

BRASKEM SA  
Form 6-K  
November 17, 2011

---

**SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

---

**FORM 6-K**

**REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13A-16  
OR 15D-16 OF THE SECURITIES EXCHANGE ACT OF 1934**

**For the month of November, 2011**  
**(Commission File No. 1-14862 )**

---

**BRASKEM S.A.**  
*(Exact Name as Specified in its Charter)*

**N/A**  
*(Translation of registrant's name into English)*

---

**Rua Eteno, 1561, Polo Petroquimico de Camacari**  
**Camacari, Bahia - CEP 42810-000 Brazil**  
*(Address of principal executive offices)*

---

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.

Form 20-F  Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K  
in paper as permitted by Regulation S-T Rule 101(b)(1).

Indicate by check mark if the registrant is submitting the Form 6-K  
in paper as permitted by Regulation S-T Rule 101(b)(7).

Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to  
the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes  No

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82- \_\_\_\_\_.

---

**Braskem S.A.**

**Quarterly Information (ITR) at**

**September 30, 2011**

**and Report on the Review of**

**Quarterly Information**

---

## **Auditors Report on the Review of Quarterly Information**

To the Board of Directors and Shareholders

Braskem S.A.

### **Introduction**

We have reviewed the accompanying parent company and consolidated interim accounting information of Braskem S.A., included in the Quarterly Information - ITR Form for the quarter ended September 30, 2011, comprising the balance sheet as of September 30, 2011 and the statements of operations and comprehensive income (loss) for the three and nine-month periods then ended, and the statements of changes in equity and cash flows for the nine-month period then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for the preparation of the parent company interim accounting information in accordance with the accounting standard CPC 21 - Interim Financial Reporting and of the consolidated interim accounting information in accordance with accounting standard CPC 21 and International Accounting Standard 34 - Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as for the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission, applicable to the preparation of the Quarterly Information. Our responsibility is to express a conclusion on this interim accounting information based on our review.

### **Scope of review**

We conducted our review in accordance with Brazilian and International Standards on Reviews of Interim Financial Information (NBC TR 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity and ISRE 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity,

respectively). A review of interim information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Brazilian and International Standards on Auditing and consequently did not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

---

**Conclusion on the parent**

**company interim information**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying parent company interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 applicable to the preparation of the Quarterly Information - ITR, and presented in accordance with the standards issued by the Brazilian Securities Commission.

**Conclusion on the consolidated**

**interim information**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim accounting information included in the quarterly information referred to above has not been prepared, in all material respects, in accordance with CPC 21 and IAS 34 applicable to the preparation of the Quarterly Information - ITR, and presented in accordance with the standards issued by the Brazilian Securities Commission.

**Other matters**

**Interim statements**

**of value added**

We have also reviewed the parent company and consolidated interim statements of value added for the nine-month period ended September 30, 2011, which are required to be presented in accordance with standards issued by the Brazilian Securities Commission applicable to the preparation of Quarterly Information - ITR and are considered supplementary information under IFRS, which does not require the presentation of the statement of value added. These statements have been submitted to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that they have not been properly prepared, in all material respects, in relation to the parent company and consolidated interim accounting information taken as a whole.

Salvador, November 9, 2011.

PricewaterhouseCoopers

Auditores Independentes

CRC 2SP000160/O-5 "F" BA

Fábio Cajazeira Mendes

Contador CRC 1SP196825/O-0 "S" BA

---

**Braskem S.A.****Balance sheet****All amounts in R\$ thousands**

| Assets  | Note   | September/2011    | Parent company<br>December/2010 | September/2011    | Consolidated<br>December/2010 |
|---|--------|-------------------|---------------------------------|-------------------|-------------------------------|
| <b>Current assets</b>   |        |                   |                                 |                   |                               |
| Cash and cash equivalents                                       | 4      | 1,512,425         | 2,339,060                       | 3,253,959         | 2,624,270                     |
| Financial investments   | 5      | 185,392           | 236,319                         | 186,645           | 236,319                       |
| Trade accounts receivable                                       | 6      | 1,563,587         | 1,077,492                       | 2,544,199         | 1,894,648                     |
| Inventories   | 7      | 2,028,709         | 1,789,505                       | 3,447,422         | 3,015,657                     |
| Taxes recoverable   | 9      | 833,336           | 400,969                         | 1,184,384         | 698,879                       |
| Dividends and interest on capital                               |        | 8,266             | 10,895                          |                   |                               |
| Prepaid expenses  |        | 2,890             | 29,690                          | 10,742            | 41,620                        |
| Other receivables   | 32     | 173,685           | 151,410                         | 360,507           | 268,905                       |
|   |        | <b>6,308,290</b>  | <b>6,035,340</b>                | <b>10,987,858</b> | <b>8,780,298</b>              |
| <b>Non-current assets</b>                                       |        |                   |                                 |                   |                               |
| Financial investments   | 5      | 30,793            | 28,706                          | 30,793            | 28,706                        |
| Trade accounts receivable                                       | 6      | 51,278            | 59,026                          | 53,606            | 62,303                        |
| Taxes recoverable   | 9      | 843,388           | 1,096,497                       | 1,254,749         | 1,444,401                     |
| Deferred income tax and social contribution                     | 19 (b) | 346,212           | 361,299                         | 1,112,131         | 1,136,685                     |
| Judicial deposits   | 10     | 173,584           | 227,888                         | 201,402           | 250,195                       |
| Related parties   | 8      | 1,799,399         | 2,408,371                       | 57,020            | 53,742                        |
| Other receivables   | 32     | 225,548           | 95,780                          | 262,754           | 107,432                       |
| Investments in subsidiaries and jointly-controlled subsidiaries | 11     | 7,896,947         | 6,549,402                       |                   |                               |
| Investments in associates                                       | 11     | 28,415            | 157,910                         | 28,415            | 160,790                       |
| Other investments   |        | 6,575             | 6,575                           | 9,018             | 7,485                         |
| Property, plant and equipment                                   | 12     | 11,334,022        | 11,100,184                      | 19,886,110        | 19,366,272                    |
| Intangible assets   | 13     | 2,255,761         | 2,280,111                       | 3,033,806         | 3,079,182                     |
|   |        | <b>24,991,922</b> | <b>24,371,749</b>               | <b>25,929,804</b> | <b>25,697,193</b>             |

|                     |                   |                   |                   |                   |
|---------------------|-------------------|-------------------|-------------------|-------------------|
| <b>Total assets</b> | <b>31,300,212</b> | <b>30,407,089</b> | <b>36,917,662</b> | <b>34,477,491</b> |
|---------------------|-------------------|-------------------|-------------------|-------------------|



**Braskem S.A.****Balance sheet****All amounts in R\$ thousands****Continued**

| <b>Liabilities and equity</b>               | <b>Note</b> | <b>September/2011</b> | <b>Parent company<br/>December/2010</b> | <b>September/2011</b> | <b>Consolidated<br/>December/2010</b> |
|---|-------------|-----------------------|---|-----------------------|---------------------------------------|
| <b>Current liabilities</b>                  |             |                       |   |                       |                                       |
| Trade payables                              |             | 5,104,694             | 4,462,552                               | 7,059,949             | 5,201,162                             |
| Borrowings                                  | 15          | 1,782,829             | 1,212,975                               | 1,399,317             | 1,206,444                             |
| Debentures                                  | 16          |                       | 517,741                                 |                       | 517,741                               |
| Hedge operations                            | 17          | 64,962                | 27,618                                  | 71,639                | 50,124                                |
| Salaries and social charges                 |             | 166,702               | 252,694                                 | 289,549               | 360,368                               |
| Taxes payable                               | 18          | 428,883               | 235,339                                 | 586,275               | 390,062                               |
| Dividends and interest on capital           |             | 1,614                 | 416,648                                 | 4,868                 | 419,981                               |
| Advances from customers                     |             | 18,544                | 44,587                                  | 24,834                | 50,344                                |
| Sundry provisions                           | 20          | 16,139                | 26,036                                  | 21,903                | 32,602                                |
| Other payables                              | 14          | 53,179                | 125,935                                 | 139,324               | 233,322                               |
| Related parties                             |             | 189,460               | 64,517                                  |                       |                                       |
|   |             | <b>7,827,006</b>      | <b>7,386,642</b>                        | <b>9,597,658</b>      | <b>8,462,150</b>                      |
| <b>Non-current liabilities</b>              |             |                       |   |                       |                                       |
| Borrowings                                  | 15          | 10,285,594            | 9,309,704                               | 12,811,342            | 11,004,301                            |
| Debentures                                  | 16          |                       |   | 18,518                |                                       |
| Hedge operations                            | 17          | 14,025                | 12,526                                  | 14,025                | 34,433                                |
| Taxes payable                               | 18          | 1,521,892             | 1,449,704                               | 1,600,501             | 1,583,569                             |
| Related parties                             | 8           | 273,921               | 83,739                                  | 68,708                | 31,386                                |
| Long-term incentives                        | 21          | 15,646                | 14,442                                  | 15,646                | 14,442                                |
| Deferred income tax and social contribution | 19 (b)      | 799,745               | 1,238,340                               | 1,800,953             | 2,200,538                             |
| Private pension plans                       | 22          | 107,906               | 109,894                                 | 108,756               | 123,517                               |
| Provision for losses on subsidiaries        |             | 91,274                | 937                                     |                       |                                       |
| Advances from customers                     | 33          | 46,360                |   | 185,440               |                                       |
| Sundry provisions                           | 20          | 90,430                | 124,495                                 | 349,895               | 362,265                               |
| Other payables                              | 14          | 240,409               | 237,567                                 | 270,971               | 252,604                               |
|   |             | <b>13,487,202</b>     | <b>12,581,348</b>                       | <b>17,244,755</b>     | <b>15,607,055</b>                     |

|   |    |                   |                   |                   |                   |
|---|----|-------------------|-------------------|-------------------|-------------------|
| <b>Equity</b>   | 24 |                   |                   |                   |                   |
| Capital   |    | 8,043,222         | 8,043,222         | 8,043,222         | 8,043,222         |
| Capital reserves                                      |    | 845,998           | 845,998           | 845,998           | 845,998           |
| Revenue reserves                                      |    | 1,088,561         | 1,338,908         | 1,088,561         | 1,338,908         |
| Other comprehensive income                            |    | 326,731           | 221,350           | 326,731           | 221,350           |
| Treasury shares                                       |    | (11,325)          | (10,379)          | (60,217)          | (59,271)          |
| Accumulated deficit                                   |    | (307,183)         |                   | (307,183)         |                   |
| Total attributable to the shareholders of the Company |    | 9,986,004         | 10,439,099        | 9,937,112         | 10,390,207        |
| Non-controlling interest                              |    |                   |                   | 138,137           | 18,079            |
|   |    | <b>9,986,004</b>  | <b>10,439,099</b> | <b>10,075,249</b> | <b>10,408,286</b> |
| <b>Total liabilities and equity</b>                   |    | <b>31,300,212</b> | <b>30,407,089</b> | <b>36,917,662</b> | <b>34,477,491</b> |

**Braskem S.A.****Statement of operations**

All amounts in R\$ thousands, except earnings per share

|  | Note | 3Q11             | 9M11              | Parent company   |                   | 3Q11             | 9M11              | Consolidated     |                   |
|--|------|------------------|-------------------|------------------|-------------------|------------------|-------------------|------------------|-------------------|
|  |      |                  |                   | 3Q10             | 9M10              |                  |                   | 3Q10             | 9M10              |
| <b>Net sales revenues</b>              | 27   | <b>5,038,885</b> | <b>13,757,516</b> | <b>4,504,004</b> | <b>12,991,578</b> | <b>8,685,938</b> | <b>24,465,845</b> | <b>7,546,873</b> | <b>18,528,845</b> |
| Cost of products sold                  |      | (4,276,831)      | (11,576,192)      | (3,795,838)      | (10,713,405)      | (7,764,969)      | (21,302,177)      | (6,456,449)      | (15,650,245)      |
| <b>Gross profit</b>                    |      | <b>762,054</b>   | <b>2,181,324</b>  | <b>708,166</b>   | <b>2,278,173</b>  | <b>920,969</b>   | <b>3,163,668</b>  | <b>1,090,424</b> | <b>2,878,599</b>  |
| <b>Income (expenses)</b>               |      |                  |                   |                  |                   |                  |                   |                  |                   |
| Selling                                |      | (46,704)         | (123,396)         | (41,899)         | (138,802)         | (88,920)         | (253,477)         | (121,525)        | (286,545)         |
| Distribution                           |      | (84,753)         | (234,747)         | (77,376)         | (218,380)         | (127,052)        | (355,589)         | (78,051)         | (221,745)         |
| General and administrative             |      | (167,626)        | (517,084)         | (175,500)        | (486,237)         | (254,331)        | (778,865)         | (258,256)        | (643,345)         |
| Research and development               |      | (16,090)         | (41,945)          | (14,444)         | (40,815)          | (24,797)         | (68,546)          | (21,539)         | (58,245)          |
| Results from equity investments        |      | (35,020)         | (51,185)          | 118,538          | 138,042           | (1,303)          | (2,051)           | 8,856            | 25,445            |
| Results from business combinations     | 3    |                  |                   |                  | 849,194           |                  |                   |                  | 975,445           |
| Other operating income (expenses), net | 28   | (9,126)          | (13,581)          | (18,550)         | (61,061)          | (8,134)          | (40,915)          | (15,778)         | (69,845)          |
| <b>Operating profit</b>                |      | <b>402,735</b>   | <b>1,199,386</b>  | <b>498,935</b>   | <b>2,320,114</b>  | <b>416,432</b>   | <b>1,664,225</b>  | <b>604,131</b>   | <b>2,598,445</b>  |
| <b>Financial results</b>               | 29   |                  |                   |                  |                   |                  |                   |                  |                   |
| Financial expenses                     |      | (2,250,432)      | (2,237,267)       | 238,119          | (749,936)         | (2,531,068)      | (2,801,395)       | 160,925          | (1,111,445)       |
|  |      | 243,040          | 439,537           | 40,537           | 255,672           | 467,275          | 603,638           | 18,650           | 325,445           |

|   |        |                    |                  |                  |                  |                    |                  |                  |               |
|---|--------|--------------------|------------------|------------------|------------------|--------------------|------------------|------------------|---------------|
| Financial income  |        | (2,007,392)        | (1,797,730)      | 278,656          | (494,264)        | (2,063,793)        | (2,197,757)      | 179,575          | (786,2        |
| <b>Profit (loss) before income tax and social contribution</b>                                  |        | <b>(1,604,657)</b> | <b>(598,344)</b> | <b>777,591</b>   | <b>1,825,850</b> | <b>(1,647,361)</b> | <b>(533,532)</b> | <b>783,706</b>   | <b>1,812,</b> |
| Current income tax and social contribution  | 19 (a) | (50,633)           | (154,402)        | (7,953)          | (57,436)         | (34,232)           | (206,613)        | (37,952)         | (106,3        |
| Deferred income tax and social contribution   | 19 (a) | 604,479            | 424,605          | (234,352)        | (234,009)        | 635,668            | 424,190          | (213,368)        | (173,1        |
|   |        | <b>553,846</b>     | <b>270,203</b>   | <b>(242,305)</b> | <b>(291,445)</b> | <b>601,436</b>     | <b>217,577</b>   | <b>(251,320)</b> | <b>(279,5</b> |
| <b>Profit (loss) for the period</b>   |        | <b>(1,050,811)</b> | <b>(328,141)</b> | <b>535,286</b>   | <b>1,534,405</b> | <b>(1,045,925)</b> | <b>(315,955)</b> | <b>532,386</b>   | <b>1,533,</b> |
| <b>Attributable to:</b>   |        |                    |                  |                  |                  |                    |                  |                  |               |
| Company's shareholders  |        |                    |                  |                  |                  | (1,050,811)        | (328,141)        | 535,286          | 1,534,        |
| Non-controlling interest  |        |                    |                  |                  |                  | 4,886              | 12,186           | (2,900)          | (1,3          |
|   |        |                    |                  |                  |                  | <b>(1,045,925)</b> | <b>(315,955)</b> | <b>532,386</b>   | <b>1,533,</b> |
| <b>Earnings per share attributable to the shareholders of the Company for the period (R\$):</b> | 25     |                    |                  |                  |                  |                    |                  |                  |               |
| Basic earnings per share – common and preferred   |        |                    |                  |                  |                  |                    | (0.4110)         |                  | 2.2           |
| Diluted earnings per share – common and preferred   |        |                    |                  |                  |                  |                    | (0.4108)         |                  | 2.2           |



