



Science For A Better Life



Investor Conference Call

Q1 2007 Results

Werner Wenning, CEO

May 8 | 2007

Disclaimer



This presentation contains forward-looking statements based on current assumptions and forecasts made by Bayer Group management. Various known and unknown risks, uncertainties and other factors could lead to material differences between the actual future results, financial situation, development or performance of the company and the estimates given here. These factors include those discussed in our public reports filed with the Frankfurt Stock Exchange and with the U.S. Securities and Exchange Commission (including our Form 20-F). The company assumes no liability whatsoever to update these forward-looking statements or to conform them to future events or developments.



Q1 – Excellent Start to 2007

- Strong business expansion – all subgroups contributing
- Even stronger bottom line momentum – underlying EBITDA +27%
- HealthCare underlying EBITDA doubled
- Net debt reduced by € 4.8bn to € 12.8bn
- Integration of Schering progressing well
- Optimistic about future developments

Q1 – Excellent Start to 2007

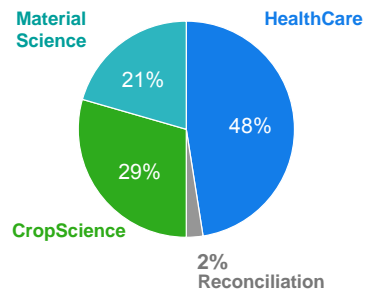


Key Figures

Underlying EBITDA by Subgroup

In € million, Δ% y-o-y

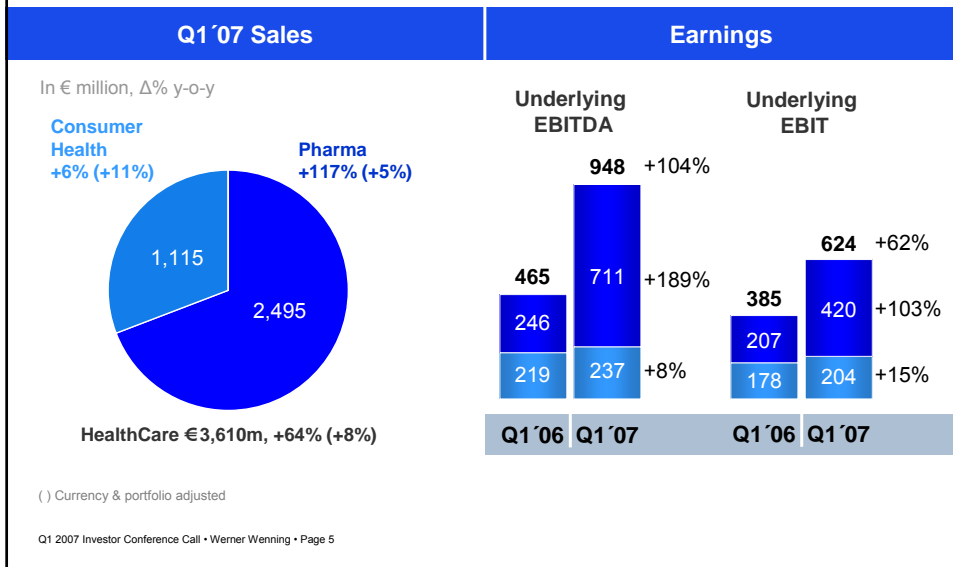
	Sales	EBITDA*	EBIT*	Core EPS
	8,335	1,990	1,375	€1.26
Δ%	+ 23%	+ 27%	+ 17%	+ 25%
Δ% Adj. **	+ 8%			



