

Oil Refineries Ltd.

First Quarter 2010 Results



May 2010

November 2007

ORL

Oil Refineries Ltd.

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Agenda

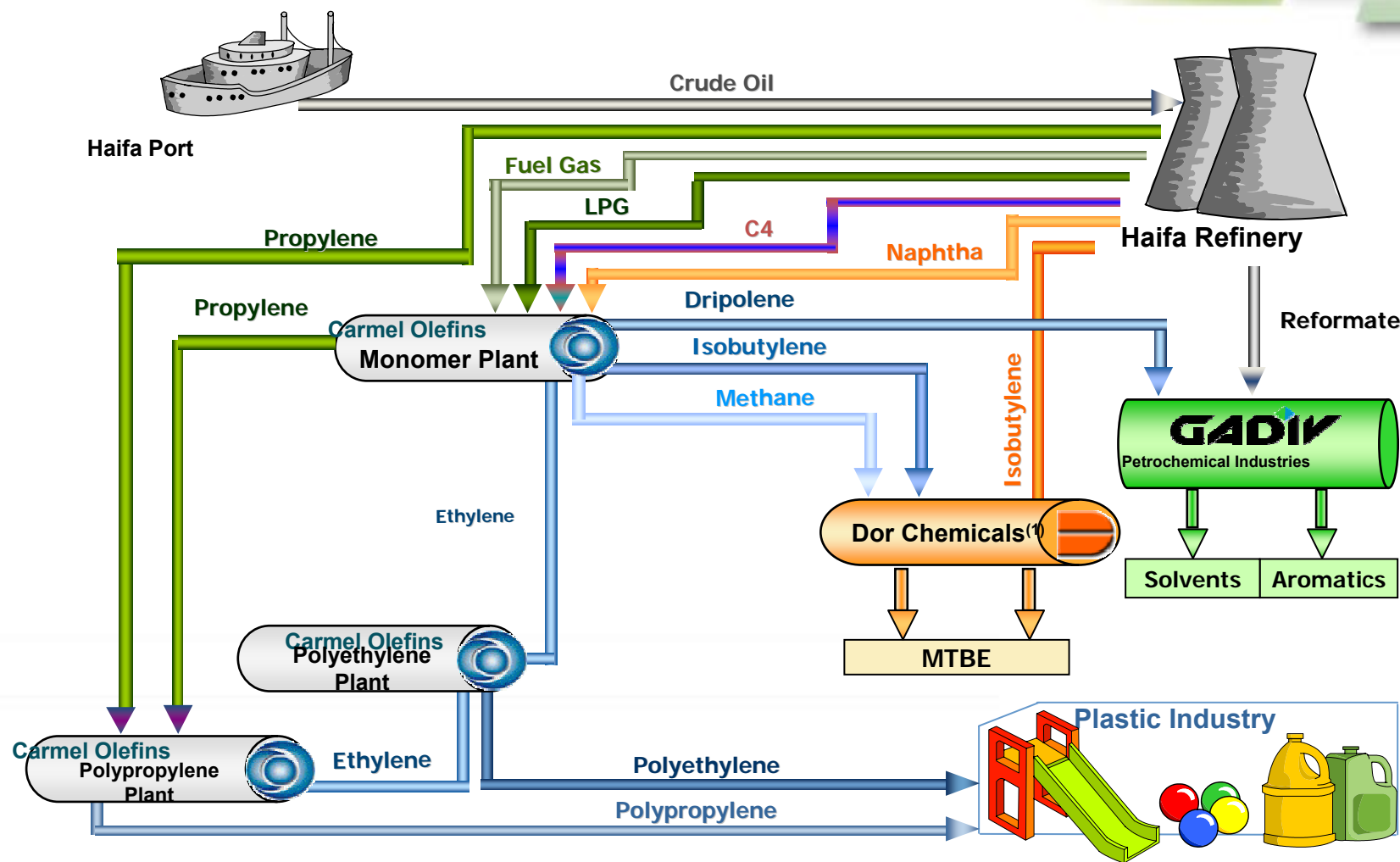
- Implementation of the Strategic Plan
- Operating Environment Overview
- First Quarter 2010
 - Consolidated Results
 - Review of Main Segments' Performance

Strategic Plan



Petrochemical Integration

Unique Synergies Resulting from Merger



Source: Company data.
 (1) Not owned by ORL.