**Braskem S.A.****Statement of comprehensive income****All amounts in R\$ thousands**

|  |                    |                  | <b>Parent company</b> |                  |                    |                  | <b>Consolidated</b> |                  |
|--|--------------------|------------------|-----------------------|------------------|--------------------|------------------|---------------------|------------------|
|  | <b>3Q11</b>        | <b>9M11</b>      | <b>3Q10</b>           | <b>9M10</b>      | <b>3Q11</b>        | <b>9M11</b>      | <b>3Q10</b>         | <b>9M10</b>      |
| <b>Profit (loss) for the period</b>  | <b>(1,050,811)</b> | <b>(328,141)</b> | <b>535,286</b>        | <b>1,534,405</b> | <b>(1,045,925)</b> | <b>(315,955)</b> | <b>532,386</b>      | <b>1,533,065</b> |
| <b>Other comprehensive income:</b>   |                    |                  |                       |                  |                    |                  |                     |                  |
| Available for sale financial assets  |                    |                  | 838                   | 3,690            |                    |                  | 838                 | 3,690            |
| Cash flow hedge (Note 17.3.2)  | 2,008              | 3,233            | 10,830                | (24,954)         | (1,309)            | 35,847           | 10,830              | (24,954)         |
| Cash flow hedge - subsidiaries   | (3,317)            | 32,614           |                       |                  |                    |                  |                     |                  |
| Foreign currency translation adjustment (Note 11 (b))                                  | 80,677             | 66,265           | (46,698)              | (34,876)         | 81,662             | 67,058           | (46,698)            | (34,876)         |
| Fair value as deemed cost related to jointly-controlled subsidiary, net                | 123                | 22,434           |                       |                  | 123                | 22,434           |                     |                  |
| Income tax and social contribution related to components of other comprehensive income | (1,990)            | (1,099)          | 391                   | 8,566            | (1,990)            | (1,099)          | 391                 | 8,566            |
| <b>Total other comprehensive income</b>  | <b>77,501</b>      | <b>123,447</b>   | <b>(34,639)</b>       | <b>(47,574)</b>  | <b>78,486</b>      | <b>124,240</b>   | <b>(34,639)</b>     | <b>(47,574)</b>  |
| <b>Total comprehensive income for the period</b>                                       | <b>(973,310)</b>   | <b>(204,694)</b> | <b>500,647</b>        | <b>1,486,831</b> | <b>(967,439)</b>   | <b>(191,715)</b> | <b>497,747</b>      | <b>1,485,491</b> |
| <b>Attributable to:</b>  |                    |                  |                       |                  |                    |                  |                     |                  |

Edgar Filing: BRASKEM SA - Form 6-K

|                             |                  |                  |                |                  |
|-----------------------------|------------------|------------------|----------------|------------------|
| Company's<br>shareholders   | (973,310)        | (204,694)        | 500,647        | 1,486,831        |
| Non-controlling<br>interest | 5,871            | 12,979           | (2,900)        | (1,340)          |
|                             | <b>(967,439)</b> | <b>(191,715)</b> | <b>497,747</b> | <b>1,485,491</b> |

**Braskem S.A.****Statement of changes in equity**

All amounts in R\$ thousands

|  | Capital          | Capital reserves | Revenue reserves | Other comprehensive income | Treasury shares | Retained earnings (accumulated deficit) | Parent company Total equity |
|--|------------------|------------------|------------------|----------------------------|-----------------|---|-----------------------------|
| <b>At December 31, 2009</b>  | <b>5,473,181</b> | <b>416,675</b>   |                  | <b>314,838</b>             | <b>(10,376)</b> | <b>(1,215,674)</b>                      | <b>4,978,644</b>            |
| Comprehensive income for the period:   |                  |                  |                  |                            |                 |   |                             |
| Profit for the period  |                  |                  |                  |                            |                 | 1,534,405                               | 1,534,405                   |
| Depreciation transfer on additional indexation of fixed assets, net of taxes |                  |                  |                  | (20,427)                   |                 | 20,427                                  |                             |
| Fair value of financial assets, net of taxes                                 |                  |                  |                  | 2,435                      |                 |   | 2,435                       |
| Fair value of cash flow hedge, net of taxes                                  |                  |                  |                  | (15,133)                   |                 |   | (15,133)                    |
| Foreign currency translation adjustment                                      |                  |                  |                  | (34,876)                   |                 |   | (34,876)                    |
|  |                  |                  |                  | (68,001)                   |                 | 1,554,832                               | 1,486,831                   |
| Contributions and distributions to shareholders:                             |                  |                  |                  |                            |                 |   |                             |
| Capital increase   | 2,565,771        | 1,398,492        |                  |                            |                 |   | 3,964,263                   |
| Absorption of losses   |                  | (1,061,871)      |                  |                            |                 | 1,061,871                               |                             |
| Tax incentives   |                  | 80,802           |                  |                            |                 |   | 80,802                      |
| Expired dividends / other  |                  |                  |                  |                            |                 | 641                                     | 641                         |
|  | 2,565,771        | 417,423          |                  |                            |                 | 1,062,512                               | 4,045,706                   |
| <b>At September 30, 2010</b>   | <b>8,038,952</b> | <b>834,098</b>   |                  | <b>246,837</b>             | <b>(10,376)</b> | <b>1,401,670</b>                        | <b>10,511,181</b>           |



|  |                  |                |                  |                |                 |                  |                   |
|--|------------------|----------------|------------------|----------------|-----------------|------------------|-------------------|
| <b>At December 31, 2010</b>  | <b>8,043,222</b> | <b>845,998</b> | <b>1,338,908</b> | <b>221,350</b> | <b>(10,379)</b> |                  | <b>10,439,099</b> |
| Comprehensive income for the period:   |                  |                |                  |                |                 |                  |                   |
| Loss for the period  |                  |                |                  |                |                 | (328,141)        | (328,141)         |
| Fair value as deemed cost related to jointly-controlled subsidiary, net      |                  |                |                  | 22,434         |                 |                  | 22,434            |
| Depreciation transfer on additional indexation of fixed assets, net of taxes |                  |                |                  | (20,427)       |                 | 20,427           |                   |
| Fair value of cash flow hedge, net of taxes                                  |                  |                |                  | 34,748         |                 |                  | 34,748            |
| Foreign currency translation adjustment (Note 11 (b))                        |                  |                |                  | 66,265         |                 |                  | 66,265            |
|  |                  |                |                  | 103,020        |                 | (307,714)        | (204,694)         |
| Contributions and distributions to shareholders:                             |                  |                |                  |                |                 |                  |                   |
| Gain or loss on interest in subsidiary (Note 11 (b))                         |                  |                |                  | 2,361          |                 |                  | 2,361             |
| Additional dividends approved at Shareholders' Meeting                       |                  |                | (250,347)        |                |                 |                  | (250,347)         |
| Expired dividends  |                  |                |                  |                |                 | 531              | 531               |
| Repurchase of shares (Note 24 (b))   |                  |                |                  |                |                 | (946)            | (946)             |
|  |                  |                | (250,347)        | 2,361          | (946)           | 531              | (248,401)         |
| <b>At September 30, 2011</b>   | <b>8,043,222</b> | <b>845,998</b> | <b>1,088,561</b> | <b>326,731</b> | <b>(11,325)</b> | <b>(307,183)</b> | <b>9,986,004</b>  |

**Braskem S.A.****Statement of changes in equity****All amounts in R\$ thousands**

|  | Attributed to the Company's shareholders |                  |                  |                            |                 |   | Total                              |                          |
|--|--|------------------|------------------|----------------------------|-----------------|---|------------------------------------|--------------------------|
|  | Capital                                  | Capital reserves | Revenue reserves | Other comprehensive income | Treasury shares | Retained earnings (accumulated deficit) | interest of Braskem's shareholders | Non-controlling interest |
| <b>At December 31, 2009</b>  | <b>5,473,181</b>                         | <b>416,675</b>   |                  | <b>314,838</b>             | <b>(10,376)</b> | <b>(1,215,674)</b>                      | <b>4,978,644</b>                   |                          |
| Comprehensive income for the period:   |  |                  |                  |                            |                 |   |                                    |                          |
| Profit (loss) for the period   |  |                  |                  |                            |                 | 1,534,405                               | 1,534,405                          | (1,340)                  |
| Depreciation transfer on additional indexation of fixed assets, net of taxes |  |                  |                  | (20,427)                   |                 | 20,427                                  |                                    |                          |
| Fair value of financial assets, net of taxes                                 |  |                  |                  | 2,435                      |                 |   | 2,435                              |                          |
| Fair value of cash flow hedge, net of taxes                                  |  |                  |                  | (15,133)                   |                 |   | (15,133)                           |                          |
| Foreign currency translation adjustment                                      |  |                  |                  | (34,876)                   |                 |   | (34,876)                           |                          |
|  |  |                  |                  | (68,001)                   |                 | 1,554,832                               | 1,486,831                          | (1,340)                  |
| Contributions and distributions to shareholders:                             |  |                  |                  |                            |                 |   |                                    |                          |
| Capital increase   | 2,565,771                                | 1,398,492        |                  |                            |                 |   | 3,964,263                          |                          |

Edgar Filing: BRASKEM SA - Form 6-K

|  |                  |                |                  |                |                 |                   |                   |
|--|------------------|----------------|------------------|----------------|-----------------|-------------------|-------------------|
| Treasury shares  |                  |                |                  | (48,891)       |                 | (48,891)          |                   |
| Absorption of losses   | (1,061,871)      |                |                  |                | 1,061,871       |                   |                   |
| Non-controlling interest   |                  |                |                  |                |                 |                   | 29,028            |
| Tax incentives   | 80,802           |                |                  |                |                 | 80,802            |                   |
| Expired dividends / other  |                  |                |                  |                | 641             | 641               |                   |
|  | 2,565,771        | 417,423        |                  | (48,891)       | 1,062,512       | 3,996,815         | 29,028            |
| <b>At September 30, 2010</b>   | <b>8,038,952</b> | <b>834,098</b> |                  | <b>246,837</b> | <b>(59,267)</b> | <b>1,401,670</b>  | <b>10,462,290</b> |
|  |                  |                |                  |                |                 |                   | <b>27,688</b>     |
| <b>At December 31, 2010</b>  | <b>8,043,222</b> | <b>845,998</b> | <b>1,338,908</b> | <b>221,350</b> | <b>(59,271)</b> | <b>10,390,207</b> | <b>18,079</b>     |
| Comprehensive income for the period:   |                  |                |                  |                |                 |                   |                   |
| Profit (loss) for the period   |                  |                |                  |                | (328,141)       | (328,141)         | 12,186            |
| Fair value as deemed cost related to jointly-controlled subsidiary, net      |                  |                |                  | 22,434         |                 | 22,434            |                   |
| Depreciation transfer on additional indexation of fixed assets, net of taxes |                  |                |                  | (20,427)       | 20,427          |                   |                   |
| Fair value of cash flow hedge, net of taxes                                  |                  |                |                  | 34,748         |                 | 34,748            |                   |
| Foreign currency translation adjustment (Note 11 (b))                        |                  |                |                  | 66,265         |                 | 66,265            | 793               |
|  |                  |                |                  | 103,020        | (307,714)       | (204,694)         | 12,979            |
| Contributions and distributions to shareholders:                             |                  |                |                  |                |                 |                   |                   |
| Additional dividends approved at Shareholders' Meeting                       |                  | (250,347)      |                  |                |                 | (250,347)         |                   |
| Gain or loss on interest in subsidiary (Note 11 (b))                         |                  |                |                  | 2,361          |                 | 2,361             | (2,361)           |

|   |                  |                |                  |                |                 |                  |                  |                |
|---|------------------|----------------|------------------|----------------|-----------------|------------------|------------------|----------------|
| Non-controlling interest of Cetrel (Note 2.3) |                  |                |                  |                |                 |                  |                  | 109,709        |
| Expired dividends / other                     |                  |                |                  |                |                 | 531              | 531              | (269)          |
| Repurchase of shares (Note 24 (b))            |                  |                |                  |                |                 |                  |                  | (946)          |
|   |                  | (250,347)      |                  | 2,361          | (946)           |                  |                  | (946)          |
|   |                  |                |                  |                |                 | 531              | (248,401)        | 107,079        |
| <b>At September 30, 2011</b>                  | <b>8,043,222</b> | <b>845,998</b> | <b>1,088,561</b> | <b>326,731</b> | <b>(60,217)</b> | <b>(307,183)</b> | <b>9,937,112</b> | <b>138,137</b> |

