 thousand tons sold in the 3Q07, 35.6% were destined to the external market.

The result of Riopol in the 1Q06 was recorded in the deferred assets of the company, since it was still in pre-operating stage. Therefore, the accumulated results in the 9M06 are not comparable to the results assessed in the 9M07. Only from the 2Q06 on the results have been recorded in the financial statements of the company and in our consolidated result, proportionally to our stake in Riopol.

Petroflex

The internal demand for synthetic rubber in the 3Q07 remained strong. However, a good part of this demand was captured by the imports, which negatively contributed to the performance of the company.

In the 3Q07, the production of Petroflex totaled 91.7 thousand tons of elastomers, representing an increase of 4.7% compared to the 2Q07. As regards the 3Q06, the volume produced increased 5.8%, and the operating rate of the plant remained stable between the periods, as a result of the increase of the capacity of the plant of Cabo in 20 thousand tons in January 2007. In the accumulated of 2007, the elastomers production totaled 255.4 thousand tons, reaching 77% of operating rate.

Aiming to take advantage of the good moment in the Brazilian market, and to mitigate the impact of the appreciation of the Real, Petroflex prioritized its sales to the internal market, which were responsible for 71.9% of the sales volume in the 3Q07.

Net Revenue

In the 3Q07, the consolidated net revenue totaled R\$ 657.9 million, 6.1% below the recorded in the previous quarter as a result of the lower net revenue assessed by the companies, as shown in the chart below. For the same reason, the consolidated net revenue was 5.4% lower when compared to the 3Q06. The consolidated net revenue in the 9M07 had a growth of 12.8% as regards the 9M06, due to the non-contribution of Riopol's result in the 1Q06, as a result of its pre-operating period, and the better results assessed by the companies as a consequence of a better petrochemical scenario in 2007 when compared to the beginning of 2006.

Net Revenue								
R\$ million	3Q07	3Q06	Δ% 3Q07/3Q06	2Q07	Δ% 3Q07/2Q07	9M07	9M06	Δ% 9M07/9M06
Suzano Petroquímica Controlling Company	485.6	507.7	-4.3%	515.6	-5.8%	1.442.6	1.353.3	6.6%
Riopol ¹	111.2	114.6	-3.0%	120.0	-7.3%	360.2	209.2	72.2%
Petroflex ¹	70.8	73.5	-3.7%	73.2	-3.3%	214.1	200.5	6.8%
Eliminações ³	(9.6)	-	-	(8.2)	-	(27.9)	-	-
Consolidated Suzano Petroquímica²	657.9	695.7	-5.4%	700.6	-6.1%	1.989.0	1.763.1	12.8%

1 - Stake of Suzano Petroquímica of 33.33% in Riopol and 20.12% in Petroflex

2 - Pro forma consolidation considering the stake in Petroflex and Riopol. It does not consider the stake in Politeno in the periods previous to its sale which took place on Apr 04, 2006.

3 - In the process of consolidation, the revenues and costs among Companies must be offset. In the 4Q06 the total adjustment of transactions between Suzano Petroquímica and Riopol occurred during 2006 and related to the propylene supply were recorded, being the main component of the adjustment in Offsets. Starting from the 1Q07, the offset of transactions among companies started to be normally done on a quarterly basis.

Riopol: the net revenue in the quarter, of R\$333.5 million, decreased 7.3% as regards the 2Q07, as a result of the reduction of 9.5% in the volume sold despite the increase of prices recorded by the company in the 3Q07, which caused an increase of 2.5% in the net revenue per ton of polyethylene, in Reals. In Dollars, the net revenue had a 4.2% decrease, due to a net revenue per ton of polyethylene, in Dollars, 5.9% greater. From the total net revenue, 88.7% were originated from the sale of polyethylene and the remaining from the sale of by-products (propylene, hydrogen and pyrolysis gasoline). Riopol represented 15.5% of the consolidated net revenue in the 3Q07.