Strategic Plan - On Track

Completed Projects

Conversion of HVGO HDS to Mild Hydrocracker

- Completed in June 2009 – Increases complexity (Phase two mid-10)
- Contributing to higher refining margins
- Surpassed expectations: increased Gasoil refining capacity by 2%, and is expected to rise at a similar rate upon the completion of phase two

Completed Crude Unit 4 Shutdown and Upgrade

- Upgraded unit to increase flexibility and utilization;
- Increased refining capacity to 197kbpd; can refine larger variety of crudes

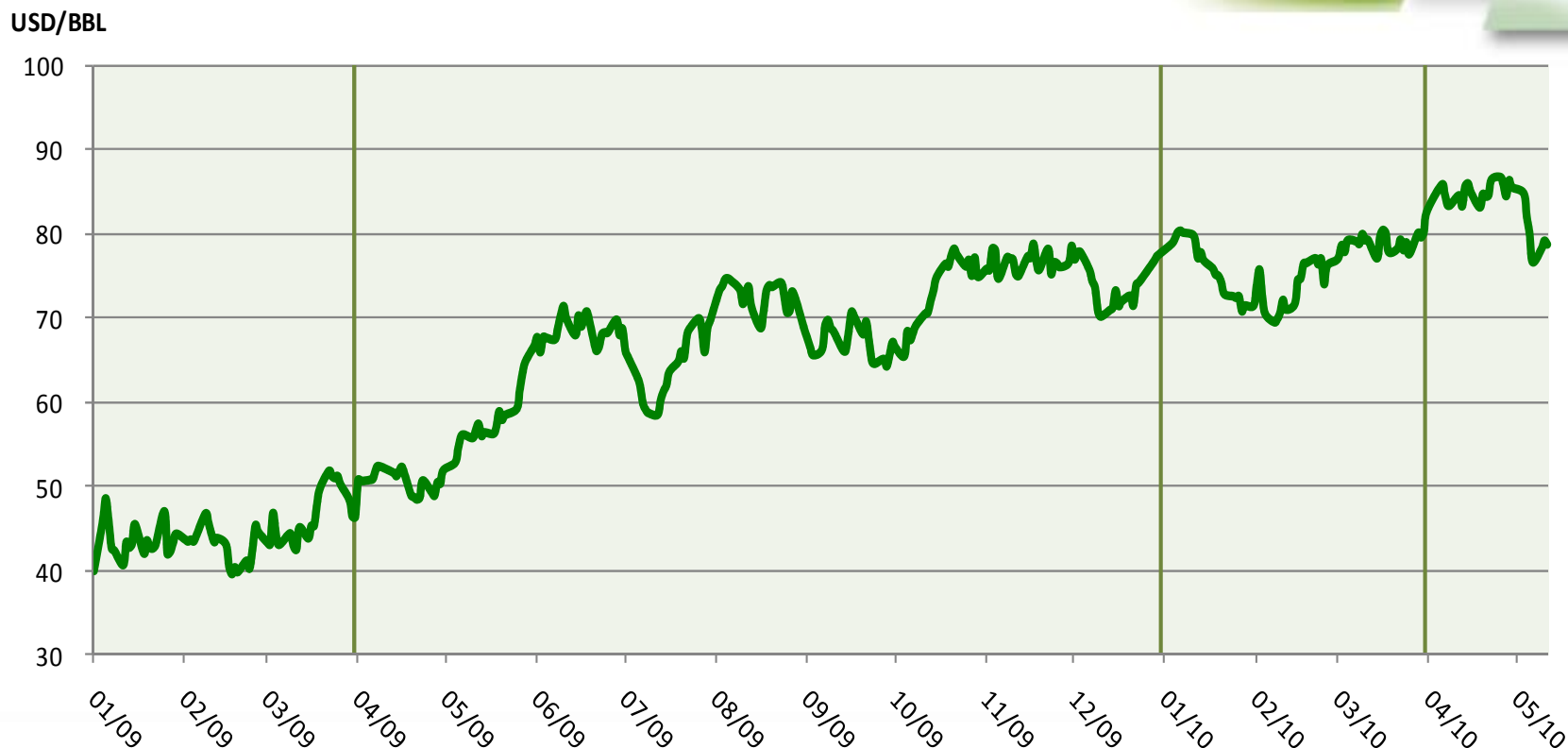
Merging Carmel Olefins into ORL

Hydrocracker Investment

- Planning Stage Completed
- Financing Package Completed
- Activation planned mid-2012