**Braskem S.A.****Statement of cash flows****All amounts in R\$ thousands**

|   |                  | <b>Parent company</b> |                  | <b>Consolidated</b> |
|---|------------------|-----------------------|------------------|---------------------|
|   | <b>9M11</b>      | <b>9M10</b>           | <b>9M11</b>      | <b>9M10</b>         |
| Profit (loss) before income tax and social contribution | (598,344)        | 1,825,850             | (533,532)        | 1,812,567           |
| Adjustments for reconciliation of profit                |                  |                       |                  |                     |
| Depreciation, amortization and depletion                | 790,223          | 773,521               | 1,280,371        | 1,090,748           |
| Results from equity investments                         | 51,185           | (138,042)             | 2,051            | (25,155)            |
| Results from business combinations                      |                  | (849,194)             |                  | (975,283)           |
| Interest and monetary and exchange variations, net      | 1,493,995        | 589,587               | 1,847,811        | 354,957             |
| Other   | (486)            | 11,701                | 12,846           | 3,331               |
|   | <b>1,736,573</b> | <b>2,213,423</b>      | <b>2,609,547</b> | <b>2,261,165</b>    |
| Changes in operating working capital                    |                  |                       |                  |                     |
| Held-for-trading financial investments                  | 64,736           | 73,085                | 72,465           | 203,309             |
| Trade accounts receivable                               | (478,770)        | 315,483               | (628,090)        | (104,764)           |
| Inventories   | (160,704)        | (195,317)             | (431,669)        | (162,409)           |
| Taxes recoverable                                       | (143,915)        | 100,674               | (218,797)        | 244,343             |
| Prepaid expenses  | 27,348           | (16,110)              | 31,223           | (18,323)            |
| Receivables from related parties                        | (322,208)        | (693,820)             |                  | 1,901               |
| Other receivables                                       | 13,389           | (35,904)              | (184,460)        | 47,359              |
| Trade payables  | 762,702          | 986,518               | 1,850,849        | 727,755             |
| Taxes payable   | 74,497           | (533,406)             | 39,252           | (573,862)           |
| Long-term incentives                                    | 1,204            | 6,321                 | 1,204            | 6,321               |
| Advances from customers                                 | 20,317           | 11,306                | 159,930          | (4,360)             |
| Sundry provisions                                       | (63,710)         | (17,305)              | (24,327)         | 13,570              |
| Other payables  | (326,674)        | 49,142                | (151,851)        | 152,621             |
| <b>Cash from operations</b>                             | <b>1,204,785</b> | <b>2,264,090</b>      | <b>3,125,276</b> | <b>2,794,626</b>    |
| Interest paid   | (402,577)        | (400,370)             | (565,963)        | (669,071)           |

Edgar Filing: BRASKEM SA - Form 6-K

|   |                    |                    |                    |                    |
|---|--------------------|--------------------|--------------------|--------------------|
| Income tax and social contribution paid                     | (40,885)           | (27,458)           | (71,552)           | (30,581)           |
| <b>Net cash generated from operating activities</b>         | <b>761,323</b>     | <b>1,836,262</b>   | <b>2,487,761</b>   | <b>2,094,974</b>   |
| Proceeds from the sale of fixed assets                      | 423                | 1,193              | 2,638              | 1,256              |
| Proceeds from the capital reduction of associates           | 6,600              |                    | 6,600              |                    |
| Acquisitions of investments in subsidiaries and associates  | (415,168)          | (4,008,209)        |                    | (747,637)          |
| Acquisitions of property, plant and equipment               | (1,003,771)        | (736,549)          | (1,474,537)        | (907,393)          |
| Acquisitions of intangible assets                           | (1,986)            |                    | (7,118)            | (422,947)          |
| Held-to-maturity financial investments                      | (2,760)            |                    | (11,802)           |                    |
| <b>Net cash used in investing activities</b>                | <b>(1,416,662)</b> | <b>(4,743,565)</b> | <b>(1,484,219)</b> | <b>(2,076,721)</b> |
| Short-term debt   |                    |                    |                    |                    |
| Funds obtained  | 1,056,721          | 257,358            | 1,076,820          | 793,641            |
| Payments  | (3,071,827)        | (3,672,697)        | (4,813,476)        | (7,903,677)        |
| Long-term debt  |                    |                    |                    |                    |
| Funds obtained  | 1,936,717          | 2,883,791          | 4,061,025          | 3,568,322          |
| Related parties   |                    |                    |                    |                    |
| Funds obtained  | 2,186,512          | 411,055            |                    |                    |
| Payments  | (1,613,622)        | (412,864)          |                    |                    |
| Dividends paid  | (664,851)          | (97)               | (664,851)          |                    |
| Non-controlling interest                                    |                    |                    | (3,869)            | 25,926             |
| Repurchase of shares  | (946)              |                    | (946)              |                    |
| Capital increase  |                    | 3,742,622          | 2,361              | 3,941,978          |
| <b>Net cash used in financing activities</b>                | <b>(171,296)</b>   | <b>3,209,168</b>   | <b>(342,936)</b>   | <b>426,190</b>     |
| Foreign exchange variation of foreign subsidiaries          |                    |                    | (104,722)          |                    |
| <b>Increase (decrease) in cash and cash equivalents</b>     | <b>(826,635)</b>   | <b>301,865</b>     | <b>555,884</b>     | <b>444,443</b>     |
| Represented by  |                    |                    |                    |                    |
| Cash and cash equivalents at the beginning of the period    | 2,339,060          | 2,262,804          | 2,698,075          | 2,651,748          |
| Cash and cash equivalents at the end of the period          | 1,512,425          | 2,564,669          | 3,253,959          | 3,096,191          |
| <b>Net increase (decrease) in cash and cash equivalents</b> | <b>(826,635)</b>   | <b>301,865</b>     | <b>555,884</b>     | <b>444,443</b>     |

## Braskem S.A.

## Statement of value added

## All amounts in R\$ thousands

|   |                     | Parent company      |                     | Consolidated        |
|---|---------------------|---------------------|---------------------|---------------------|
|   | 9M11                | 9M10                | 9M11                | 9M10                |
| <b>Revenue</b>  | <b>16,895,231</b>   | <b>15,846,458</b>   | <b>29,307,051</b>   | <b>22,702,643</b>   |
| Sales of goods, products and services                     | 16,892,265          | 15,895,093          | 29,328,874          | 22,825,473          |
| Other income (expenses), net                              | 4,056               | (57,339)            | (16,318)            | (82,997)            |
| Allowance for doubtful accounts – reversal (recognition)  | (1,090)             | 8,704               | (5,505)             | (39,833)            |
| <b>Inputs acquired from third parties</b>                 | <b>(13,474,203)</b> | <b>(12,547,876)</b> | <b>(24,517,510)</b> | <b>(18,323,081)</b> |
| Costs of products, goods and services sold                | (12,920,283)        | (11,968,541)        | (23,666,638)        | (18,035,055)        |
| Materials, electric energy, outsourced services and other | (543,851)           | (575,211)           | (849,541)           | (287,988)           |
| Impairment/recovery of assets                             | (10,069)            | (4,124)             | (1,331)             | (38)                |
| <b>Gross value added</b>                                  | <b>3,421,028</b>    | <b>3,298,582</b>    | <b>4,789,541</b>    | <b>4,379,562</b>    |
| <b>Depreciation, amortization and depletion</b>           | <b>(790,223)</b>    | <b>(773,521)</b>    | <b>(1,280,371)</b>  | <b>(1,090,748)</b>  |
| <b>Net value added by the entity</b>                      | <b>2,630,805</b>    | <b>2,525,061</b>    | <b>3,509,170</b>    | <b>3,288,814</b>    |
| <b>Value added received through transfer</b>              | <b>388,536</b>      | <b>1,243,309</b>    | <b>601,779</b>      | <b>1,323,908</b>    |
| Equity in results of investees                            | (51,185)            | 138,042             | (2,051)             | 25,155              |
| Financial income  | 439,537             | 255,672             | 603,638             | 325,211             |
| Results from business combinations                        |                     | 849,194             |                     | 975,283             |
| Other   | 184                 | 401                 | 192                 | (1,741)             |
| <b>Total value added to distribute</b>                    | <b>3,019,341</b>    | <b>3,768,370</b>    | <b>4,110,949</b>    | <b>4,612,722</b>    |
| <b>Personnel</b>  | <b>369,492</b>      | <b>340,421</b>      | <b>603,112</b>      | <b>514,828</b>      |
| Direct compensation                                       | 283,533             | 263,548             | 466,404             | 414,515             |
| Benefits  | 63,527              | 53,376              | 103,965             | 68,765              |
| F.G.T.S (Government Severance Pay Fund)                   | 22,432              | 23,497              | 32,743              | 31,548              |
| <b>Taxes and contributions</b>                            | <b>636,891</b>      | <b>1,036,832</b>    | <b>887,205</b>      | <b>1,177,944</b>    |

Edgar Filing: BRASKEM SA - Form 6-K

|   |                  |                  |                  |                  |
|---|------------------|------------------|------------------|------------------|
| Federal   | 198,900          | 768,693          | 327,298          | 817,552          |
| State   | 433,852          | 265,417          | 543,833          | 349,538          |
| Municipal   | 4,139            | 2,722            | 16,074           | 10,854           |
| <b>Remuneration on third parties' capital</b>             | <b>2,341,099</b> | <b>856,712</b>   | <b>2,936,587</b> | <b>1,384,205</b> |
| Financial expenses (including foreign exchange variation) | 2,231,492        | 735,778          | 2,792,591        | 1,260,160        |
| Rentals   | 109,607          | 120,934          | 143,996          | 124,045          |
| <b>Remuneration on own capital</b>                        | <b>(328,141)</b> | <b>1,534,405</b> | <b>(315,955)</b> | <b>1,535,745</b> |
| Profit retained (loss) in the period                      | (328,141)        | 1,534,405        | (328,141)        | 1,534,405        |
| Non-controlling interests in profits retained             |                  |                  | 12,186           | 1,340            |
| <b>Value added distributed</b>                            | <b>3,019,341</b> | <b>3,768,370</b> | <b>4,110,949</b> | <b>4,612,722</b> |



**Braskem S.A.**

**Notes to the quarterly information**

**at September 30, 2011**

**All amounts in R\$ thousands unless otherwise stated**

**1. Operations**

Braskem S.A. (“Braskem” or “the Company”) is a publicly-held corporation headquartered in Camaçari, State of Bahia (BA) and controlled by Odebrecht S.A. (“Odebrecht”), which indirectly holds 50.12% and 38.11% of its voting and total capital, respectively.

**(a) Corporate events**

**(a.1)** On January 1, 2011, Braskem America, a subsidiary of the Company, was merged into its subsidiary Braskem PP America. On the same date, the corporate name of Braskem PP Americas, Inc. was changed to Braskem America, Inc. (“Braskem America”).

**(a.2)** On January 3, 2011, the shareholders of IQ Soluções & Química S.A. (“Quantiq”) approved the merger of Unipar Comercial e Distribuidora S.A. (“Unipar Comercial”). The merger resulted in an increase in the capital of Quantiq by R\$ 38,710, from R\$ 61,141 to R\$ 99,851 without the issue of new shares. Such increase was based on the equity of Unipar Comercial on November 30, 2010 (base date of the operation), under the terms and conditions established in the “Protocol and Justification” dated December 27, 2010.

**(a.3)** On May 25, 2011, Braskem entered into a private instrument for the purchase and sale of quotas by means of which all the quotas of the subsidiary ISATEC – Pesquisa, Desenvolvimento e Análises Ltda. were sold for R\$ 1,100.

**(a.4)** On July 7, 2011 the company Braskem America Finance, a wholly-owned subsidiary of Braskem America, was incorporated. Braskem America Finance was the issuer of the US\$ 500 million bond issued on July 19, 2011

(Note 15 (b.ii)).

**(a.5)** On July 29, 2011, the Extraordinary General Meeting approved the capital increase of Quattor by R\$ 543,224, which was fully subscribed and paid up by the Company. Since no new shares were issued, this increase was diluted among the shareholders of Braskem and Braskem Petroquímica, simultaneously generating in the Company's financial statements a loss on the investment in Quattor and a gain on the investment in Braskem Petroquímica in the amount of R\$ 16,521. These effects offset each other in the parent company's equity and are eliminated from consolidation (Note 11 (b)).

**(a.6)** On July 29, 2011, Braskem increased the capital of many subsidiaries (Note 11 (b)). The breakdown of the increases that were fully subscribed and paid up by the Company is presented below:

|   | <b>Capital<br/>increase</b> | <b>Number of shares/quotas<br/>issued</b> |
|---|-----------------------------|---|
| Braskem Participações S.A. ("Braskem Participações")        | 53                          | without the issue of new<br>shares        |
| Ideom Tecnologia Ltda. ("Ideom")                            | 23,701                      | 23,700,974                                |
| Politeno Empreendimentos Ltda. ("Politeno Empreendimentos") | 35                          | 18  |
| IQ Soluções & Química S.A. ("Quantiq")                      | 61,100                      | without the issue of new<br>shares        |
| Rio Polímeros S.A. ("Riopol")                               | 14,108                      | without the issue of new<br>shares        |
|   | <b>98,997</b>               |   |

**Braskem S.A.**

**Notes to the quarterly information**

**at September 30, 2011**

**All amounts in R\$ thousands unless otherwise stated**

**(a.7)** On August 25, 2011, the company Braskem Europe GmbH, a wholly-owned subsidiary of Braskem Europe B.V. was incorporated for the purpose of producing, trading, distributing, importing and exporting chemical and petrochemical products and conducting research and development in the area of such products, among other things. The assets acquired in the business combination of Dow Chemical (Note 34) in Germany will be recorded in this subsidiary as from October 2011.

**(a.8)** On September 27, 2011, Braskem increased the capital of its subsidiary Braskem Europa by R\$ 415,168 (US\$ 230 million) through the issue of 84,465,660 shares (Note 11 (b)). A portion of this amount was used in the incorporation of its subsidiary Braskem Germany (Note 11 (a.2)).

**(b) Net working capital**

On September 30, 2011, Braskem's net working capital (parent company) was negative by R\$ 1,518,716 as compared with a positive consolidated net working capital of R\$ 1,390,200. Because the consolidated figures are used in the management of working capital, as the Company uses mechanisms to transfer funds between the companies efficiently, without jeopardizing the fulfillment of the commitments of each of the entities forming the consolidated statements, any analysis of the parent company's working capital will not reflect the actual liquidity position of the consolidated group.

The Company also has two revolving credit lines, which allows it to reduce the amount of cash maintained by Braskem (Note 17.1 (c)).

**(c) Effect of foreign exchange variation**

The Company has balances denominated in US dollars, such as financial investments, trade accounts receivable, inventories, trade payables and borrowings, which were translated from US dollars into Brazilian reais at the commercial sell rate disclosed by the Central Bank of Brazil on September 30, 2011, of US\$ 1.00 to R\$ 1.8544 (US\$ 1.00 to R\$ 1.6662 on December 31, 2010). The percentage variation in the US dollar-Brazilian real exchange rate was 11.30%.

**Braskem S.A.**

**Notes to the quarterly information**

**at September 30, 2011**

**All amounts in R\$ thousands unless otherwise stated**

**2. Summary of significant accounting policies**

**2.1. Basis of preparation**

This Quarterly Information should be read together with the financial statements of Braskem S.A. as of December 31, 2010 and for the year then ended, which were prepared and presented in accordance with accounting practices adopted in Brazil, including the pronouncements issued by the Brazilian Accounting Pronouncements Committee (CPC), and in accordance with the International Financial Reporting Standards (“IFRS”) issued by IASB.

The preparation of the quarterly information requires the use of certain critical accounting estimates. It also requires the management of the Company to exercise its judgment in the process of applying its accounting policies. There were no changes in the assumptions and judgments made by the Company’s management in the use of estimates for the preparation of the Quarterly Information in relation to those used in the December 31, 2010 financial statements, except for the full consolidation of Cetrel S.A. (“Cetrel”) as from June 30, 2011, as mentioned in Note 2.3 (viii).