Petroflex: the net revenue of Petroflex in the 3Q07 was of R\$352.0 million, 3.3% below the results in the 2Q07 due to the lower volume sold combined with a lower net revenue per ton of the company, in Reals, affected mainly by the increase of the imports. As regards the same period of 2006, the net revenue had a 3.7% decrease, an effect of the volume sold 4.7% lower, despite of a greater net revenue per ton between the periods. In the 9M07, the

company accumulated a net revenue of R\$1.064.4 million, indicating an increase of 6.8% when compared to the 9M06, due to a net revenue per ton in Reals 6.1% higher together with a sales volume slightly greater between the periods. Petroflex was responsible for 10.7% of the consolidated net revenue of Suzano Petroquímica in the 3Q07.

Cost of Goods Sold (CoGS)

The consolidated cost of goods sold (CoGS), of R\$547.3 million in the 3Q07, presented a 3.4% reduction when compared to the 2Q07, since the Parent Company and its controlled companies registered a decrease in their CoGS. As regards the 3Q06, the CoGS had a decrease of 7.2% also influenced by the non-accounting of the offsets³ taken place at that quarter. The Consolidated CoGS in the 9M07 was 3.3% higher than the 9M06, basically as a result of the greater contribution of Riopol in the consolidation this year, since in the 1Q06 the cost of products sold by Riopol was still being deferred, given its pre-operating stage.

Cost of Goods Sold (CoGS)								
R\$ million	3Q07	3Q06	Δ%	2Q07	Δ%	9M07	9M06	Δ%
			3Q07/3Q06		3Q07/2Q07			9M07/9M06
Suzano Petroquímica Controlling Company	411.9	420.6	-2.1%	418.8	-1.6%	1.180.5	1.184.7	-0.4%
Riopol ¹	85.1	105.6	-19.4%	94.4	-9.9%	283.7	204.1	39.0%
Petroflex ^{1,4}	59.9	63.5	-5.7%	61.4	-2.4%	181.7	176.9	2.7%
Offsets ³	(9.6)	-	-	(8.2)	-	(27.9)	-	-
Consolidated Suzano Petroquímica²	547.3	589.7	-7.2%	566.4	-3.4%	1,617.9	1.565.8	3.3%

1 - Stake of Suzano Petroquímica of 33.33% in Riopol and 20.12% in Petroflex

2 - - Pro forma consolidation considering the stake in Petroflex and Riopol. It does not consider the stake in Politeno in the periods previous to its sale which took place on Apr 04, 2006.

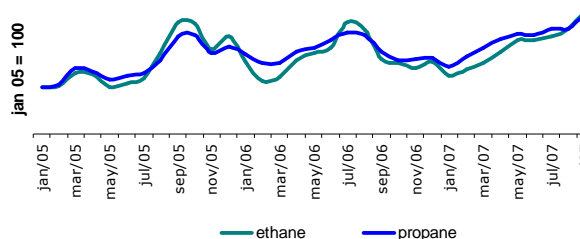
3 - In the process of consolidation, the revenues and costs among companies must be offset. In the 4Q06 the total adjustment of transactions between Suzano Petroquímica and Riopol occurred during 2006 and related to the propylene supply were recorded, being the main component of the adjustment in Offsets. Starting from the 1Q07, the offset of transactions among companies started to be normally done on a quarterly basis.

4 - At the end of 2006 Petroflex performed a reevaluation of assets, which increased the depreciation accounted in the CoGS. As Suzano Petroquímica does not use this procedure, the Company made an adjustment to eliminate its effect, and for that reason the values of CoGS disclosed by Petroflex are different from ours. See more details at the Note in the Company's ITR.

Riopol: the CoGS assessed in the 3Q07 was of R\$255.2 million, 9.9% lower than the one recorded in the 2Q07 as a result of the 9.5% reduction in the sales volume. In the 3Q07, 79.2% of the CoGS of Riopol were variable costs of production (raw material, catalizers, utilities, and etc), 12.1% related to depreciation and amortization and 8.7% fixed costs, while in the 2Q07 this distribution was, respectively, of 78.9%, 12.9% and 8.2%.