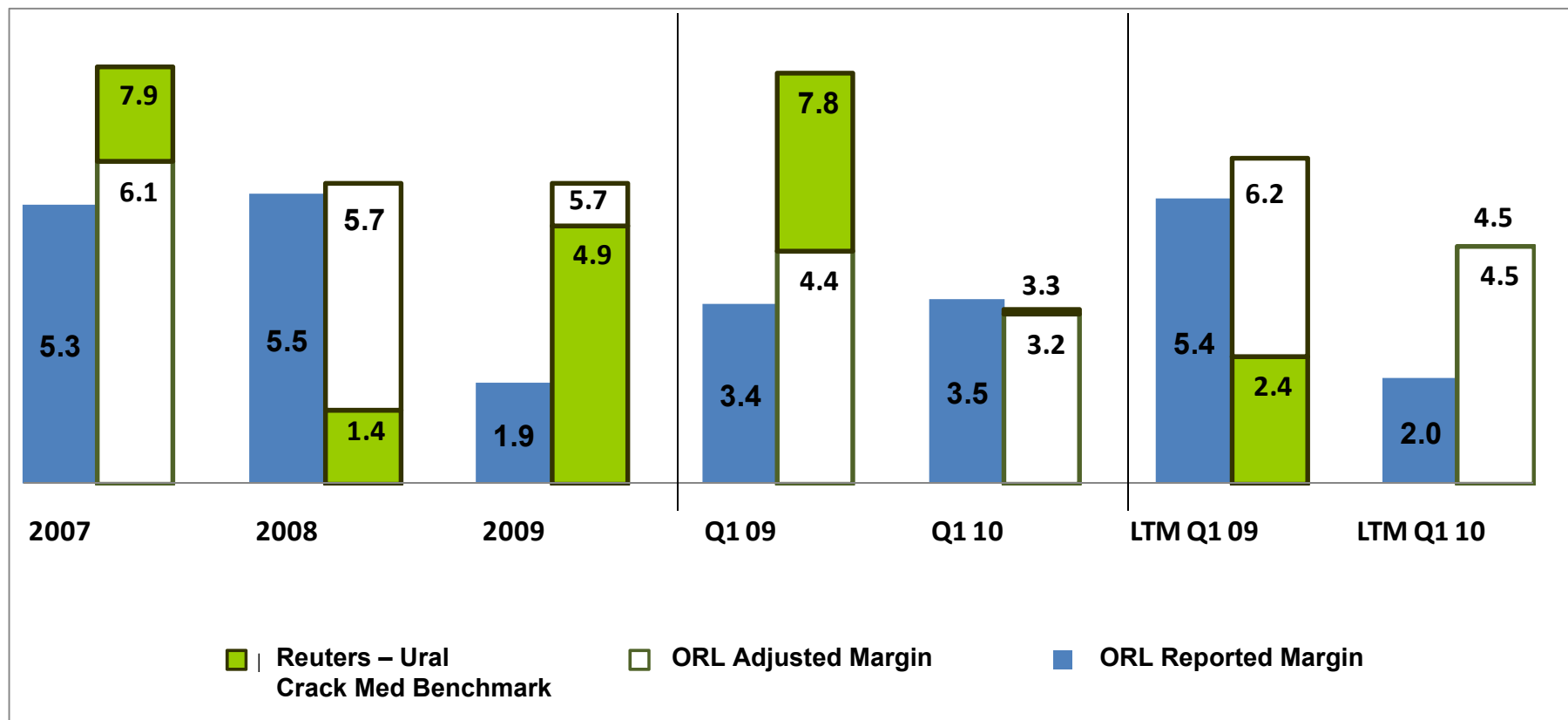
Operating Environment

Crude Oil Prices



- Continue to operate in highly volatile market
- In 2009, crude oil prices rose **116%** to USD/bbl 78 at year's end
- In 2010 crude oil prices rose 2% to USD/bbl 80 by the close of the first quarter, dropping to a current USD/bbl 71