**(a) Consolidated quarterly information**

The consolidated Quarterly Information was prepared and is being presented in accordance with the pronouncements CPC 21 and IAS 34 – Interim Financial Reporting, which aim to establish the minimum content for interim financial statements.

**(b) Parent company quarterly information**

The parent company Quarterly Information was prepared and is being presented in accordance with pronouncement CPC 21.

## **2.2. Accounting practices**

There were no changes in the accounting practices used for the Quarterly Information in relation to those presented in the December 31, 2010 financial statements.

Due to the consolidation of Cetrel as from 2011, the balance of cash and cash equivalents presented in the consolidated statement of cash flows for the beginning of the period (January 1, 2011) was increased by the amount of R\$ 73,805, which corresponds to the amount of cash and cash equivalents of Cetrel on that date.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****2.3. Consolidated quarterly information**

The consolidated quarterly information includes those of the Company, its subsidiaries, jointly-controlled subsidiaries and specific purpose entities in which the following direct and indirect share control or control of activities is held:

|   |       |                | <b>Total interest - %</b>         |                      |
|---|-------|----------------|-----------------------------------|----------------------|
|   |       |                | <b>September/2011</b>             | <b>December/2010</b> |
|   |       |                | <b>Headquarters<br/>(Country)</b> |                      |
| <b>Direct and indirect subsidiaries</b>                       |       |                |                                   |                      |
| Braskem America Inc. ("Braskem America")                      | (i)   | USA            |                                   | 100.00               |
| Braskem America Inc. ("Braskem America")                      | (ii)  | USA            | 100.00                            | 100.00               |
| Braskem America Finance Company ("Braskem America Finance")   | (iii) | USA            | 100.00                            |                      |
| Braskem Argentina S.A. ("Braskem Argentina")                  | (iv)  | Argentina      | 100.00                            | 100.00               |
| Braskem Chile Ltda. ("Braskem Chile")                         |       | Chile          | 100.00                            | 100.00               |
| Braskem Distribuidora Ltda. ("Braskem Distribuidora")         |       | Brazil         | 100.00                            | 100.00               |
| Braskem Europe B.V. ("Braskem Europa")                        |       | Netherlands    | 100.00                            | 100.00               |
| Braskem Europe GmbH ("Braskem Alemanha")                      | (v)   | Germany        | 100.00                            |                      |
| Braskem Finance Limited ("Braskem Finance")                   |       | Cayman Islands | 100.00                            | 100.00               |
| Braskem Idesa S.A.P.I ("Braskem Idesa")                       |       | Mexico         | 65.00                             | 65.00                |
| Braskem Idesa Servicios S.A. de CV ("Braskem Idesa Serviços") | (vi)  | Mexico         | 65.00                             |                      |
|   |       | Brazil         | 100.00                            | 100.00               |

|  |        |                        |        |        |
|--|--------|------------------------|--------|--------|
| Braskem Importação e Exportação Ltda. (“Braskem Importação”)       |        |                        |        |        |
| Braskem Incorporated Limited (“Braskem Inc”)                       |        | Cayman Islands         | 100.00 | 100.00 |
| Braskem México, S de RL de CV (“Braskem México”)                   |        | Mexico                 | 100.00 | 100.00 |
| Braskem Participações S.A. (“Braskem Participações”)               |        | Brazil                 | 100.00 | 100.00 |
| Braskem Petroquímica S.A. (“Braskem Petroquímica”)                 | (vii)  | Brazil                 | 100.00 | 100.00 |
| Braskem Petroquímica Chile Ltda. (“Petroquímica Chile”)            |        | Chile                  | 100.00 | 100.00 |
| Cetrel S.A. (“Cetrel”)   | (viii) | Brazil                 | 54.23  | 53.72  |
| Commom Industries Ltd. (“Commom”)                                  |        | British Virgin Islands | 100.00 | 100.00 |
| Ideom Tecnologia Ltda. (“Ideom”)                                   |        | Brazil                 | 100.00 | 100.00 |
| IQ Soluções & Química S.A. (“Quantiq”)                             |        | Brazil                 | 100.00 | 100.00 |
| IQAG Armazéns Gerais Ltda. (“IQAG”)                                |        | Brazil                 | 100.00 | 100.00 |
| ISATEC–Pesquisa, Desenv. e Análises Quím.Ltda. (“ISATEC”)          | (ix)   | Brazil                 |        | 100.00 |
| Lantana Trading Co. Inc. (“Lantana”)                               |        | Bahamas                | 100.00 | 100.00 |
| Norfolk Trading S.A. (“Norfolk”)                                   |        | Uruguay                | 100.00 | 100.00 |
| Politeno Empreendimentos Ltda. (“Politeno Empreendimentos”)        |        | Brazil                 | 100.00 | 100.00 |
| Quattor Participações S.A. (“Quattor”)                             |        | Brazil                 | 100.00 | 100.00 |
| Rio Polímeros S.A. (“Riopol”)                                      |        | Brazil                 | 100.00 | 100.00 |
| Unipar Comercial e Distribuidora S.A. (“Unipar Comercial”)         | (x)    | Brazil                 |        | 100.00 |
| <b>Jointly-controlled subsidiaries</b>                             |        |                        |        |        |
| Refinaria de Petróleo Riograndense S.A. (“RPR”)                    |        | Brazil                 | 33.20  | 33.20  |
| Polietilenos de America S.A. (“Polimerica”)                        |        | Venezuela              | 49.00  | 49.00  |
| Polipropileno Del Sur S.A. (“Propilsur”)                           |        | Venezuela              | 49.00  | 49.00  |
| <b>Specific Purpose Entity (“SPE”)</b>                             |        |                        |        |        |
| Fundo de Investimento Multimercado Crédito Privado Sol (“FIQ Sol”) |        | Brazil                 | 100.00 | 100.00 |

- (i) Merged into Braskem PP Americas, Inc. in January 2011 (Note 1 (a.1)).
- (ii) This company’s name was changed from Braskem PP Americas Inc. to Braskem America Inc. after the merger of its parent (Note 1 (a.1)).
- (iii) Company created in February 2011.
- (iv) This company’s name was changed from Braskem Petroquímica S.A. to Braskem Argentina S.A.
- (v) Company created in August 2011.
- (vi) Company created in February 2011.
- (vii) This company’s name was changed from Quattor Petroquímica S.A. to Braskem Petroquímica S.A.



- (viii) Cetrel started to be fully consolidated by Braskem as from the quarterly information for the period ended June 30, 2011 based on a new interpretation of that subsidiary's By-laws, which, according to the opinion of the Company's external legal advisors, establishes control by the Company. The consolidated quarterly information for prior periods was not restated due to the immateriality of Cetrel to the Company's financial information as a whole.
- (ix) Company sold in May 2011 (Note 1 (a.3)).
- (x) Merged into Quantiq in January 2011 (Note 1 (a.2)).

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated**

The non-controlling interest in the equity and results of operations of the Company's subsidiaries are stated below:

|               | September/2011 | Equity<br>December/2010 | Profit (loss) for the period<br>9M11 | 9M10           |
|---------------|----------------|-------------------------|--------------------------------------|----------------|
| Braskem Idesa | 15,963         | 18,079                  | (2,640)                              | (974)          |
| Cetrel        | 122,174        |                         | 14,826                               |                |
| Quattor       |                |                         |                                      | (366)          |
| <b>Total</b>  | <b>138,137</b> | <b>18,079</b>           | <b>12,186</b>                        | <b>(1,340)</b> |

**2.4. Reconciliation of equity and profit (loss) for the period between parent company and consolidated**

|   | September/2011    | Equity<br>December/2010 | 3Q11               | Profit (loss)<br>9M11 | 3Q10           |
|---|-------------------|-------------------------|--------------------|-----------------------|----------------|
| <b>Parent company</b>                                     | <b>9,986,004</b>  | <b>10,439,099</b>       | <b>(1,050,811)</b> | <b>(328,141)</b>      | <b>532,141</b> |
| Braskem's shares owned by subsidiary Braskem Petroquímica | (48,892)          | (48,892)                |                    |                       |                |
| Non-controlling interest                                  | 138,137           | 18,079                  | 4,886              | 12,186                | (2,141)        |
| <b>Consolidated</b>                                       | <b>10,075,249</b> | <b>10,408,286</b>       | <b>(1,045,925)</b> | <b>(315,955)</b>      | <b>532,141</b> |

**Braskem S.A.**

**Notes to the quarterly information**

**at September 30, 2011**

**All amounts in R\$ thousands unless otherwise stated**

**3. Business combinations**

The Company adopted the accounting pronouncement CPC 15 and the IFRS 3 for the acquisitions of companies in 2010. The results of such adoption are presented below:

**(a) Quattor Participações S.A.**

On April 27, 2010, Braskem acquired 60% of the total capital of Quattor held by União de Indústrias Brasileiras S.A. (“Unipar”) for R\$ 659,454 and, subsequently, it acquired the remaining 40% held by Petróleo Brasileiro S.A. (“Petrobras”) by means of the barter for 18,000,097 shares issued by the Company. On April 30, 2010, the Company acquired the control of Quattor, and this date is the date of acquisition for the purposes of accounting for the business combination. As a result of the acquisition, a bargain purchase gain of R\$ 841,459 was recorded within “results from business combinations” in the income statement.

**(b) Sunoco Chemicals, Co.**

On April 1, 2010, Braskem acquired 100% of Sunoco Chemicals’ shares for R\$ 620,838 (US\$ 351 million), date on which the control was acquired by the Company. In this operation, a bargain purchase gain of R\$ 126,089 was recognized within “results from business combinations” in the income statement. Right after the purchase, the name of this subsidiary was changed to Braskem PP Americas. In January 2011, Braskem America was merged into its parent company Braskem PP Americas and its name was changed to Braskem America Inc. (Nota 1 (a.1)).

**(c) Unipar Comercial**

On May 10, 2010, the Company acquired 100% of the voting capital and control of Unipar Comercial. In this operation, the Company recognized a bargain purchase gain of R\$ 7,735 within “results from business combinations” in the income statement.

The information related to these business combinations was presented in the Company’s 2010 annual financial statements, in Note 5.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****4. Cash and cash equivalents**

|                        | <b>September/2011</b> | <b>Parent company<br/>December/2010</b> | <b>September/2011</b> | <b>Consolidated<br/>December/2010</b> |
|------------------------|-----------------------|---|-----------------------|---------------------------------------|
| Cash and banks         | 37,492                | 62,752                                  | 1,335,770             | 252,925                               |
| Financial investments: |                       |   |                       |                                       |
| In Brazil              | 1,221,298             | 2,181,690                               | 1,357,074             | 2,208,475                             |
| Abroad                 | 253,635               | 94,618                                  | 561,115               | 162,870                               |
| <b>Total</b>           | <b>1,512,425</b>      | <b>2,339,060</b>                        | <b>3,253,959</b>      | <b>2,624,270</b>                      |

This table was presented in the Company's 2010 annual financial statements, in Note 6.

**5. Financial investments**

|   | <b>September/2011</b> | <b>Parent company<br/>December/2010</b> | <b>September/2011</b> | <b>Consolidated<br/>December/2010</b> |
|---|-----------------------|---|-----------------------|---------------------------------------|
| <b>Held for trading</b>                     |                       |   |                       |                                       |
| Investments in FIQ Sol                      | 27,607                | 204,123                                 | 27,607                | 204,123                               |
| Investments in foreign currency             | 16,841                | 32,112                                  | 16,841                | 32,112                                |
| Shares                                      | 3,023                 | 84                                      | 3,023                 | 84                                    |
| <b>Loans and receivables</b>                |                       |   |                       |                                       |
| Investments in FIQ Sol                      | 137,152               |   | 137,152               |                                       |
| <b>Held to maturity</b>                     |                       |   |                       |                                       |
| Quotas of investment funds in credit rights | 30,793                | 28,706                                  | 30,793                | 28,706                                |
| Restricted deposits                         | 769                   |   | 2,022                 |                                       |
| <b>Total</b>                                | <b>216,185</b>        | <b>265,025</b>                          | <b>217,438</b>        | <b>265,025</b>                        |

Edgar Filing: BRASKEM SA - Form 6-K

|                       |                |                |                |                |
|-----------------------|----------------|----------------|----------------|----------------|
| In current assets     | 185,392        | 236,319        | 186,645        | 236,319        |
| In non-current assets | 30,793         | 28,706         | 30,793         | 28,706         |
| Total                 | <b>216,185</b> | <b>265,025</b> | <b>217,438</b> | <b>265,025</b> |

This table was presented in the Company's 2010 annual financial statements, in Note 7.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****6. Trade accounts receivable**

|                                 | <b>September/2011</b> | <b>Parent company<br/>December/2010</b> | <b>September/2011</b> | <b>Consolidated<br/>December/2010</b> |
|---------------------------------|-----------------------|---|-----------------------|---------------------------------------|
| Customers                       |                       |   |                       |                                       |
| Domestic market                 | 858,756               | 910,636                                 | 1,237,859             | 1,638,449                             |
| Foreign market                  | 969,333               | 438,245                                 | 1,633,279             | 587,661                               |
| Allowance for doubtful accounts | (213,224)             | (212,363)                               | (273,333)             | (269,159)                             |
| <b>Total</b>                    | <b>1,614,865</b>      | <b>1,136,518</b>                        | <b>2,597,805</b>      | <b>1,956,951</b>                      |
| In current assets               | 1,563,587             | 1,077,492                               | 2,544,199             | 1,894,648                             |
| In non-current assets           | 51,278                | 59,026                                  | 53,606                | 62,303                                |
| <b>Total</b>                    | <b>1,614,865</b>      | <b>1,136,518</b>                        | <b>2,597,805</b>      | <b>1,956,951</b>                      |

This table was presented in the Company's 2010 annual financial statements, in Note 8.

**7. Inventories**

|  | <b>Parent company<br/>September/2011</b> | <b>December/2010</b> | <b>September/2011</b> | <b>Consolidated<br/>December/2010</b> |
|--|--|----------------------|-----------------------|---------------------------------------|
| Finished goods and work in process             | 1,363,091                                | 1,012,891            | 2,350,010             | 1,876,290                             |
| Raw materials, production inputs and packaging | 493,280                                  | 621,158              | 697,504               | 781,594                               |
| Maintenance materials                          | 136,586                                  | 132,510              | 257,746               | 240,442                               |
| Advances to suppliers                          | 14,009                                   | 8,099                | 56,014                | 56,825                                |
| Imports in transit and other                   | 21,743                                   | 14,847               | 86,148                | 60,506                                |
| <b>Total</b>                                   | <b>2,028,709</b>                         | <b>1,789,505</b>     | <b>3,447,422</b>      | <b>3,015,657</b>                      |

This table was presented in the Company's 2010 annual financial statements, in Note 9.