During the 3Q07 the prices of ethane and propane presented an ascending path, as a result of the higher oil price arising from geopolitical conflicts in the Middle East, some constraints in the refining industry low inventories and crisis in the US economy. Thus, the average prices of ethane Mont Belvieu* in the quarter were 12.6% above the one recorded in the 2Q07, while the same reference of propane had also a high of 7.8%, as shown in the chart.

Evolution of Mont Belvieu Ethane and Propane prices



Petroflex: the CoGS⁴ of Petroflex in the quarter was of R\$297.9 million, 2.4% lower than the one recorded in the 2Q07 due basically to the sales volume 2.5% lower. As regards the 3Q06, the CoGS had a 5.7% decrease, a joint effect of the lower volume sold and of a CoGS per ton 1.1% lower. In the nine first months of 2007, the CoGS of the company totalized R\$ 903.0 million, 2.7% above the one assessed in the 9M06.

General and Administrative Sales Expenses

In the 3Q07, the consolidated sales general and administrative expenses (SG&A) totaled R\$ 66.5 million, 4.7% below the ones recorded in the 2Q07, basically as a result of the lower sales expenses verified in the companies, as a reflect of the lower volumes sold. When compared to the 3Q06, the SG&A were 0.9% higher as a result of the 13.2% increase in the consolidated administrative expenses, despite the 4.6% decrease in the sales expenses between the periods. In the 9M07, the consolidated SG&A totaled R\$ 200.5 million, an amount 9.1% higher than the one assessed in the same period of 2006.

Riopol: in the 3Q07 the SG&A of Riopol reached R\$ 43.2 million, a 14.8% decrease as regards the expenses assessed in the 2Q07. This reduction is explained by sales expenses 24.0% lower than the 2Q07, due to the lower volume sold, which caused lower expenses with freight and royalties. From the sales, general and administrative expenses recorded in the 3Q07, 65.3% were sales expenses and 34.7% general and administrative expenses. In the first nine months of 2007, the SG&A reached the amount of R\$135.1 million.

Petroflex: the SG&A of Petroflex reached R\$ 23.5 million in the 3Q07, 4.0% higher than the ones recorded in the 2Q07, due to the increase of 13.5% in the administrative expenses, despite a decrease of 1.7% in the sales expenses as a result of the lower volume sold. When compared to the 3Q06, the SG&A presented a decrease of 12.9%, due to the lower general and administrative expenses, a result of the cost reduction policy implemented by Petroflex. In the 9M07 the SG&A of the company amounted R\$ 68.1 million.

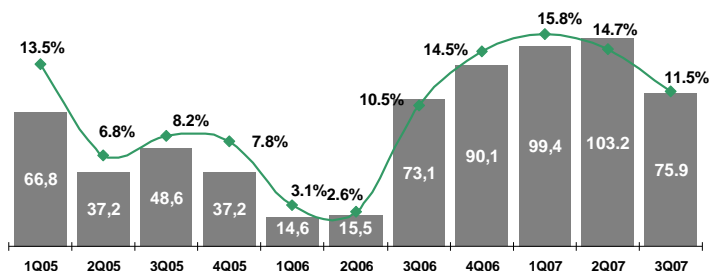
Ebitda

The consolidated Ebitda in this quarter was of R\$75.9 million, 26.5% below the one recorded in the 2Q07, primarily influenced by the 35.4% fall of the cash generation of the Parent Company, and by the lower contribution of Petroflex.

As regards the 3Q06, the consolidated Ebitda had a 3.7% decrease, impacted again by the 21.3% fall in the cash generation of the Parent Company.

In the 9M07 the Company accumulated a consolidated Ebitda of R\$278.5 million, 169.6% higher than the one recorded in the 9M06 as a result of the remarkable recovery of spreads which took place between these periods, reflected in the better results disclosed by the companies, and of the non-contribution of result of Riopol in the 1Q06 together with a negative cash generation of this company in the 2Q06. In the 3Q07, 61.9% of the consolidated Ebitda of Suzano Petroquímica was originated from the contribution of the polypropylene business.