ORL Refining Margin vs. Regional Benchmark *USD/bbl*



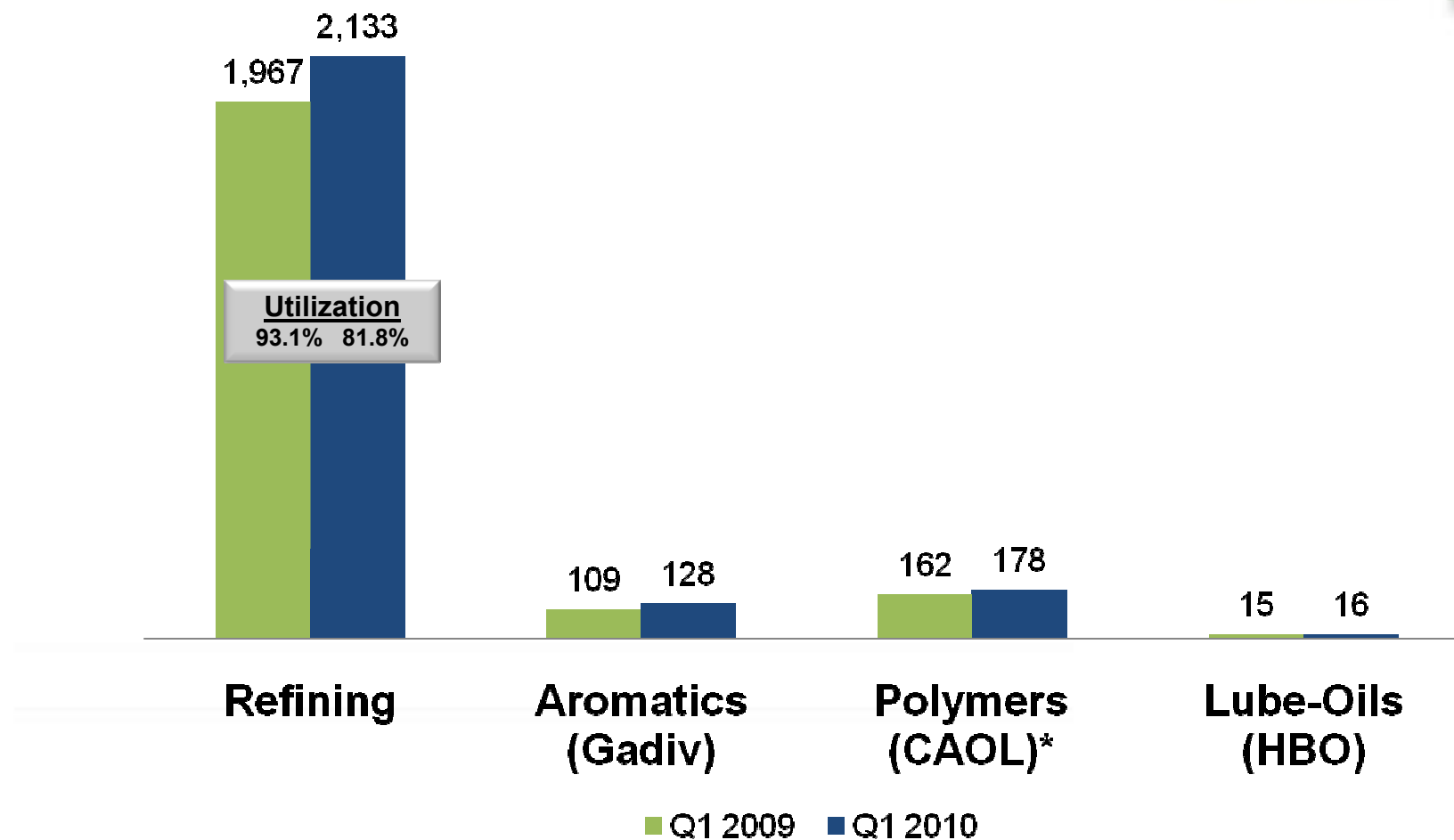
Note: Adjusted margin is ORL's refining margin calculated for comparison purposes and excludes impact of inventory w/o and gains as well as IFRS

Calculating Refining Margin

USD/bbl	LTM 31.03.2010	LTM 31.03.2009	Q1 2010	Q1 2009
Avg. Ural Crack Med Refining Margin	2.0	5.4	3.5	3.4
Adj. Gross Margin	4.5	6.2	3.2	4.4
IFRS derivatives' impact	(1.8)	0.3	(0.6)	-
Net impact of buying\selling timing differences	1.8	(2.5)	0.6	(2.4)
Inventory write-off	-	(1.7)	0.1	5.8
Net Adjustments	0.0	(3.8)	0.1	3.4
ORL Reported Margin	4.5	2.4	3.3	7.8