**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****8. Related parties****(a) Parent company**

|                       | <b>Assets</b>         |                           | <b>Current liabilities</b> |                        | <b>Liabilities</b>                            |                        |
|-----------------------|-----------------------|---------------------------|----------------------------|------------------------|---|------------------------|
|                       | <b>Current assets</b> | <b>Non-current assets</b> | <b>Other accounts</b>      | <b>Related parties</b> | <b>Non-current liabilities Other accounts</b> | <b>Related parties</b> |
| <b>Subsidiaries</b>   |                       |                           |                            |                        |   |                        |
| Braskem America       | 3,581(i)              |                           |                            |                        |   |                        |
| Braskem Argentina     | 27,770(i)             |                           |                            |                        |   |                        |
| Braskem Chile         | 3,945(i)              |                           |                            |                        |   |                        |
| Braskem Distribuidora |                       |                           |                            |                        |   | 5,500(viii)            |
| Braskem Europa        | 175,048(i)            |                           |                            | 117,656(xiii)          |   | 162,260(xiii)          |
| Braskem Idesa         |                       | 71,331(vi)                |                            |                        |   |                        |
| Braskem Importação    |                       |                           |                            |                        |   | 119(xiii)              |
| Braskem Inc.          | 26,584(i)             | 6,475(vii)                | 2,444,521(ix)              | 71,804(xi)             | 3,085,169(xii)                                | 7,121 (xi)             |
| Braskem México        | 1(ii)                 |                           |                            |                        |   |                        |
| Cetrel                |                       |                           | 1,411(x)                   |                        |   |                        |
| Ideom                 | 186(i)                | 4,182(viii)               |                            |                        |   |                        |
| IQAG                  |                       |                           |                            |                        |   | 520(xiii)              |
| Lantana               |                       | 53(viii)                  |                            |                        |   |                        |
| Politeno              |                       |                           |                            |                        |   |                        |
| Empreendimentos       |                       | 2(viii)                   |                            |                        |   |                        |
| Quantiq               | 20,155(iii)           | 14,237(viii)              | 433(x)                     |                        |   |                        |
| Quattor               | 36,872(i)             | 907,300(v)                | 1,900(x)                   |                        |   |                        |
| Riopol                | 6,570(i)              | 738,799(vi)               | 3,382(x)                   |                        |   | 98,401(xiii)           |
|                       | <b>300,712</b>        | <b>1,742,379</b>          | <b>2,451,647</b>           | <b>189,460</b>         | <b>3,085,169</b>                              | <b>273,921</b>         |

**Jointly-controlled subsidiaries**

|            |          |
|------------|----------|
| Propilur   | 3(ii)    |
| Polimerica | 5(ii)    |
|            | <b>8</b> |

**Associate**

|          |              |
|----------|--------------|
| Borealis | 3,690(i)     |
|          | <b>3,690</b> |

**Related companies**

|  |               |                          |
|--|---------------|--------------------------|
| Construtora Norberto Odebrecht ("CNO") |               | 41(x)                    |
| Petrobras                              | 28,460(i)     | 57,020(vii) 1,509,702(x) |
| Refinaria Alberto Pasqualini ("Refap") | 33(i)         | 98,238(x)                |
| Other                                  | 1,066(i)      |                          |
|  | <b>29,559</b> | <b>57,020 1,607,981</b>  |

**Specific Purpose Entity**

|         |                  |
|---------|------------------|
| FIQ Sol | 1,250,086(iv)    |
|         | <b>1,250,086</b> |

|                              |                  |                  |                  |                |                  |                |
|------------------------------|------------------|------------------|------------------|----------------|------------------|----------------|
| <b>At September 30, 2011</b> | <b>1,584,055</b> | <b>1,799,399</b> | <b>4,059,628</b> | <b>189,460</b> | <b>3,085,169</b> | <b>273,921</b> |
| <b>At December 31, 2010</b>  | <b>2,535,725</b> | <b>2,408,371</b> | <b>913,958</b>   | <b>64,517</b>  | <b>3,038,265</b> | <b>83,739</b>  |

- (i) Amounts in "trade accounts receivable" R\$ 287,545 and in "other receivables": R\$ 26,260
- (ii) Amounts in "other receivables".
- (iii) Amount in "trade accounts receivable": R\$ 11,889 and in "dividends and interest on capital receivable": R\$ 8,266
- (iv) Amounts in "cash and cash equivalents": R\$ 1,085,328 and in "financial investments": R\$ 164,758
- (v) Amount in "related parties" related to current accounts: R\$ 257,661 and in "advance for future capital increase": R\$ 649,639
- (vi) Amount in "related parties" related to "advance for future capital increase".
- (vii) Amounts in "related parties" related to loan agreements subject to TJLP + interest of 2% per year.
- (viii) Amounts in "related parties" related to current accounts.
- (ix) Amounts in "trade payables": R\$ 1,707,323 and in "borrowings", subject to exchange variation + interest between 7.00% and 11.0% per year: R\$ 737,198
- (x) Amounts in "trade payables".
- (xi) Amounts in "related parties" related to taxes payable, subject to exchange variation.
- (xii) Amounts in "borrowings", subject to exchange variation + interest between 7.00% and 11.0% per year.
- (xiii) Amounts in "related parties" related to advances for export, subject to exchange variation + semiannual Libor + interest of 1.4% per year.



**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated**

|                                     | <b>Income statement transactions from January 1 to September 30, 2011</b> |   |  | <b>Cost of<br/>production/general and<br/>administrative<br/>expenses</b> |
|-------------------------------------|---|---|--|---|
|                                     | <b>Sales of products</b>  | <b>Purchases of<br/>raw materials, services<br/>and utilities</b> | <b>Financial<br/>income<br/>(expenses)</b> |   |
| <b>Subsidiaries</b>                 |   |   |  |   |
| Braskem America                     | 3,603   |   | 420  |   |
| Braskem Argentina                   | 27,202  |   | 6,001                                      |   |
| Braskem Chile                       | 3,777   |   | 6,292                                      |   |
| Braskem Distribuidora               |   |   | (47)                                       |   |
| Braskem Europa                      | 171,939   |   | 20,510                                     |   |
| Braskem Idesa                       |   |   | (1,822)                                    |   |
| Braskem Importação                  |   |   | (2)  |   |
| Braskem Inc.                        | 26,584  | 1,706,891   | (642,046)                                  |   |
| Braskem Participações               |   |   | 1  |   |
| Cetrel                              |   | 1,376   |  |   |
| Ideom                               | 156   |   | 166  |   |
| IQAG                                |   |   | (4)  |   |
| ISATEC                              |   |   | 55   |   |
| Politeno                            |   |   | 1  |   |
| Quantiq                             | 11,910  | 433   | 399  |   |
| Quattor                             | 36,518  | 1,754   | 15,005                                     |   |
| Riopol                              | 6,304   | 3,382   | 1,220                                      |   |
|                                     | <b>287,993</b>  | <b>1,713,836</b>  | <b>(593,851)</b>                           |   |
| <b>Associates</b>                   |   |   |  |   |
| Borealis                            | 3,677   |   |  |   |
|                                     | <b>3,677</b>  |   |  |   |
| <b>Related companies</b>            |   |   |  |   |
| BRK Investimentos                   |   |   |  |   |
| Petroquímicos S.A. ("BRK")          |   |   | (11)                                       |   |
| CNO                                 |   | 41  |  |   |
| Odebrecht                           |   |   | 13   |   |
| Petrobras                           | 340   | 1,510,012   | 3,278                                      |   |
| Refap                               |   | 98,519  |  |   |
|                                     | <b>340</b>  | <b>1,608,572</b>  | <b>3,280</b>                               |   |
| <b>Post-employment benefit plan</b> |   |   |  |   |

|  |                  |                  |                  |                       |
|--|------------------|------------------|------------------|-----------------------|
| Odebrecht Previdência Privada<br>("Odeprev") |                  |                  |                  | 7,688<br><b>7,688</b> |
| <b>At September 30, 2011</b>                 | <b>292,010</b>   | <b>3,322,408</b> | <b>(590,571)</b> | <b>7,688</b>          |
| <b>At September 30, 2010</b>                 | <b>1,495,367</b> | <b>6,092,161</b> | <b>126,211</b>   | <b>8,587</b>          |

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****(b) Consolidated**

|  | <b>Current<br/>assets</b> | <b>Assets<br/>Non-current<br/>assets</b> | <b>Current<br/>liabilities</b> | <b>Liabilities<br/>Non-current<br/>liabilities</b> |
|--|---------------------------|--|--------------------------------|--|
| <b>Subsidiary</b>                      |                           |  |                                |  |
| Braskem Idesa                          |                           |  |                                | 38,870(v)<br><b>38,870</b>                         |
| <b>Jointly-controlled subsidiaries</b> |                           |  |                                |  |
| Propilsur                              | 2(ii)                     |  |                                | 17,387(v)  |
| Polimerica                             | 2(ii)                     |  |                                | 12,451(v)  |
|  | <b>4</b>                  |  |                                | <b>29,838</b>                                      |
| <b>Associate</b>                       |                           |  |                                |  |
| Borealis                               | 3,690(i)                  |  |                                |  |
|  | <b>3,690</b>              |  |                                |  |
| <b>Related companies</b>               |                           |  |                                |  |
| CNO                                    |                           |  | 41(iv)                         |  |
| Petrobras                              | 153,955(i)                | 57,020(iii)                              | 2,057,313(iv)                  |  |
| Refap                                  | 33(i)                     |  | 98,237(iv)                     |  |
| Other                                  | 1,065(i)                  |  |                                |  |
|  | <b>155,053</b>            | <b>57,020</b>                            | <b>2,155,591</b>               |  |
| <b>At September 30, 2011</b>           | <b>158,747</b>            | <b>57,020</b>                            | <b>2,155,591</b>               | <b>68,708</b>                                      |
| <b>At December 31, 2010</b>            | <b>157,930</b>            | <b>53,742</b>                            | <b>674,490</b>                 | <b>31,386</b>                                      |

(i) **Amounts** in “trade accounts receivable”: R\$ 52,113 and in “other receivables”: R\$ 106,630

(ii) Amounts in “other receivables”.

(iii) Amounts in “related parties” related to loan agreements subject to TJLP + interest of 2% per year.

(iv) Amounts in “trade payables”.

- (v) Amounts in “related parties” related to “advance for future capital increase” made by other shareholders.

Braskem S.A.

Notes to the quarterly information

at September 30, 2011

All amounts in R\$ thousands unless otherwise stated

|                                      | <b>Income statement transactions from January 1 to September 30, 2011</b> |   |  |   |
|--------------------------------------|---|---|--|---|
|                                      | <b>Sales of products</b>  | <b>Purchases of<br/>raw<br/>materials,<br/>services and<br/>utilities</b> | <b>Financial<br/>income<br/>(expenses)</b> | <b>Cost of<br/>production/general<br/>and<br/>administrative<br/>expenses</b> |
| <b>Jointly-controlled subsidiary</b> |   |   |  |   |
| RPR                                  | 73  |   | (56)                                       |   |
|                                      | <b>73</b>   |   | <b>(56)</b>                                |   |
| <b>Associate</b>                     |   |   |  |   |
| Borealis                             | 3,677   |   |  |   |
|                                      | <b>3,677</b>  |   |  |   |
| <b>Related companies</b>             |   |   |  |   |
| BRK                                  |   |   | (11)                                       |   |
| CNO                                  |   | 41  |  |   |
| Odebrecht                            |   |   | 13   |   |
| Petrobras                            | 12,174  | 2,057,665   | 3,278                                      |   |
| Refap                                |   | 98,519  |  |   |
|                                      | <b>12,174</b>   | <b>2,156,225</b>  | <b>3,280</b>                               |   |
| <b>Post-employment benefit plan</b>  |   |   |  |   |
| Odeprev                              |   |   |  | 10,321  |
|                                      |   |   |  | <b>10,321</b>   |
| <b>At September 30, 2011</b>         | <b>15,924</b>   | <b>2,156,225</b>  | <b>3,224</b>                               | <b>10,321</b>   |
| <b>At September 30, 2010</b>         | <b>1,069,616</b>  | <b>6,538,468</b>  | <b>(2,339)</b>                             | <b>8,587</b>  |

(c) Key management personnel



| <b>Non-current liabilities</b>                | <b>September/2011</b> | <b>December/2010</b> |
|---|-----------------------|----------------------|
| Long-term incentives                          | 3,850                 | 5,372                |
| <b>Total</b>                                  | <b>3,850</b>          | <b>5,372</b>         |
| <br>  |                       |                      |
| <b>Income statement transactions</b>          | <b>9M11</b>           | <b>9M10</b>          |
| <b>Remuneration</b>                           |                       |                      |
| Short-term benefits to employees and managers | 28,030                | 23,844               |
| Post-employment benefit                       | 169                   | 196                  |
| Benefits on contract termination              |                       | 36                   |
| Long-term incentives                          | 1,111                 | 964                  |
| <b>Total</b>                                  | <b>29,310</b>         | <b>25,040</b>        |

The Company carries out transactions with related parties in the ordinary course of its operations and activities. The Company believes that all the conditions set forth in the contracts with related parties meet the Company's interests. To ensure that these contracts present terms and conditions that are as favorable to the Company as those it would enter into with any other third parties is a permanent objective of Braskem's management.

This table was presented in the Company's 2010 annual financial statements, in Note 10.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****9. Taxes recoverable**

|   | September/2011   | Parent company<br>December/2010 | September/2011   | Consolidated<br>December/2010 |
|---|------------------|---------------------------------|------------------|-------------------------------|
| Excise tax (IPI)  | 28,655           | 26,008                          | 30,639           | 29,128                        |
| Value-added tax on sales and services (ICMS) (a)                                  | 631,623          | 795,390                         | 1,025,001        | 1,211,256                     |
| Social Integration Program (PIS) and Social Contribution on Revenues (COFINS) (b) | 339,091          | 206,829                         | 518,419          | 326,005                       |
| PIS and COFINS – Law No. 9,718/98   | 134,620          | 115,362                         | 134,620          | 115,362                       |
| PIS – Decree-Laws No. 2,445 and No. 2.449/88 (c)                                  | 161,317          | 55,194                          | 161,439          | 55,317                        |
| Income tax and social contribution  | 219,592          | 125,151                         | 351,274          | 220,525                       |
| Tax on Net Income (ILL) (d)   | 21,049           | 61,126                          | 21,049           | 61,126                        |
| Other   | 140,777          | 112,406                         | 196,692          | 124,561                       |
| <b>Total</b>  | <b>1,676,724</b> | <b>1,497,466</b>                | <b>2,439,133</b> | <b>2,143,280</b>              |
| Current assets  | 833,336          | 400,969                         | 1,184,384        | 698,879                       |
| Non-current assets  | 843,388          | 1,096,497                       | 1,254,749        | 1,444,401                     |
| <b>Total</b>  | <b>1,676,724</b> | <b>1,497,466</b>                | <b>2,439,133</b> | <b>2,143,280</b>              |

**(a) ICMS**

One of the main actions aimed at speeding up the use of the ICMS credits is the Agreement entered into with the State of Bahia in November 2009 that ensures the effective implementation of State Decree No. 11,807 of October 27, 2009, which (i) gradually reduced the effective ICMS rate on domestic naphtha acquired in that same state from 17% to 5.5% and, subsequently, allowed for the use of the credits from April 2011; and (ii) established that the amount of

R\$ 9,100 per month can be deducted from the debt balance between April 2011 and March 2014, and the amount of R\$ 5,907 per month between April 2014 and March 2018.