EBITDA AND EBITDA MARGIN



EBITDA								
R\$ million	3Q07	3Q06	Δ%	2Q07	Δ%	9M07	9M06	Δ%
			3Q07/3Q06		3Q07/2Q07			9M07/9M06
Suzano Petroquímica Controlling Company	47.0	59.7	-21.3%	72.8	-35.4%	188.2	90.8	107.4%
Riopol ¹	22.3	7.6	193.4%	21.1	5.7%	68.1	0.7	-
Petroflex ¹	6.8	5.9	15.3%	9.7	-29.9%	23.0	13.8	66.7%
Other consolidated revenues / expenses ³	(0.2)	(0.1)	-	(0.3)	-	(0.8)	(2.0)	-
Consolidated Suzano Petroquímica²	75.9	73.1	3.7%	103.2	-26.5%	278.5	103.3	169.6%

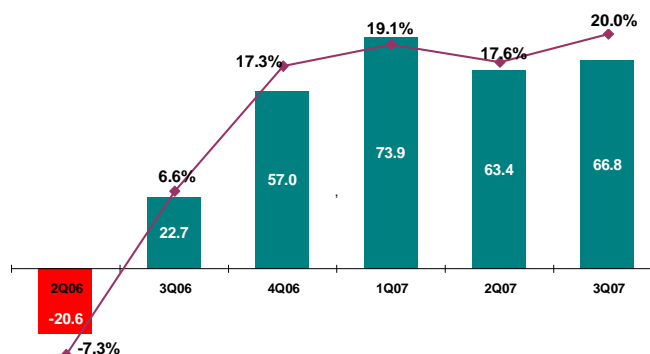
1 – Stake of Suzano Petroquímica of 33.33% in Riopol and 20.12% in Petroflex

2 - Pro forma consolidation considering for all the periods mentioned, the 100% participation in Polibrasil, consolidated with the participations in Petroflex and Riopol. It does not consider the stake in Politeno in the periods previous to its sale which took place on Apr 04, 2006.

3 – These reflect the consolidated revenues/expenses of SPQ Investimentos e Participações Ltda., of Suzanopar Petroquímica Ltd. and of Polipropileno Participações up to September 30, 2006.

Riopol: the Ebitda of the company in the 3Q07 was of R\$66.8 million, 5.5% higher than the 2Q07, as a combined effect of a 14.8% reduction in the SG&A and the increase of 2.2 b.p. in the gross margin of the company. The Ebitda margin recorded in the 3Q07 was of 20.0%, representing an increase of 2.4 b.p. when compared to the 2Q07. When compared to the 3Q06, the Ebitda of Riopol increased 193.4%, considering that in that quarter the company was still in its pre-operating stage. Riopol contributed with a share of 29.2% to the Consolidated Ebitda of Suzano Petroquímica in the 3Q07.

Ebitda and Ebitda Margin



Petroflex: the Ebitda of Petroflex in the quarter, of R\$34.0 million, was 29.9% lower than the one recorded last quarter due to higher SG&A recorded in the quarter besides the assessment of R\$6.1 million of non-recurring operating expenses in the 2Q07. When compared to the 3Q06, the Ebitda increased 15.3%, as a result of the increase of 1.5 b.p. in the gross margin of the company together with a significant decrease in the SG&A of Petroflex. In the 9M07 the accumulated Ebitda was of R\$114.6 million, representing an expressive increase of 66.7% as regards the same period of last year, besides an increase of 3.9 b.p in the Ebitda margin.

Financial Result and Indebtedness

The Company had, in the 3Q07, a positive net consolidated financial result of R\$16.8 million in the 3Q07, 49.3% lower than the result recorded in the 2Q07, primarily influenced by the positive net financial result of R\$13.0 million of the Parent Company, 39.5% lower than the financial result of the 2Q07. In the quarter, the appreciation of 4.7% of the Real contributed positively with R\$ 48.2 million to the consolidated financial result, of which 74% are originated from the Parent Company.

In the 9M07 the net financial result accumulated R\$ 62.1 million, reverting the negative result recorded in the 9M06, benefited by a positive exchange rate variation of R\$165.7 million, since the greater part of the indebtedness of the companies are denominated in Dollars.