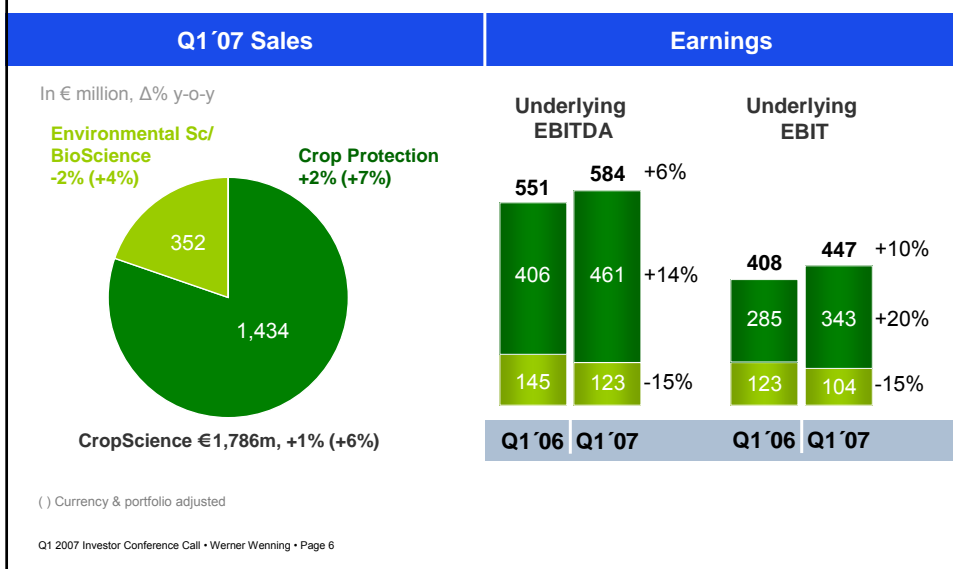
* Before special items

** Currency & portfolio adjusted

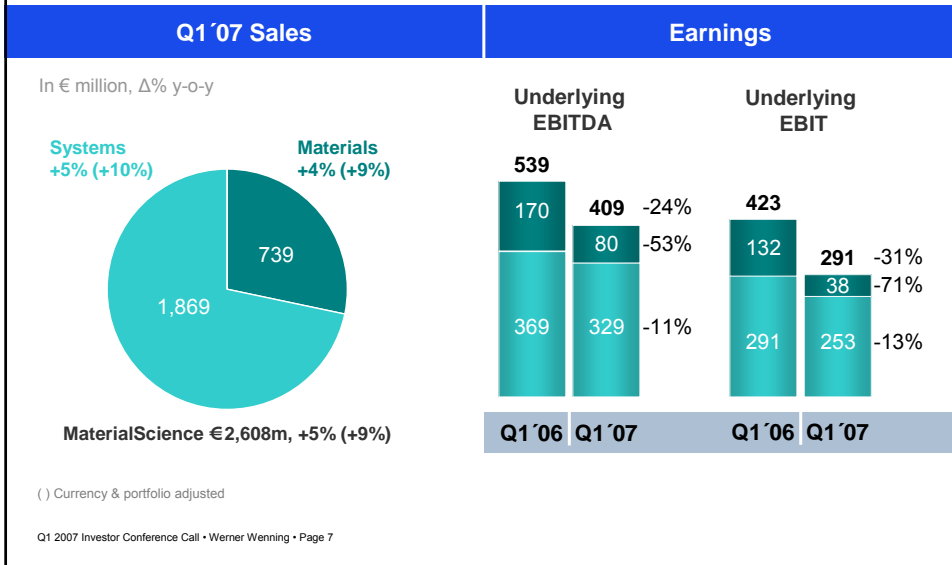
HealthCare – Earnings Jump Thanks to Schering Acquisition and Consumer Health Performance



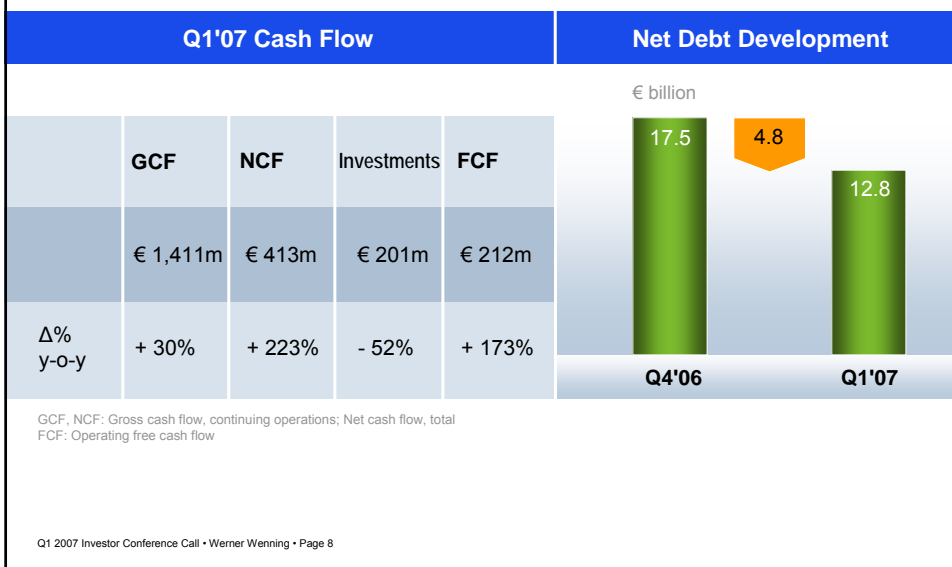
CropScience – Gratifying Performance in Positive Market Environment



MaterialScience – Continued Strong Volume Growth



Proceeds From Divestments Significantly Reduce Net Debt



Positive Outlook For FY 2007 Confirmed



Group

- Increase sales by >10%.
- Underlying EBITDA by >10%.
- Margin* slightly up.

Subgroups

- **HealthCare**
Growth in all divisions at or above market.
Margin* improvement toward 24%.
- **CropScience**
Growth slightly above market.
Margin* increase toward 22%.
- **MaterialScience**
Higher volumes and good, value-creating earnings level. Q2 underlying EBITDA roughly on par with Q1.

* Underlying EBITDA margin

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