**(b) PIS and COFINS**

This account includes PIS and COFINS credits on the acquisition of property, plant and equipment items, the changes in which in the period total R\$ 89,103, particularly the project for the expansion of the PVC plant in the State of Alagoas and the scheduled stoppages for maintenance.

**(c) PIS – Decree-Laws No. 2,445 and No. 2,449/88**

In the quarter, the Company recognized credits in the amount of R\$ 91,431 as a result of the final and unappealable decision on lawsuits filed by Braskem and its merged companies. This amount will be used to offset future payments of federal taxes.

**(d) Tax on Net Income - ILL**

In May 2011, the Company offset the amount of R\$ 48,299 with federal taxes due.

This table was presented in the Company's 2010 annual financial statements, in Note 11.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****10. Judicial deposits – Non-current assets**

|                               | <b>September/2011</b> | <b>Parent company<br/>December/2010</b> | <b>September/2011</b> | <b>Consolidated<br/>December/2010</b> |
|-------------------------------|-----------------------|---|-----------------------|---------------------------------------|
| Judicial deposits             |                       |   |                       |                                       |
| Tax contingencies             | 80,784                | 110,757                                 | 95,487                | 110,764                               |
| Labor contingencies and other | 92,800                | 117,131                                 | 105,915               | 139,431                               |
| <b>Total</b>                  | <b>173,584</b>        | <b>227,888</b>                          | <b>201,402</b>        | <b>250,195</b>                        |

This table was presented in the Company's 2010 annual financial statements, in Note 12.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****11. Investments****(a) Information on investments**

| <b>(a.1) Investments of the parent company</b> |       | <b>Interest in total capital (%)</b> | <b>Adjusted net profit (loss) for the period</b> |             | <b>Parent company Adjusted equity</b> |                       |
|--|-------|--------------------------------------|--|-------------|---------------------------------------|-----------------------|
|  |       |                                      | <b>September/2011</b>                            | <b>9M11</b> | <b>9M10</b>                           | <b>September/2011</b> |
| <b>Subsidiaries</b>                            |       |                                      |  |             |                                       |                       |
| Braskem America                                | (i)   |                                      |  | 36,425      |                                       | 451,068               |
| Braskem America                                | (ii)  | 100.00                               | (6,071)  |             | 507,913                               |                       |
| Braskem Argentina                              |       | 96.77                                | 41   | 891         | 5,244                                 | 5,203                 |
| Braskem Chile                                  |       | 99.02                                | (52)   | 236         | 1,526                                 | 1,578                 |
| Braskem Distribuidora                          |       | 100.00                               | 7,952  | (2,376)     | 93,527                                | 85,575                |
| Braskem Europa                                 |       | 100.00                               | 12,267   | 8,791       | 507,469                               | 84,871                |
| Braskem Finance                                |       | 100.00                               | (122,308)  | 9,215       | (91,274)                              | 31,034                |
| Braskem Idesa                                  |       | 65.00                                | (8,311)  | (2,783)     | 45,608                                | 51,654                |
| Braskem Importação                             |       | 0.04                                 | 4  | 9           | 203                                   | 199                   |
| Braskem Inc.                                   |       | 100.00                               | (27,955)   | (42,455)    | 178,379                               | 167,949               |
| Braskem Participações                          |       | 100.00                               | 1,965  | (1,714)     | 2,988                                 | 957                   |
| Braskem Petroquímica                           |       | 100.00                               | 33,473   | (184,372)   | 910,840                               | 860,791               |
| CINAL  | (iii) |                                      |  | (749)       |                                       |                       |
| Cetrel   | (iv)  | 52.98                                | 31,892   |             | 292,327                               |                       |
| Ideom  |       | 100.00                               | (13,976)   | (9,729)     | 8,808                                 | (917)                 |
| IQAG   |       | 0.12                                 | 128  | 534         | 1,690                                 | 1,562                 |
| ISATEC   | (v)   |                                      |  | (1,318)     |                                       | (77)                  |
| Petroquímica Chile                             |       | 97.96                                | 1,083  | 1,016       | 6,769                                 | 5,686                 |
| Politeno Empreendimentos                       |       | 99.98                                | 18   | (27)        | 31                                    | (20)                  |
| Quantiq  |       | 99.90                                | 22,759   | 12,824      | 223,264                               | 102,059               |
| Quattor  |       | 96.96                                | 60,966   | (158,715)   | 2,734,011                             | 2,129,820             |
| Riopol   |       | 100.00                               | 47,209   | (173,075)   | 1,748,364                             | 1,687,047             |

|   |      |       |        |        |         |         |
|---|------|-------|--------|--------|---------|---------|
| Unipar Comercial  | (vi) |       |        | 9,345  |         | 38,973  |
| <b>Jointly-controlled subsidiary</b>  |      |       |        |        |         |         |
| RPR   |      | 33.20 | 11,721 | 44,402 | 115,110 | 47,679  |
| <b>Associates</b>   |      |       |        |        |         |         |
| Borealis Brasil S.A.<br>("Borealis")  |      | 20.00 | 7,533  | 15,078 | 142,075 | 130,940 |
| Companhia de<br>Desenvolvimento<br>Rio Verde ("Codeverde")                            |      | 35.97 | 1,561  | (596)  | 66,606  | 83,546  |
| Cetrel  | (iv) |       |        | 27,639 |         | 254,785 |
| Sansuy Administração,<br>Participação,<br>Representação e Serviços Ltda<br>("Sansuy") |      | 20.00 | (12)   | (10)   | 1,958   | 1,972   |

- (i) Subsidiary merged into Braskem PP Americas, Inc. in January 2011 (Note 1 (a.1)).
- (ii) Current name of Braskem PP Americas (Note 1 (a.1)).
- (iii) Company merged into the Company in December 2010.
- (iv) Change from associate to subsidiary due to a new interpretation of the By-laws (Note 2.3 (vi)).
- (v) Company sold in May 2011 (Note 1 (a.3)).
- (vi) Company merged into Quantiq in January 2011 (Note 1 (a.2)).

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated**

|  | <b>Interest in<br/>total capital (%)<br/>September/2011</b> | <b>Adjusted net profit (loss)<br/>for the period</b> |             | <b>Parent company<br/>Adjusted equity</b> |                      |
|--|---|--|-------------|---|----------------------|
|  |   | <b>9M11</b>  | <b>9M10</b> | <b>September/2011</b>                     | <b>December/2010</b> |
| <b>(a.2) Investments of subsidiaries</b> |   |  |             |   |                      |
| <b>Braskem America</b>                   |   |  |             |   |                      |
| Braskem America Finance                  | 100.00  | 74   |             | (2,846)                                   |                      |
| <b>Braskem Chile</b>                     |   |  |             |   |                      |
| Braskem Argentina                        | 3.17  | 41   | 891         | 5,244                                     | 5,203                |
| Petroquímica Chile                       | 2.03  | 1,083  | 1,016       | 6,769                                     | 5,686                |
| <b>Braskem Distribuidora</b>             |   |  |             |   |                      |
| Braskem Importação                       | 99.96   | 4  | 9           | 203                                       | 199                  |
| Braskem Argentina                        | 0.06  | 41   | 891         | 5,244                                     | 5,203                |
| Lantana                                  | 96.34   | 8,856  | (2,213)     | 87,266                                    | 78,410               |
| <b>Braskem Europa</b>                    |   |  |             |   |                      |
| Braskem Germany                          | 100.00  | (39)   |             | 206,285                                   |                      |
| Propilsur                                | 49.00   | (658)  | (3,566)     | 85,099                                    | 86,313               |
| Polimerica                               | 49.00   | (130)  | (2,159)     | 59,663                                    | 57,067               |
| <b>Braskem Idesa</b>                     |   |  |             |   |                      |
| Braskem Idesa Serviços                   | 100.00  | 253  |             | 1,931                                     |                      |
| <b>Braskem Importação</b>                |   |  |             |   |                      |
| Braskem Mexico                           | 0.03  | 1,703  |             | 2,998                                     | 1,052                |
| <b>Braskem Inc.</b>                      |   |  |             |   |                      |
| Braskem Chile                            | 0.98  | (52)   | 236         | 1,526                                     | 1,578                |
| Lantana                                  | 3.66  | 8,856  | (2,213)     | 87,266                                    | 78,410               |

## Edgar Filing: BRASKEM SA - Form 6-K

|                              |        |        |           |           |           |
|------------------------------|--------|--------|-----------|-----------|-----------|
| Petroquímica Chile           | 0.01   | 1,083  | 1,016     | 6,769     | 5,686     |
| <b>Braskem Participações</b> |        |        |           |           |           |
| Braskem México               | 99.97  | 1,703  |           | 2,998     | 1,052     |
| Politeno                     |        |        |           |           |           |
| Empreendimentos              | 0.02   | 18     | (27)      | 31        | (20)      |
| Quantiq                      | 0.10   | 22,759 | 12,824    | 223,264   | 102,059   |
| <b>Braskem</b>               |        |        |           |           |           |
| <b>Petroquímica</b>          |        |        |           |           |           |
| Quattor                      | 3.04   | 60,966 | (158,715) | 2,734,011 | 2,129,820 |
| Cetrel                       | 1.25   | 31,892 |           | 292,327   |           |
| <b>Common</b>                |        |        |           |           |           |
| Norfolk                      | 100.00 | 7,716  | 628       | 60,708    | 52,992    |
| <b>Quantiq</b>               |        |        |           |           |           |
| IQAG                         | 99.88  | 128    | 534       | 1,690     | 1,562     |
| <b>Quattor</b>               |        |        |           |           |           |
| Common                       | 100.00 | 1,096  | 926       | 6,809     | 5,713     |

|                   |     | <b>Interest in<br/>total capital (%)<br/>September/2011</b> | <b>Adjusted net profit<br/>(loss) for the period</b> |             | <b>Consolidated<br/>Adjusted equity</b> |
|-------------------|-----|---|--|-------------|---|
|                   |     |   | <b>9M11</b>  | <b>9M10</b> | <b>September/2011</b>                   |
|                   |     |   |  |             | <b>December/2010</b>                    |
| <b>Associates</b> |     |   |  |             |   |
| Borealis          |     | 20.00   | 7,533  | 15,078      | 142,075                                 |
| Cetrel            | (i) |   |  | 27,639      | 130,940                                 |
| Codeverde         |     | 35.97   | 1,561  | (596)       | 254,785                                 |
| Sansuy            |     | 20.00   | (12)   | (10)        | 83,546                                  |
|                   |     |   |  |             | 1,972                                   |

(i) Change from associate to subsidiary due to a new interpretation of the By-laws (Note 2.3 (vi)).



## Braskem S.A.

## Notes to the quarterly information

at September 30, 2011

All amounts in R\$ thousands unless otherwise stated

## (b) Movements in investments in subsidiaries, jointly-controlled subsidiaries and associates

|   | Balance at<br>December/2010 | Merger   | Capital<br>increase<br>(decrease) | Dividends<br>and<br>interest<br>on capital | Equity in results of<br>investees<br>Effect of<br>results | Adjustment<br>of profit in<br>inventories | Goodwill<br>amortization | Interest<br>gain<br>(loss) | Prov<br>for I<br>/ C |
|---|-----------------------------|----------|-----------------------------------|--|---|---|--------------------------|----------------------------|----------------------|
| <b>Subsidiaries and jointly-controlled subsidiaries</b> |                             |          |                                   |  |   |   |                          |                            |                      |
| <b>Domestic subsidiaries</b>                            |                             |          |                                   |  |   |   |                          |                            |                      |
| Braskem   |                             |          |                                   |  |   |   |                          |                            |                      |
| Distribuidora Braskem                                   | 85,575                      |          |                                   |  | 7,952   |   |                          |                            |                      |
| Braskem Participações                                   | 957                         |          | 53                                |  | 1,965   |   |                          |                            |                      |
| Braskem Petroquímica                                    | 726,288                     |          |                                   |  | 33,473  |   | (2,577)                  | 16,576                     |                      |
| Cetrel (i)  |                             |          |                                   | (25)                                       | 17,004  |   | (1,515)                  | 2,306                      | 13                   |
| Ideom   |                             |          | 23,701                            |  | (13,976)  |   |                          |                            | 0                    |
| ISATEC  | (77)                        |          | 4,110                             |  |   |   |                          |                            | (1                   |
| Politeno  |                             |          | 35                                |  | 18  |   |                          |                            |                      |
| Quantiq   | 100,696                     | 44,230   | 61,100                            |  | 22,759  |   |                          |                            |                      |
| Quattor   | 3,109,681                   |          | 543,224                           |  | 59,112  | (8,274)                                   | (69,063)                 | (16,521)                   |                      |
| Riopol  | 1,687,047                   |          | 14,108                            |  | 47,209  | (2,159)                                   |                          |                            |                      |
| RPR   | 13,777                      |          |                                   | (2,811)                                    | 3,892   |   |                          |                            |                      |
| UNIPAR  |                             |          |                                   |  |   |   |                          |                            |                      |
| Comercial (ii)  | 44,495                      | (44,230) |                                   |  | (265)   |   |                          |                            |                      |
|   | <b>5,768,439</b>            |          | <b>646,331</b>                    | <b>(2,836)</b>                             | <b>179,143</b>  | <b>(10,433)</b>                           | <b>(73,155)</b>          | <b>2,361</b>               | <b>12</b>            |
| <b>Foreign subsidiaries</b>                             |                             |          |                                   |  |   |   |                          |                            |                      |

|                               |                  |           |                  |                |                 |                 |                 |              |              |
|-------------------------------|------------------|-----------|------------------|----------------|-----------------|-----------------|-----------------|--------------|--------------|
| Braskem America<br>(iii)      | 451,068          | (451,068) |                  |                |                 |                 |                 |              |              |
| Braskem America<br>(iv)       |                  | 451,068   |                  |                | (6,071)         |                 |                 |              |              |
| Braskem<br>Argentina          | 5,203            |           |                  |                | 41              |                 |                 |              |              |
| Braskem Chile                 | 1,578            |           |                  |                | (52)            |                 |                 |              |              |
| Braskem Europa                | 84,871           |           | 415,168          |                | 12,267          |                 |                 |              |              |
| Braskem Idesa                 | 33,575           |           |                  |                | (5,402)         |                 |                 |              |              |
| Braskem Inc.                  | 167,948          |           |                  |                | (27,955)        |                 |                 |              |              |
| Braskem Finance               | 31,034           |           |                  |                | (31,034)        |                 |                 |              |              |
| Petroquímica<br>Chile         | 5,686            |           |                  |                | 1,083           |                 |                 |              |              |
|                               | <b>780,963</b>   |           | <b>415,168</b>   |                | <b>(57,123)</b> |                 |                 |              |              |
| <b>Total<br/>subsidiaries</b> | <b>6,549,402</b> |           | <b>1,061,499</b> | <b>(2,836)</b> | <b>122,020</b>  | <b>(10,433)</b> | <b>(73,155)</b> | <b>2,361</b> | <b>12</b>    |
| <b>Associates</b>             |                  |           |                  |                |                 |                 |                 |              |              |
| Borealis                      | 26,188           |           |                  |                | 2,227           |                 |                 |              |              |
| Codeverde                     |                  |           | (6,600)          |                |                 |                 |                 |              |              |
| Cetrel (i)                    | 131,722          |           |                  |                |                 |                 |                 |              | (131)        |
| <b>Total associates</b>       | <b>157,910</b>   |           | <b>(6,600)</b>   |                | <b>2,227</b>    |                 |                 |              | <b>(125)</b> |

(i) Company fully consolidated as from the first half of 2011 (Note 2.3 (vii)).