The consolidated gross indebtedness of the Company (considering principal and interests) in September 30, 2007 was of R\$1.830.1 million, 1.3% lower than the amount in June 30, 2007, due mainly to the appreciation of the Real, converting a debt in Dollars to a lower amount in local currency. The consolidated net indebtedness reached R\$ 1,490.8 million, 3.0% above the one recorded in the 2Q07, as a result of the reduction of 16.8% in the cash availability, influenced mainly by the reduction in the cash generation of the Parent Company, which attenuated the effect of the cash increase in Riopol derived from the non-operating revenue resulting from a positive agreement about the claim existing between Riopol and the EPC contractor of its industrial complex.

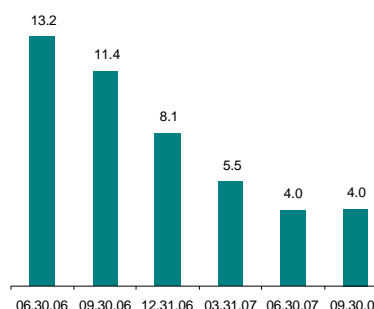
Consolidated Net Debt / Ebitda

The consolidated leverage at the end of the quarter was of 4.0x, repeating the level reached in the previous quarter since the growth of 0.7% in the consolidated cash generation in the last 12 months almost balanced the increase of 3.0% in the consolidated net debt in the period.

Considering the Company's cash generation and indebtedness forecast for the end of this year, including expectations for the exchange rate in the future market also at the end of year, the payment received for Petroflex shares, in accordance to the Material Fact of October 31, and the second installment related to Politen's sale earn-out formula, the consolidated leverage will probably be slightly below 3.7x at the end of this year, even considering Rio Polímeros' raw-material supply problems, which have been causing a negative impact in Rio Polímeros' performance.

This result shall confirm the success of the financial policy implemented by the Company since the end of 2005, based on long-term and low cost funding, as well as mostly in Dollar currency, naturally hedged by the net cash flow in this foreign exchange. The strong recovery of Company's profitability, together with a

Net Indebtness / Ebitda
Consolidated Pro Forma



divestment process executed at the planned time, allowed this strong and quick deleveraging observed since July of 2006.

Net Income

Suzano Petroquímica recorded a net income of R\$57.4 million. This amount was directly impacted by the positive contribution of R\$16.8 million of financial result, as a result of the appreciation of the Real, for the additional recording of R\$12.3 million related to another adjustment derived from the recurring assessment of the earn-out formula related to the sale of our stake in Politeño, and further for the recording of the non operating revenue registered by Riopol of R\$ 45.6 million as a result of the final agreement reached with the EPC contractor, and despite the recurring amortization of the goodwill of R\$13.9 million in the period.

For effects of consolidation, the net income of the Parent Company in the 3Q07 decreased R\$ 149 thousand as regards the Consolidated due to a reclassification of the tax incentive of reduction of 25% of the income tax expense on the profit of the exploitation of the plant of Camaçari – BA, in the jurisdiction of the Agência de Desenvolvimento do Nordeste - ADENE.

Annexes

1. Balance Sheets – Parent Company and Consolidated
2. Statement of results– Parent Company
3. Statement of results– Consolidated
4. Statement of results– Riopol
5. Balance Sheets – Riopol

ANNEX 1 – BALANCE SHEETS

Suzano Petroquímica - Parent Company Balance Sheet

R\$ 000

	09/30/2007	06/30/2007
Cash and cash equivalents	103,522	197,593
Other current assets	504,304	502,362
Long-term assets	207,404	186,537
Other permanent assets	1,277,064	1,205,024
Property, plant and equipment	497,950	476,241
Total Assets	2,590,244	2,567,757
Suppliers	166,340	177,032
Short-term loans	248,735	242,156
Other short-term liabilities	48,444	47,618
Long-term loans	949,822	980,824
Other long-term liabilities	7,388	7,348
Future Periods Results	18,574	19,473
Shareholders' equity	1,150,941	1,093,306
Total liabilities	2,590,244	2,567,757