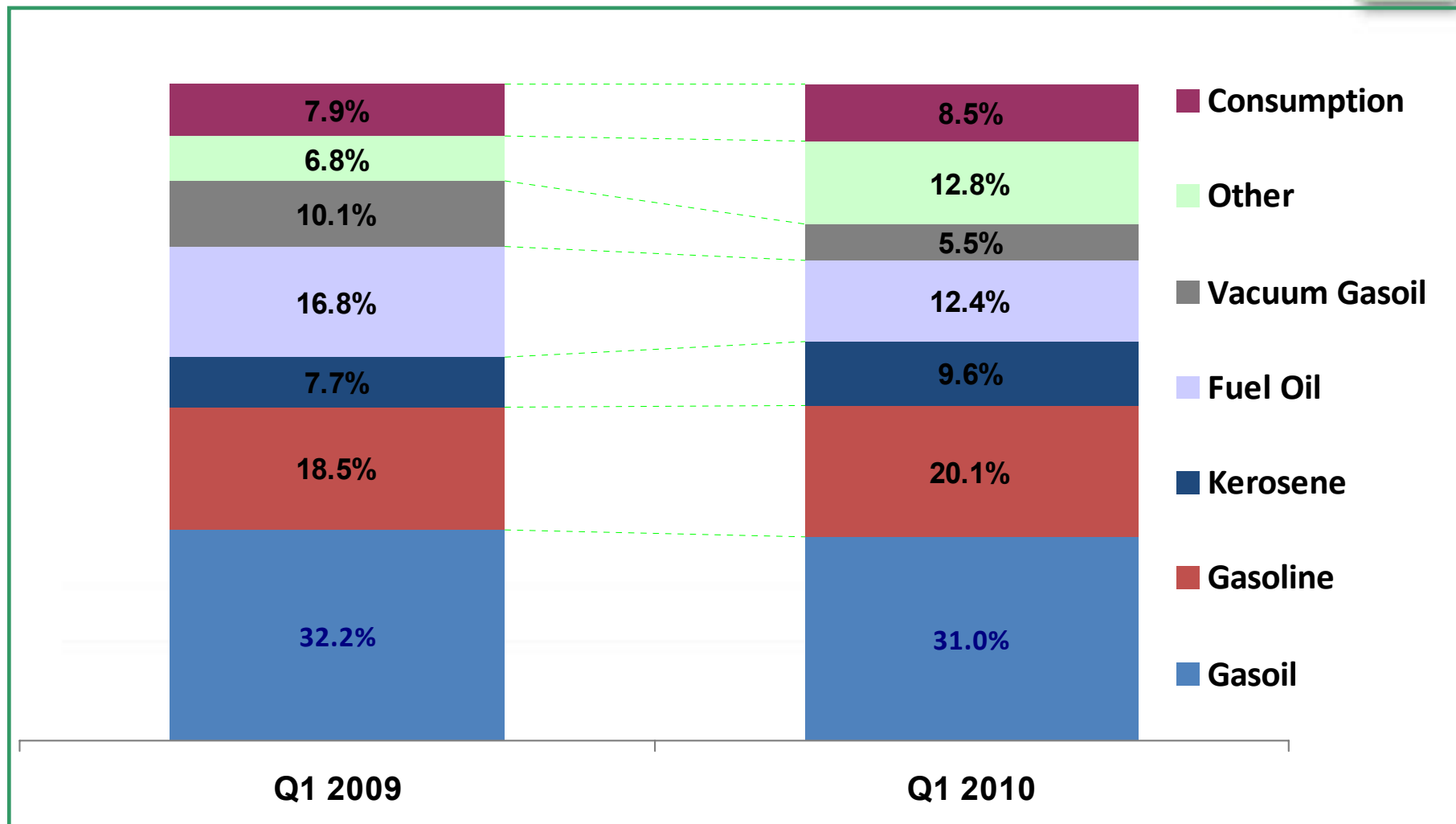
Refining and Production

(1000 tons)



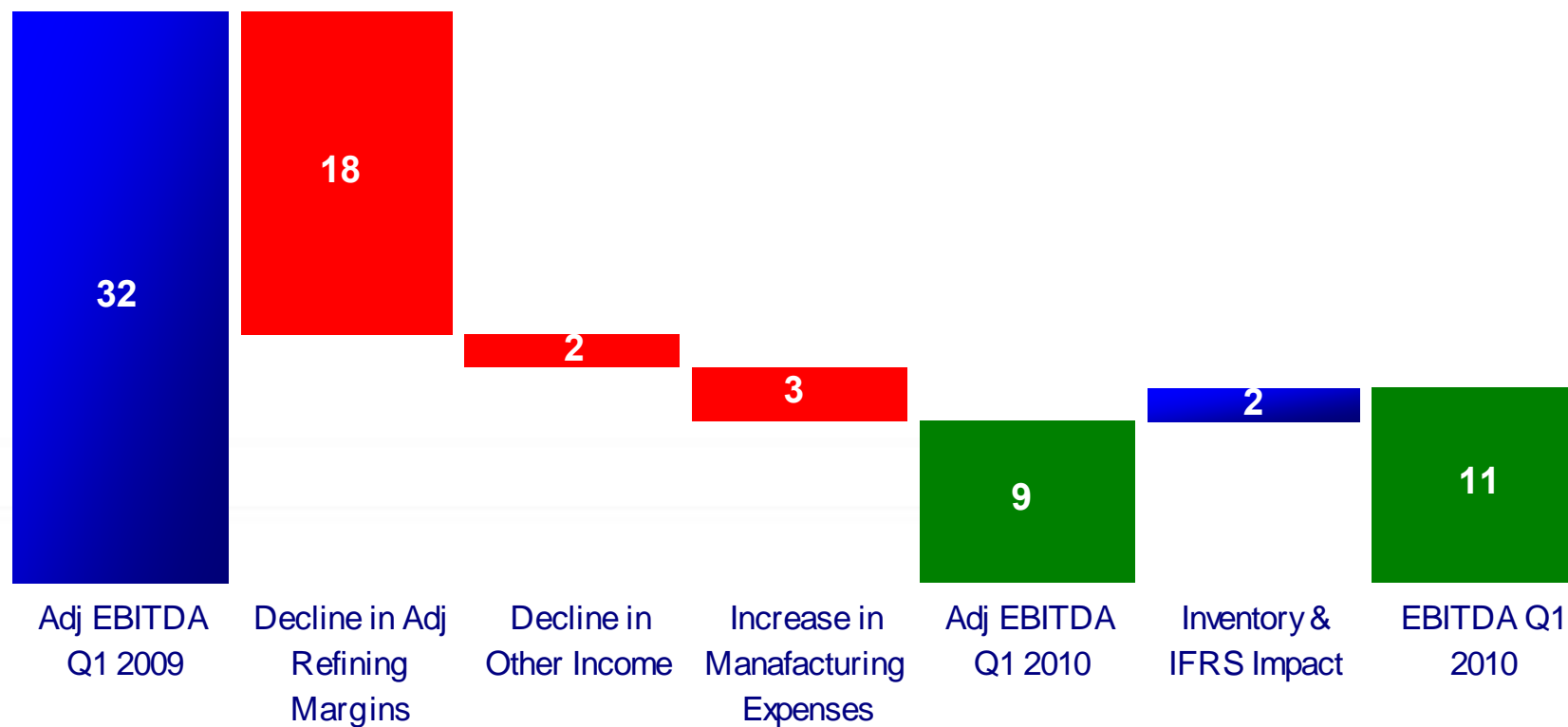
* During Q1 2009, CAOL was 50% owned and HBO was not yet merged

