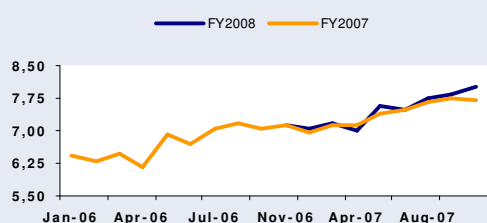


Date: 10/16/2007

Consensus Rating*: +0.87 (Acc.)

Previous rating	+1.07 (Acc.)
Stock price (in €)	93.40
High/Low (52 weeks)	100.75/64.92
Market cap (in €m)	47,018.9
ISIN	DE0005151005
Reuters	BASF.DE
Bloomberg	BAS GY
Exchange	XETRA
Sector	Chemicals
Internet	www.basf.de/share
Coverage	16

Clean EPS Estimates in Euro

Change in Estimates yoy

	Q3 2007E	Q3 2006	Delta
Sales	13,860	13,299	4.2%
EBIT clean	1,692	1,615	4.8%
EBIT	1,623	1,438	12.9%
EPS clean	1.68	1.43	18.0%
EPS	1.60	1.22	31.2%

*** Consensus Rating (CR):**
Classification:

Buy:	1.50 ≤ CR < 2.00
Accumulate:	0.50 ≤ CR < 1.50
Hold:	-0.50 < CR < 0.50
Reduce:	-1.50 ≤ CR < -0.50
Sell:	-2.00 ≤ CR < -1.50

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BASF

Summary

Outlook given by the company (after Q2 results):

The BASF forecast for 2007 is now based on the following conditions:

- Global economic growth of 3.5%
- An average oil price (Brent) of \$65/barrel
- An average dollar/euro exchange rate of \$1.35/€

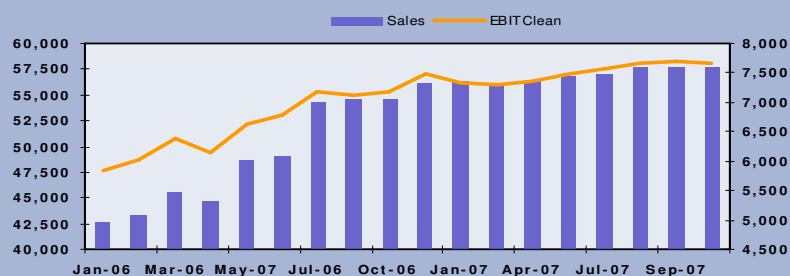
BASF wants to continue to grow faster than the market. In 2007, the company expects significantly higher sales than in 2006. Scheduled plant turnarounds, in particular in the Petrochemicals division, are likely to reduce earnings by €150 m in the second half of 2007. In addition, BASF plans to further increase spending on research and development. BASF nevertheless expects full-year EBIT before special items to at least match the previous year's record level.

Price Targets in Euro

	Current	Previous	Change	Up-/Downside
Current price	95.18			
Highest	121.00	121.00	0.0%	27.1%
Consensus	103.93	106.77	-2.7%	9.2%
Median	102.00	105.00	-2.9%	7.2%
Lowest	94.00	94.00	0.0%	-1.2%

Consensus Valuation

	EPS Clean	EBIT Clean	P/E	EV/Sales	EV/EBITDA	EV/EBIT
2004	3.62	5,217	12.48	0.68	3.30	4.88
2005	6.08	6,138	9.39	0.76	3.78	5.26
2006	6.98	7,257	9.29	0.81	4.18	5.90
2007e	7.70	7,675	12.36	0.97	5.38	7.33
2008e	8.00	7,629	11.90	0.96	5.37	7.38

FY 2007 Consensus Estimates (in Euro m)

Quarterly Development (in Euro m)