Suzano Petroquímica - Consolidated Balance Sheet

R\$ 000

	09/30/2007	06/30/2007
Cash and cash equivalents	339,330	407,746
Other current assets	825,022	819,227
Long-term assets	312,112	295,849
Other permanent assets	587,372	586,636
Property, plant and equipment	1,339,847	1,322,739
Total Assets	3,403,683	3,432,197
Suppliers	206,524	227,309
Short-term loans	328,492	313,760
Other short-term liabilities	91,766	91,063
Long-term loans	1,501,631	1,540,961
Other long-term liabilities	88,162	128,732
Future Periods Results	36,167	37,066
Shareholders' equity	1,150,941	1,093,306
Total Liabilities	3,403,683	3,432,197

ANNEX 2 – STATEMENT OF RESULT - PARENT COMPANY

Suzano Petroquímica - Parent Company Income Statement

R\$ thousand

	3Q07	3Q06	Var. %	2Q07	Var. %
Gross Revenues	630,620	654,381	-4%	670,787	-6%
Gross Revenues Deductions	(145,009)	(146,696)	-1%	(155,143)	-7%
Net Revenues	485,611	507,685	-4%	515,644	-6%
Cost of Goods Sold	(411,892)	(420,647)	-2%	(418,814)	-2%
Gross Income	73,719	87,038	-15%	96,830	-24%
<i>Gross Margin</i>	15.2%	17.1%	-1,9p.p.	18.8%	-3,6p.p.
Selling Expenses	(31,115)	(33,630)	-7%	(32,757)	-5%
General and Administrative Expenses	(16,013)	(13,795)	16%	(15,263)	5%
Other Net Operating Revenue (Expenses)	(775)	975	-179%	3,548	-122%
Activity Result	25,816	40,588	-36%	52,358	-51%
<i>Activity Margin</i>	5.3%	8.0%	-2,7p.p.	10.2%	-4,9p.p.
Net Financial Revenues (Expenses)	12,951	(31,848)	141%	21,421	-40%
Financial Revenues	497	2,687	-82%	5,883	-92%
Financial Expenses	12,454	(34,535)	-136%	15,538	-20%
Equity Results	38,582	19,427	99%	31,674	22%
Goodwill Amortization	(13,865)	(11,007)	26%	(13,704)	1%
Net non-Operating Revenues (Expenses)	116	(152)	176%	(317)	137%
Income Before Income Tax and Social Contribution	63,600	17,008	274%	91,432	-30%
Income Tax and Social Contribution	(6,318)	2,381	365%	(19,946)	-68%
Minority Interest	-	-		-	
Net Income/Loss for the Year	57,282	19,389	195%	71,486	-20%
EBITDA	46,979	59,720	-21%	72,761	-35%
<i>EBITDA Margin</i>	9.7%	11.8%	-2,1p.p.	14.1%	-4,4p.p.

ANNEX 3 – STATEMENT OF RESULT - CONSOLIDATED

Suzano Petroquímica - Consolidated Income Statement

R\$ thousand

	3Q07	3Q06	Var. %	2Q07	Var. %
Gross Revenues	845,481	884,752	-4%	901,637	-6%
Gross Revenues Deductions	(187,531)	(189,017)	-1%	(201,019)	-7%
Net Revenues	657,950	695,735	-5%	700,618	-6%
			0%		
Cost of Goods Sold	(547,277)	(589,729)	-7%	(566,425)	-3%
Gross Income	110,673	106,006	4%	134,193	-18%
<i>Gross Margin</i>	16.8%	15.2%	+1,6 p.p.	19.2%	-2,4 p.p.
			0%		
Selling Expenses	(43,304)	(45,401)	-5%	(47,970)	-10%
General and Administrative Expenses	(23,166)	(20,463)	13%	(21,802)	6%
Other Net Operating Revenue (Expenses)	(1,061)	1,526	-170%	4,780	-122%
Activity Result	43,142	41,668	4%	69,201	-38%
<i>Activity Margin</i>	6.6%	6.0%	+0,6 p.p.	9.9%	-3,3 p.p.
			0%		
Net Financial Revenues (Expenses)	16,840	(44,791)	138%	33,219	-49%
Financial Revenues	5,325	15,515	-66%	8,717	-39%
Financial Expenses	11,515	(60,306)	-119%	24,502	-53%
Equity Results	-	-	0%	-	-
Goodwill amortization	(13,865)	(11,007)	26%	(13,704)	1%
Net non-Operating Revenues (Expenses)	27,588	23,909	15%	11,782	134%
Income Before Income Tax and Social Contribution	73,705	9,779	654%	100,498	-27%
			0%		
Income Tax and Social Contribution	(16,274)	9,598	-270%	(28,361)	-43%
Minority Interest	-	12	-100%	-	0%
Net Income/Loss for the Year	57,431	19,389	196%	72,137	-20%
			0%		
EBITDA	75,863	73,139	4%	103,220	-27%
<i>EBITDA Margin</i>	11.5%	10.5%	+1,0 p.p.	14.7%	-3,2 p.p.