Product Production Breakdown



Change in Adjusted Refining & Trade Sector EBITDA

(m. US\$)



Petrochemicals - Aromatics

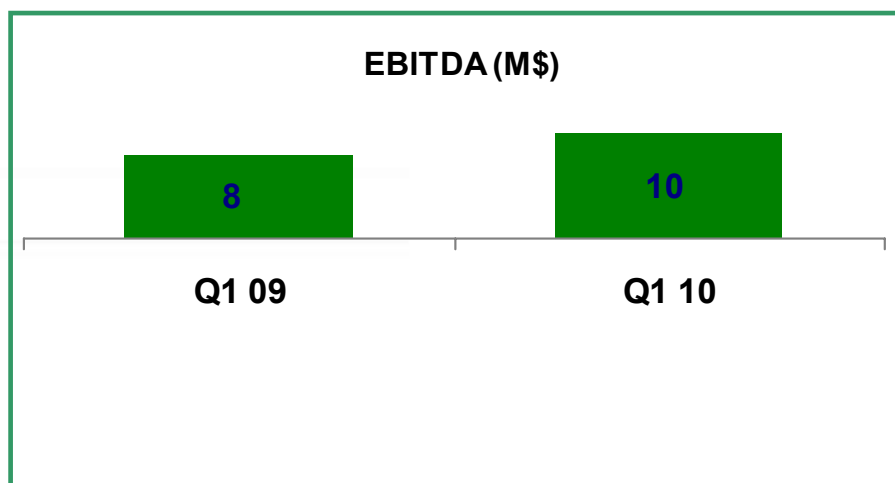
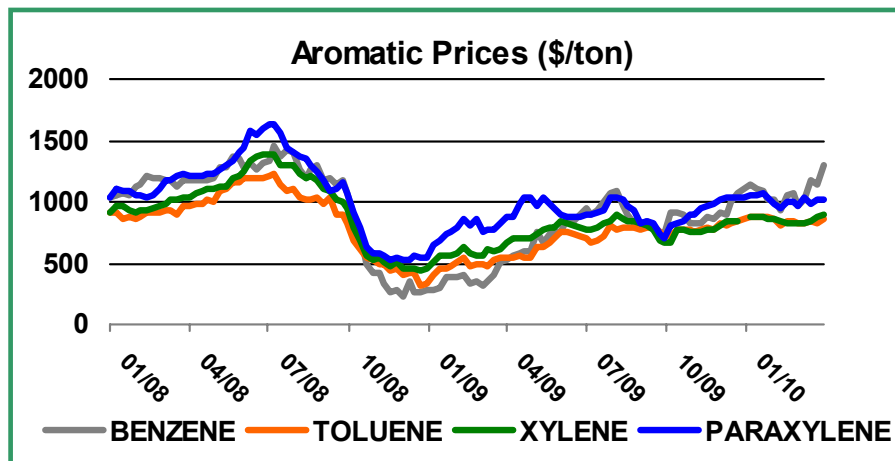
Gadiv Petrochemicals - 100% Held by ORL

Increasing Phthalic Anhydride

- Increased manufacturing capacity of high-margin product
- Launch planned mid 2010