(ii) Company merged into Quantiq in January 2011 (Note 1 (a.2)).

(iii) Company merged into Braskem PP Americas, Inc. in January 2011 (Note 1 (a.1)).

(iv) Current name of Braskem PP Americas (Note 1 (a.1)).

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****(c) Breakdown of equity results**

|   |                 | <b>Parent company</b> |                |                | <b>Consolidated</b> |               |
|---|-----------------|-----------------------|----------------|----------------|---------------------|---------------|
|   | <b>9M11</b>     |                       | <b>9M10</b>    |                | <b>9M11</b>         | <b>9M10</b>   |
| Equity in results of subsidiaries and jointly-controlled subsidiaries | 111,587         |                       | 128,375        | (263)          |                     | 7,130         |
| Equity in results of associates                                       | 2,227           |                       | 20,311         | 1,872          |                     | 20,885        |
| Amortization of goodwill  | (73,155)        | (i)                   | (2,619)        | (4,092)        | (i)                 | (2,860)       |
| Provision for losses on investments                                   | (92,320)        | (ii)                  | (8,025)        | (18)           |                     |               |
| Dividends received from other investments / other                     | 476             |                       |                | 450            |                     |               |
|   | <b>(51,185)</b> |                       | <b>138,042</b> | <b>(2,051)</b> |                     | <b>25,155</b> |

(i) The amortization of the goodwill on the assets and liabilities from the business combinations of Quattor, amounting to R\$ 69,063, is distributed among the following accounts in the consolidated income statement: “net sales revenue”, amounting to R\$ 13,250, “cost of products sold”, amounting to R\$ 71,890, “general and administrative expenses”, amounting to R\$ 68 and “financial results”, amounting to R\$ 19,433. The effect of deferred income tax and social contribution was R\$ 35,578.

The amortization of goodwill on property, plant and equipment includes the amount of R\$ 4,092 of the subsidiaries Braskem Petroquímica and Cetrel.

- (ii) Includes a provision for loss of the subsidiary Braskem Finance in the amount of R\$ 91,274.

The information related to investments was presented in the Company's 2010 annual financial statements, in Note 13.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****12. Property, plant and equipment**

|  | <b>September/2011</b> |   |                   | <b>Consolidated<br/>December/2010</b> |   |                   |
|--|-----------------------|---|-------------------|---------------------------------------|---|-------------------|
|  | <b>Cost</b>           | <b>Accumulated<br/>depreciation/depletion</b> | <b>Net</b>        | <b>Cost</b>                           | <b>Accumulated<br/>depreciation/depletion</b> | <b>Net</b>        |
| Land   | 417,130               |   | 417,130           | 417,475                               |   | 417,475           |
| Buildings and<br>improvements                | 1,854,871             | (663,930)                                     | 1,190,941         | 1,806,090                             | (614,967)                                     | 1,191,123         |
| Machinery,<br>equipment and<br>installations | 23,188,703            | (7,762,601)                                   | 15,426,102        | 22,615,610                            | (6,676,242)                                   | 15,939,368        |
| Projects in<br>progress                      | 1,941,972             |   | 1,941,972         | 1,269,547                             |   | 1,269,547         |
| Other  | 1,448,563             | (358,287)                                     | 1,090,276         | 1,037,491                             | (305,313)                                     | 732,178           |
| Impairment                                   | (180,311)             |   | (180,311)         | (183,419)                             |   | (183,419)         |
| <b>Total<br/>Consolidated</b>                | <b>28,670,928</b>     | <b>(8,784,818)</b>                            | <b>19,886,110</b> | <b>26,962,794</b>                     | <b>(7,596,522)</b>                            | <b>19,366,272</b> |
| <b>Total Parent<br/>Company</b>              | <b>19,000,279</b>     | <b>(7,666,257)</b>                            | <b>11,334,022</b> | <b>18,030,241</b>                     | <b>(6,930,057)</b>                            | <b>11,100,184</b> |

This table was presented in the Company's 2010 annual financial statements, in Note 14.

The projects in progress mainly relate to operating improvements to increase the economic useful life of machinery and equipment and to the expansion projects, particularly the expansion of the PVC plant in the State of Alagoas, and

the construction of a new butadiene plant in the State of Rio Grande do Sul.

### Impairment test for fixed assets

There were no significant events or circumstances in the period ended September 30, 2011 that indicate the need for an impairment test on the fixed assets.

### 13. Intangible assets

|  | September/2011   |                             |                  | Consolidated<br>December/2010 |                             |                  |
|--|------------------|-----------------------------|------------------|-------------------------------|-----------------------------|------------------|
|  | Cost             | Accumulated<br>amortization | Net              | Cost                          | Accumulated<br>amortization | Net              |
| Goodwill based on<br>future profitability    | 3,246,668        | (1,182,961)                 | 2,063,707        | 3,246,668                     | (1,182,961)                 | 2,063,707        |
| Trademarks and<br>patents                    | 208,540          | (91,999)                    | 116,541          | 220,343                       | (83,132)                    | 137,211          |
| Software and use<br>rights                   | 486,549          | (197,429)                   | 289,120          | 425,291                       | (152,609)                   | 272,682          |
| Contracts with<br>customers and<br>suppliers | 644,447          | (80,009)                    | 564,438          | 644,447                       | (38,865)                    | 605,582          |
| <b>Total Consolidated</b>                    | <b>4,586,204</b> | <b>(1,552,398)</b>          | <b>3,033,806</b> | <b>4,536,749</b>              | <b>(1,457,567)</b>          | <b>3,079,182</b> |
| <b>Total Parent<br/>Company</b>              | <b>3,692,483</b> | <b>(1,436,722)</b>          | <b>2,255,761</b> | <b>3,685,984</b>              | <b>(1,405,873)</b>          | <b>2,280,111</b> |

13.

This table was presented in the Company's 2010 annual financial statements, in Note 15.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****Impairment test of intangible assets with an indefinite useful life**

In December 2010, the Company tested intangible assets for impairment and did not identify any losses. The projection of cash flows used was for 5 years from December 2010. The assumptions used to determine the amount using the discounted cash flow method include: projections of cash flows based on estimates of business for future cash flows, discounted rates based on the Weighted Average Cost of Capital (WACC) and growth rates to determine the perpetuity based on annual inflation rate according to the Broad Consumer Price Index (“IPCA”).

There were no significant events or circumstances in the period ended September 30, 2011 that indicate the need for an impairment test on the intangible assets with an indefinite useful life.

**14. Other payables**

|                         | <b>Parent company</b> |                      | <b>Consolidated</b>   |                      |
|-------------------------|-----------------------|----------------------|-----------------------|----------------------|
|                         | <b>September/2011</b> | <b>December/2010</b> | <b>September/2011</b> | <b>December/2010</b> |
| Credit notes            | 108                   | 828                  | 203                   | 6,365                |
| Commissions             | 26,566                | 1,026                | 27,288                | 4,823                |
| Lease agreements        | 5,754                 | 13,187               | 20,092                | 27,693               |
| Trade notes             | 231,390               | 226,894              | 248,487               | 230,085              |
| Labor agreements (i)    | 1,231                 | 72,437               | 3,248                 | 83,875               |
| Other payables          | 28,539                | 49,130               | 110,977               | 133,085              |
| <b>Total</b>            | <b>293,588</b>        | <b>363,502</b>       | <b>410,295</b>        | <b>485,926</b>       |
| Current liabilities     | 53,179                | 125,935              | 139,324               | 233,322              |
| Non-current liabilities | 240,409               | 237,567              | 270,971               | 252,604              |

|              |                |                |                |                |
|--------------|----------------|----------------|----------------|----------------|
| <b>Total</b> | <b>293,588</b> | <b>363,502</b> | <b>410,295</b> | <b>485,926</b> |
|--------------|----------------|----------------|----------------|----------------|

(i) In March and September 2011, the Company made the payment of the second and third installments of the labor agreement entered into between Braskem, Braskem Petroquímica and the Labor Union in the Petrochemical, Chemical, Plastic and Related Industries and Companies of the State of Bahia to end the litigation related to the collective bargaining agreement (“Clause 4”).

This table was presented in the Company’s 2010 annual financial statements, in Note 16.



**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****15. Borrowings**

|  | <b>Annual financial charges</b>           |   | <b>Consolidated</b>   |                      |
|--|---|---|-----------------------|----------------------|
|  | <b>Monetary adjustment</b>                | <b>Average interest rates (unless otherwise stated)</b> | <b>September/2011</b> | <b>December/2010</b> |
| <b><u>Foreign currency</u></b>                     |   |   |                       |                      |
| Eurobonds  | Note 15 (a)                               | Note 15 (a)   | 5,965,116             | 3,927,712            |
| Advances on exchange contracts                     | US dollar exchange variation              | 1.61%   | 148,378               |                      |
| Export prepayments                                 | Note 15 (b)                               | Note 15 (b)   | 1,782,307             | 2,287,738            |
| Medium-Term Notes (ii)                             | US dollar exchange variation              | 11.75%  | 159,925               | 438,031              |
| Raw material financing                             | US dollar exchange variation              | 2.60%   | 10,537                | 15,142               |
| Financing for the acquisition of investments (iii) | US dollar exchange variation              | 4.45%   |                       | 352,480              |
| Financing for the acquisition of investments       | US dollar exchange variation              | 1.70% to 1.80% above Libor                              | 185,463               |                      |
| BNDES  | Post-fixed monetary adjustment (UMBNDDES) | 6.04%   | 7,306                 | 11,383               |

Edgar Filing: BRASKEM SA - Form 6-K

|                          |                              |                          |          |          |
|--------------------------|------------------------------|--------------------------|----------|----------|
|                          | (i)                          |                          |          |          |
| BNDES                    | US dollar exchange variation | 6.08%                    | 370,467  | 296,318  |
| Working capital          | US dollar exchange variation | 7.67%                    | 716,403  | 658,942  |
| Working capital          | US dollar exchange variation | 101.25% to 105.5% of CDI |          | 1,301    |
| Project financing (NEXI) | Yen exchange variation       | 0.95% above Tibor        | 40,640   | 66,602   |
| Transaction costs, net   |                              |                          | (82,833) | (29,195) |

**Local currency**

|  |      |                        |                   |                   |
|--|------|------------------------|-------------------|-------------------|
| Working capital  |      | 98.5% to 112.5% of CDI | 1,557,481         | 867,570           |
| Working capital  |      | 12.14%                 | 289,956           | 266,145           |
| Acquisition of machinery and equipment (FINAME)            | TJLP | 1.36%                  | 6,685             | 9,842             |
| Acquisition of machinery and equipment (FINAME)            | TJLP | 4.77%                  | 1,718             | 1,024             |
| BNDES  | TJLP | 3.05%                  | 2,419,504         | 2,419,712         |
| BNDES  | TJLP | 4.54%                  | 18,292            |                   |
| Support to the production of goods for export (BNDES EXIM) |      | 7.00%                  | 150,423           | 150,452           |
| Banco do Nordeste do Brasil (BNB)                          |      | 8.50%                  | 182,411           | 213,686           |
| Project financing (FINEP)                                  | TJLP | 0.01%                  | 41,561            | 61,975            |
| Project financing (FINEP)                                  | TJLP | 4.67%                  | 37,523            | 10,004            |
| Project financing (FUNDES)                                 |      | 6.00%                  | 203,201           | 187,419           |
| Transaction costs, net                                     |      |                        | (1,805)           | (3,538)           |
| <b>Total</b>   |      |                        | <b>14,210,659</b> | <b>12,210,745</b> |
| Current liabilities  |      |                        | 1,399,317         | 1,206,444         |
| Non-current liabilities                                    |      |                        | 12,811,342        | 11,004,301        |
| <b>Total</b>   |      |                        | <b>14,210,659</b> | <b>12,210,745</b> |

- (i) UMBNDES = monetary unit of BNDES (National Bank for Economic and Social Development).
- (ii) In April 2011, the Company paid for part of this financing in advance.
- (iii) In July 2011, the subsidiary Braskem America settled this financing in advance.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****(a) Bonds**

| <b>Issue date</b> |      | <b>Issue amount US\$ thousand</b> | <b>Maturity</b>  | <b>Interest (% per year)</b> | <b>Consolidated</b>   |                      |
|-------------------|------|-----------------------------------|------------------|------------------------------|-----------------------|----------------------|
|                   |      |                                   |                  |                              | <b>September/2011</b> | <b>December/2010</b> |
| August 2005       | (i)  | 250,000                           | June 2015        | 9.38                         | 124,807               | 251,861              |
| April 2006        | (i)  | 500,000                           | no maturity date | 9.00                         |                       | 339,143              |
| September 2006    | (i)  | 275,000                           | January 2017     | 8.00                         | 245,850               | 473,886              |
| June 2008         |      | 500,000                           | June 2018        | 7.25                         | 948,674               | 837,294              |
| May 2010          |      | 400,000                           | May 2020         | 7.00                         | 762,385               | 673,348              |
| May 2010          |      | 350,000                           | May 2020         | 7.00                         | 667,087               | 589,180              |
| October 2010      |      | 450,000                           | no maturity date | 7.38                         | 849,182               | 763,000              |
| April 2011        | (i)  | 750,000                           | April 2021       | 5.75                         | 1,427,453             |                      |
| July 2011         | (ii) | 500,000                           | July 2041        | 7.13                         | 939,678               |                      |
| <b>Total</b>      |      | <b>3,975,000</b>                  |                  |                              | <b>5,965,116</b>      | <b>3,927,712</b>     |

**b) Export prepayments (“EPP”)**

| <b>Issue date</b> | <b>Initial amount</b> | <b>Settlement</b> | <b>September/2011</b> | <b>Consolidated December/2010</b> |
|-------------------|-----------------------|-------------------|-----------------------|-----------------------------------|
|-------------------|-----------------------|-------------------|-----------------------|-----------------------------------|