ANNEX 4 – STATEMENT OF RESULT - RIOPOL

Rio Polímeros Income Statement

R\$ thousand

	3Q 07	3Q06	Var. %	2Q 07	Var. %
Gross Revenues	414,156	448,623	-8%	423,174	-2%
Gross Revenues Deductions	(80,690)	(88,719)	-9%	(79,488)	2%
Net Revenues	333,466	359,904	-7%	343,686	-3%
	0	0	0%	0	0%
Cost of Goods Sold	(255,226)	(283,165)	-10%	(316,693)	-19%
Gross Income	78,240	76,739	2%	26,993	190%
<i>Gross Margin</i>	<i>23.5%</i>	<i>21.3%</i>	<i>+2.2p.p.</i>	<i>7.9%</i>	<i>+15.6p.p.</i>
	0	0	0%	0	0%
Selling Expenses	(28,193)	(37,118)	-24%	(25,876)	9%
General and Administrative Expenses	(14,957)	(13,543)	10%	(11,328)	32%
Other Net Operating Revenue (Expenses)	-	-	0%	-	0%
Activity Result	35,090	26,078	35%	(10,211)	244%
<i>Activity Margin</i>	<i>10.5%</i>	<i>7.2%</i>	<i>+3.3p.p.</i>	<i>-3.0%</i>	<i>+13.5p.p.</i>
	0	0	0%	0	0%
Net Financial Revenues (Expenses)	1,855	25,533	-93%	(46,131)	104%
Financial Revenues	3,243	(1,104)	394%	20,789	-84%
Financial Expenses	(1,388)	26,637	-105%	(66,919)	-98%
Equity Results	-	-	-	-	-
Goodwill amortization	-	-	-	-	-
Net non-Operating Revenues (Expenses)	45,618	2	-	-	-
Income Before Income Tax and Social Contributi	82,563	51,613	60%	(56,342)	247%
	0	0	0%	0	0%
Income Tax and Social Contribution	(23,599)	(18,096)	30%	23,724	-199%
Minority Interest	-	-	0%	-	0%
Net Income/Loss for the Year	58,964	33,517	76%	(32,618)	281%
	0	0	0%	0	0%
EBITDA	66,803	63,384	5%	22,718	194%
<i>EBITDA Margin</i>	<i>20.0%</i>	<i>17.6%</i>	<i>+2.4p.p.</i>	<i>6.6%</i>	<i>+13.4p.p.</i>

ANNEX 5 – BALANCE SHEETS – RIOPOL

Rio Polímeros Balance Sheet

R\$ 000

	30/9/2007	30/6/2007
Cash and cash equivalents	86,687	2,527
Other current assets	397,660	425,595
Long-term assets	280,816	294,687
Other permanent assets	460,288	558,461
Property, plant and equipment	2,266,638	2,280,122
Total Assets	3,492,089	3,561,392
Suppliers	67,245	87,919
Short-term loans	197,455	160,532
Other short-term liabilities	48,974	52,391
Long-term loans	1,489,032	1,507,642
Other long-term liabilities	203,443	325,931
Future Periods Results	-	-
Minority interest	-	-
Shareholders' equity	1,485,940	1,426,977
Total liabilities	3,492,089	3,561,392