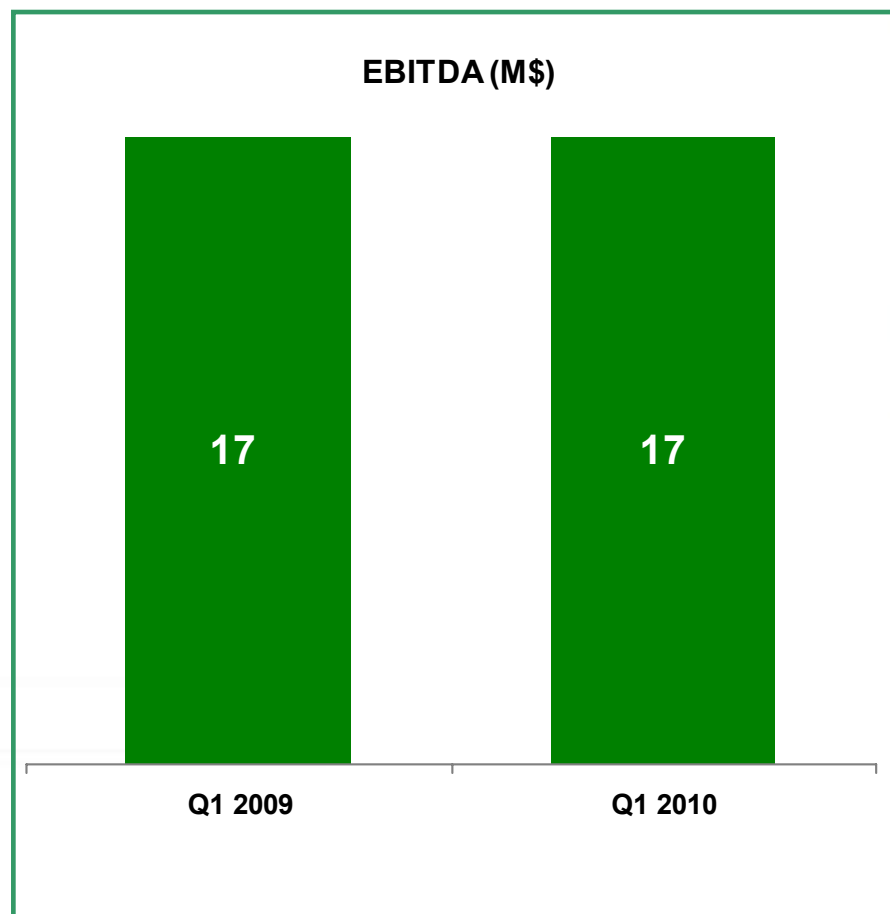
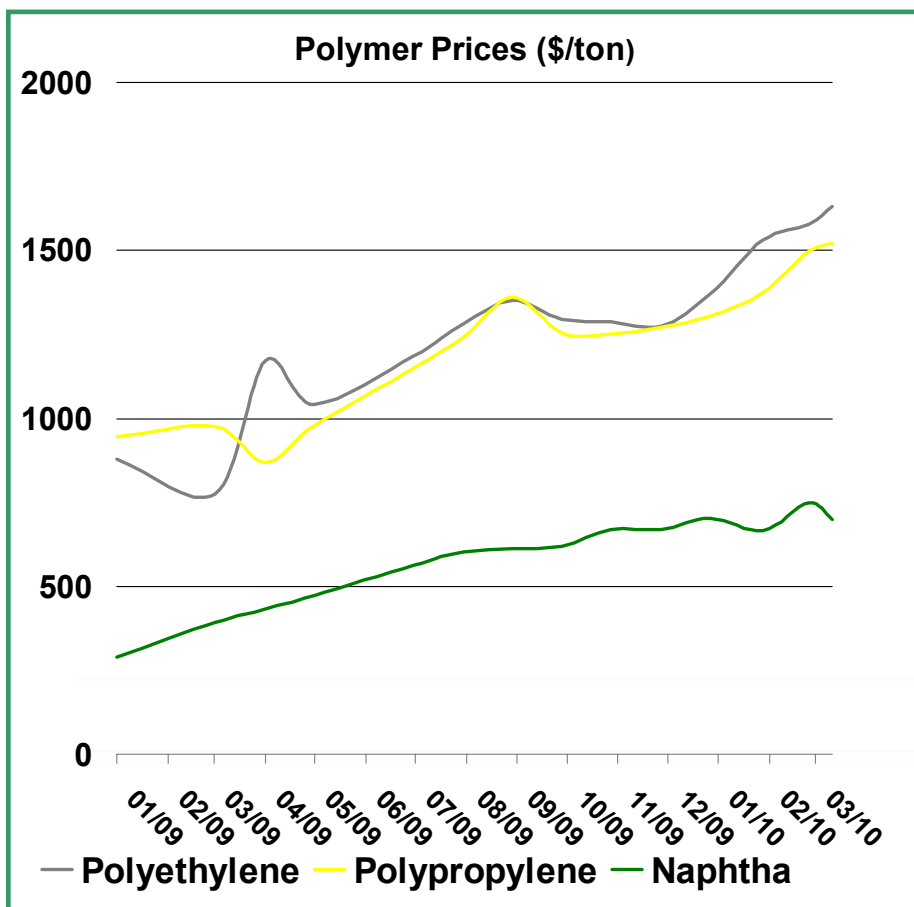
Increasing Paraxylene and Benzene Manufacturing

- Increased manufacturing capacity of high-margin product
- Launch planned mid 2010



Petrochemicals - Polymers

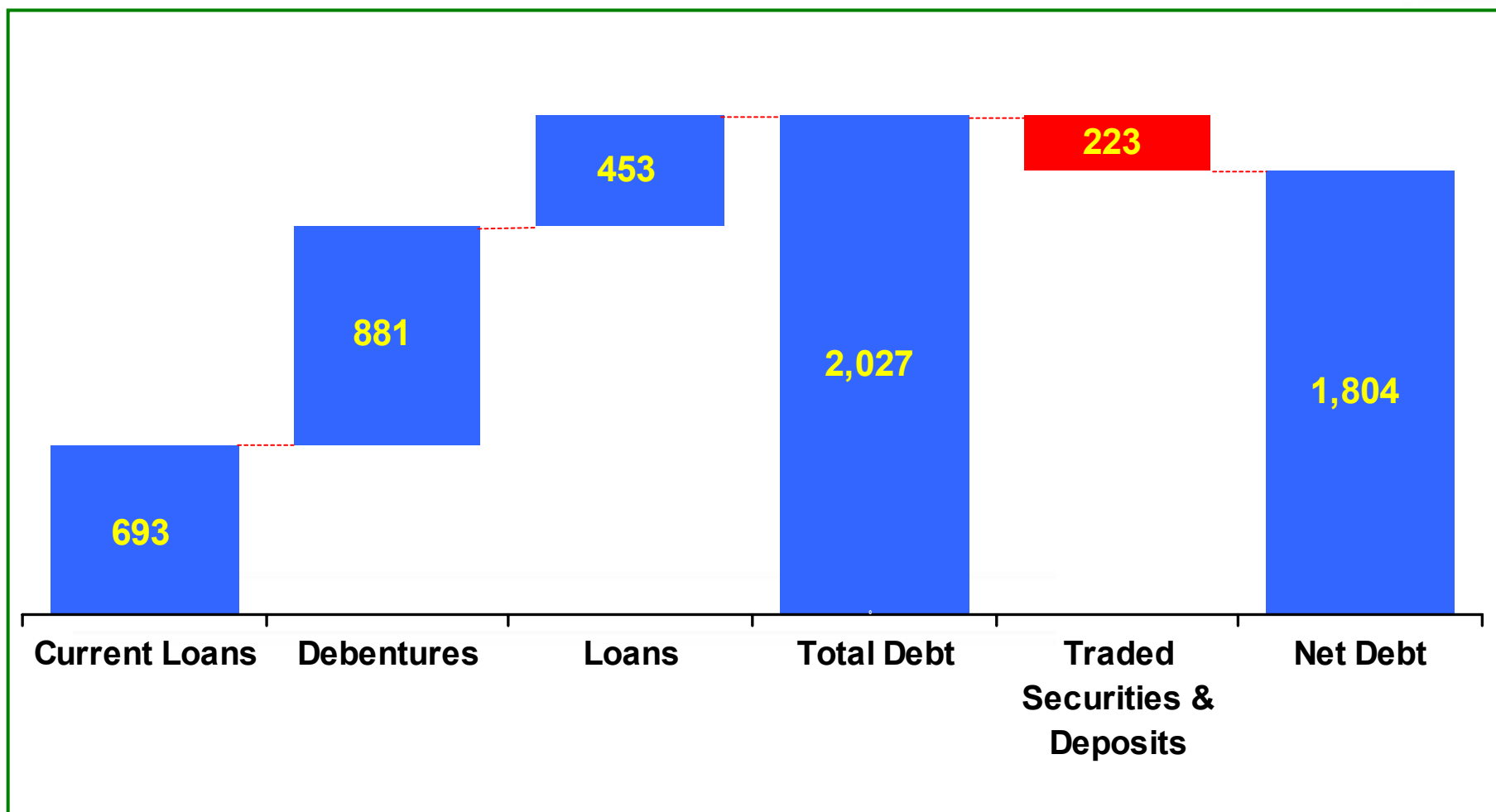
Carmel Olefins



During Q1 2009, CAOL was 50% owned

Consolidated Net Debt Bridge

(m. US\$)



Note: Loans & debentures include current maturities

L&Consolidated P by Segments -

As Reported - First Quarter 2010 (m. US\$)

	Refining	Trade	Petrochemical Segment			Cancellation of inter- company	Consolidated
	Segment	Segment	Polymers	Aromatics	Lube-Oils	Transactions	
Revenues	1,479	67	261	138	17	(257)	1,705
COGS	<u>1,465</u>	<u>68</u>	<u>241</u>	<u>122</u>	<u>14</u>	<u>(253)</u>	<u>1,657</u>
Gross Profit	14	(1)	20	16	3	(4)	48
SG&A	13	2	15	8	-	(1)	37
Op. Profit, sectors	1	(3)	5	8	3	(3)	11
Other Expenses	-	-	-	-	-	-	(15)
Op. Profit	1	(3)	5	8	3	(3)	(4)
Finance Expenses							(12)
Equity							-
Pre-tax Profit							(16)
Income Tax							12
Net Profit							(4)

Thank You



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Oil Refineries Ltd.