Edgar Filing: BRASKEM SA - Form 6-K

|               | <b>of the<br/>transaction<br/>(US\$<br/>thousand)</b> |               | <b>Charges (% per<br/>year)</b>                                 |         |         |
|---------------|---|---------------|---|---------|---------|
| December 2005 | 55,000  | December 2012 | US dollar<br>exchange variation<br>+ semiannual<br>Libor + 1.60 | 31,884  | 45,837  |
| July 2006     | 95,000  | June 2013     | US dollar<br>exchange variation<br>+ 3.17                       | 38,537  | 51,166  |
| July 2006     | 75,000  | July 2014     | US dollar<br>exchange variation<br>+ 2.73                       | 78,819  | 89,561  |
| March 2007    | 35,000  | March 2014    | US dollar<br>exchange variation<br>+ 4.10 R                     | 46,360  | 58,630  |
| April 2007    | 150,000   | April 2014    | US dollar<br>exchange variation<br>+ 3.40                       | 279,851 | 250,662 |
| November 2007 | (iii) 150,000   | November 2013 | US dollar<br>exchange variation<br>+ 3.53                       |         | 250,410 |
| October 2008  | (i) 725,000   | October 2013  | US dollar<br>exchange variation<br>+ 5.64                       |         | 670,378 |
| August 2009   | 20,000  | July 2011     | US dollar<br>exchange variation<br>+ semiannual<br>Libor + 5.00 |         | 34,482  |
| March 2010    | 100,000   | March 2015    | US dollar<br>exchange variation<br>+ 4.67                       | 186,663 | 168,752 |
| May 2010      | 150,000   | May 2015      | US dollar<br>exchange variation<br>+ semiannual<br>Libor + 2.40 | 280,803 | 250,631 |
| June 2010     | 150,000   | June 2016     | US dollar<br>exchange variation<br>+ semiannual<br>Libor + 2.60 | 280,754 | 250,419 |
| December 2010 | 100,000   | December 2017 | US dollar<br>exchange variation<br>+ semiannual<br>Libor + 2.47 | 186,988 | 166,810 |
| March 2011    | 200,000   | February 2021 | US dollar<br>exchange variation                                 | 371,648 |         |

|              |                  |                              |                  |                  |
|--------------|------------------|------------------------------|------------------|------------------|
|              |                  | + semiannual<br>Libor + 1.20 |                  |                  |
| <b>Total</b> | <b>2,005,000</b> |                              | <b>1,782,307</b> | <b>2,287,738</b> |

(i) In April 2011, Braskem Finance concluded the funding of US\$ 750 million, which was part of the financial resources used to: (a) partially settle in advance the bonds issued in August 2005 and September 2006; (b) fully settle the perpetual bonds issued in April 2006; (c) partially settle in advance the financing obtained through the Medium-Term Notes program; and (d) fully settle in advance the financing obtained in October 2008 through export prepayments.

(ii) On July 19, 2011, the subsidiary Braskem America Finance completed the funding of US\$ 500 million with semiannual payments of interest on January 22 and July 22 of each year.

(iii) On September 28, 2011, an export prepayment amounting to R\$ 271,798 (US\$ 150,932 thousand) was fully settled in advance.

**Braskem S.A.**

**Notes to the quarterly information**

**at September 30, 2011**

**All amounts in R\$ thousands unless otherwise stated**

**(c) Payment schedule**

The long-term amounts mature as follows:

|              | <b>September/2011</b> | <b>Consolidated<br/>December/2010</b> |
|--------------|-----------------------|---------------------------------------|
| 2012         | 196,476               | 1,238,243                             |
| 2013         | 1,202,966             | 1,814,902                             |
| 2014         | 1,701,434             | 1,691,089                             |
| 2015         | 966,157               | 1,069,774                             |
| 2016         | 952,456               | 671,495                               |
| 2017         | 505,234               | 683,258                               |
| 2018         | 1,288,546             | 1,082,112                             |
| 2019         | 1,109,415             | 159,965                               |
| 2020         | 1,724,105             | 1,510,429                             |
| 2021 onwards | 3,164,553             | 1,083,034                             |
| <b>Total</b> | <b>12,811,342</b>     | <b>11,004,301</b>                     |

**(d) Capitalized financial charges**

The Company and its subsidiaries capitalized financial charges in the period ended September 30, 2011 in the amount of R\$ 70,226 (R\$ 38,404 on September 30, 2010), including monetary and exchange variation. The average rate of these charges in the period was 7.34% per year.

**(e) Covenants**

Some of the financing agreements of the Company establish limits for certain indicators related to the capacity for indebtedness and payment of interest.

The first indicator establishes a limit for the indebtedness of the Company based on its EBITDA generating capacity.

The second indicator found in the agreements of the Company is the division of consolidated EBITDA by net interest, which corresponds to the difference between interest paid and interest received.

At September 30, 2011, all commitments assumed were complied with.

The information related to borrowings was presented in the Company's 2010 annual financial statements, in Note 17.



**Braskem S.A.**

**Notes to the quarterly information**

**at September 30, 2011**

**All amounts in R\$ thousands unless otherwise stated**

**16. Debentures (public issue of non-convertible debentures)**

On September 1, 2011, the Company paid the amount of R\$ 530,424 for non-convertible debentures related to the 14<sup>th</sup> issue started in August 2006.

On September 30, 2011, the balance of R\$ 18,518 refers to the first issue of non-convertible debentures of the jointly-controlled subsidiary RPR presented in the consolidated non-current liability.

The information on debentures was presented in the Company's 2010 annual financial statements, in Note 18.

**17. Financial instruments**

**17.1. Risk management**

The Company is exposed to market risks arising from variations in commodity prices, foreign exchange and interest rates; to credit risk arising from the possibility of default by its counterparties in cash equivalents, financial investments and trade accounts receivable; and to liquidity risk to meet its obligations related to financial liabilities.

The Company adopts procedures for managing market and credit risks that are in conformity with the new Financial Policy approved by the Board of Directors on August 9, 2010. The purpose of risk management is to protect the cash flows of the Company and reduce the threats to the financing of its operating working capital and investment

programs.

**(a) Market risk**

The Company prepares a sensitivity analysis for each type of market risk to which it is exposed, which is presented in Note 17.5.

**(b) Credit risk**

The maximum exposure to credit risks of non-derivative assets on the reporting date is their carrying amounts less any impairment loss. On September 30, 2011, the balance of trade accounts receivable is net of the allowance for doubtful accounts and amounts to R\$ 273,333 (December 31, 2010 – R\$ 269,159).

**(c) Liquidity risk**

The analysis of the borrowings of the Company by maturity is presented in Note 15 (c) and of the derivative financial instruments is presented in Note 17.3.1. In addition, the Company has two revolving credit lines of (i) US\$350 million, which may be used without restrictions for three years as of September, 2010 and (ii) as from August 2011, an additional US\$ 250 million that may be used for five years, which allows for the reduction of the amount of cash maintained by Braskem.

The information on risk management was presented in the Company's 2010 annual financial statements, in Note 19.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****17.2. Non-derivative financial instruments**

Braskem and its subsidiaries held on September 30, 2011 and December 31, 2010 the following non-derivative financial instruments:

|   | Classification by category | Fair value hierarchy | Carrying amount  |                  | Fair value       |                  |
|---|----------------------------|----------------------|------------------|------------------|------------------|------------------|
|   |                            |                      | September/2011   | December/2010    | September/2011   | December/2010    |
| <b>Cash and cash equivalents (Note 4)</b> |                            |                      |                  |                  |                  |                  |
| Cash and banks                            | Loans and receivables      |                      | 1,335,770        | 252,925          | 1,335,770        | 252,925          |
| Financial investments in Brazil           | Held for trading           | Level 2              | 505,660          | 2,208,475        | 505,660          | 2,208,475        |
| Financial investments in Brazil           | Loans and receivables      |                      | 851,414          |                  | 851,414          |                  |
| Financial investments abroad              | Held for trading           | Level 2              | 561,115          | 162,870          | 561,115          | 162,870          |
|   |                            |                      | <b>3,253,959</b> | <b>2,624,270</b> | <b>3,253,959</b> | <b>2,624,270</b> |
| <b>Financial investments (Note 5)</b>     |                            |                      |                  |                  |                  |                  |
| FIQ Sol investments                       | Held for trading           | Level 2              | 27,607           | 204,123          | 27,607           | 204,123          |

Edgar Filing: BRASKEM SA - Form 6-K

|   |                             |         |                   |                   |                   |                   |
|---|-----------------------------|---------|-------------------|-------------------|-------------------|-------------------|
| Investments in foreign currency           | Held for trading            | Level 2 | 16,841            | 32,112            | 16,841            | 32,112            |
| Shares                                    | Held for trading            | Level 1 | 3,023             | 84                | 3,023             | 84                |
| FIQ Sol investments                       | Loans and receivables       |         | 137,152           |                   | 137,152           |                   |
| Quotas of receivables investment fund     | Held to maturity            |         | 30,793            | 28,706            | 30,793            | 28,706            |
| Restricted deposits                       | Held to maturity            |         | 2,022             |                   | 2,022             |                   |
|   |                             |         | <b>217,438</b>    | <b>265,025</b>    | <b>217,438</b>    | <b>265,025</b>    |
| <b>Trade accounts receivable (Note 6)</b> | Loans and receivables       |         | <b>2,597,805</b>  | <b>1,956,951</b>  | <b>2,597,805</b>  | <b>1,956,951</b>  |
| <b>Related parties (Note 8)</b>           |                             |         |                   |                   |                   |                   |
| Assets                                    | Loans and receivables       |         | 57,020            | 53,742            | 57,020            | 53,742            |
| Liabilities                               | Loans and receivables       |         | 68,708            | 31,386            | 68,708            | 31,386            |
| <b>Trade payables</b>                     | Other financial liabilities |         | <b>7,059,949</b>  | <b>5,201,162</b>  | <b>7,059,949</b>  | <b>5,201,162</b>  |
| <b>Borrowings (Note 15)</b>               |                             |         |                   |                   |                   |                   |
| Foreign currency                          | Other financial liabilities |         | 9,386,542         | 8,055,649         | 9,354,980         | 8,127,648         |
| Local currency                            | Other financial liabilities |         | 4,908,755         | 4,187,829         | 4,908,755         | 4,187,829         |
|   |                             |         | <b>14,295,297</b> | <b>12,243,478</b> | <b>14,263,735</b> | <b>12,315,477</b> |
| <b>Debentures (Note 16)</b>               | Other financial liabilities |         | <b>18,518</b>     | <b>517,741</b>    | <b>18,518</b>     | <b>516,562</b>    |

**Fair value hierarchy**

Level 1 – fair value obtained through prices quoted (without adjustments) in active markets for identical assets or liabilities, such as the stock exchange.

Level 2 – Fair value obtained from discounted cash flow models, when the instrument is a forward purchase or sale or a swap contract, or valuation models of option contracts, such as the Black-Scholes model, when the derivative has the characteristics of an option; and

Level 3 – techniques that use data that have a significant effect on fair value and that are not based on observable market data, that is, unobservable inputs. The Company did not apply this technique on its financial instruments.

## Braskem S.A.

## Notes to the quarterly information

at September 30, 2011

All amounts in R\$ thousands unless otherwise stated

## 17.3. Derivative financial instruments

The table below shows the transactions with derivative financial instruments of Braskem and its subsidiaries as of September 30, 2011 and December 31, 2010.

| Identification                                  |                 | Interest rate/Currency           |                        | Nominal value      | December/2010 | Financial settlement | Change in fair value Note (17.3.2) | September/2011 |
|---|-----------------|----------------------------------|------------------------|--------------------|---------------|----------------------|------------------------------------|----------------|
|   |                 | Exposure of the principal amount | Hedge                  |                    |               |                      |                                    |                |
| <b><u>Non-hedge accounting transactions</u></b> |                 |                                  |                        |                    |               |                      |                                    |                |
| Foreign exchange swap                           | Note 17.3.1 (a) | Yen                              | CDI                    | R\$ 279,495        | 13,700        | (11,090)             | (4,343)                            | (1,733)        |
| Foreign exchange swap                           | Note 17.3.1 (a) | US dollar                        | CDI                    | R\$ 400,000        |               |                      | 54,882                             | 54,882         |
| Repurchase of shares swap (i)                   | Note 17.3.1 (a) | Shares                           | CDI                    | R\$ 3,707          |               |                      | 63                                 | 63             |
|   |                 |                                  |                        | <b>R\$ 683,202</b> | <b>13,700</b> | <b>(11,090)</b>      | <b>50,602</b>                      | <b>53,212</b>  |
| <b><u>Hedge accounting transactions</u></b>     |                 |                                  |                        |                    |               |                      |                                    |                |
| <b><u>Braskem Inc.</u></b>                      |                 |                                  |                        |                    |               |                      |                                    |                |
| Interest rate swaps                             | Note 17.3.1     | Libor                            | Contractual fixed rate | US\$ 400,000       | 42,890        | (34,950)             | (7,940)                            |                |

Edgar Filing: BRASKEM SA - Form 6-K

|  | (b)             |                      |                        | thousand                       |               |                 |              |               |
|--|-----------------|----------------------|------------------------|--------------------------------|---------------|-----------------|--------------|---------------|
| <u>Braskem</u>                               |                 |                      |                        |                                |               |                 |              |               |
| Interest rate swaps                          | Note 17.3.1 (b) | Libor                | Contractual fixed rate | US\$ 526,146 thousand          | 25,988        | (9,945)         | 7,999        | 24,042        |
| <u>Braskem</u>                               |                 |                      |                        |                                |               |                 |              |               |
| Interest rate swaps                          | Note 17.3.1 (b) | Pre-contractual rate | CDI                    | US\$ 42,612 thousand           | 456           |                 | (1,368)      | (912)         |
| <u>Braskem America</u>                       |                 |                      |                        |                                |               |                 |              |               |
| Interest rate swaps                          | Note 17.3.1 (b) | Libor                | Contractual fixed rate | US\$ 210,000 thousand          | 1,523         | (4,405)         | 2,882        |               |
| <u>Braskem America</u>                       |                 |                      |                        |                                |               |                 |              |               |
| Sale swaps                                   | Note 17.3.1 (b) |                      |                        | US\$ 29,268 thousand           | (1,300)       |                 | 7,977        | 6,677         |
|  |                 |                      |                        | <b>US\$ 1,208,026 thousand</b> | <b>69,557</b> | <b>(49,300)</b> | <b>9,550</b> | <b>29,807</b> |
| Current assets (other receivables)           |                 |                      |                        |                                | (1,300)       |                 |              | (2,645)       |
| Current liabilities (hedge transactions)     |                 |                      |                        |                                | 50,124        |                 |              | 71,639        |
| Non-current liabilities (hedge transactions) |                 |                      |                        |                                | 34,433        |                 |              | 14,025        |
|  |                 |                      |                        |                                | <b>83,257</b> |                 |              | <b>83,019</b> |

(i) Braskem shares were repurchased by a financial institution and are the subject of a swap operation (Note 24 (d)).

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****17.3.1. Derivatives outstanding at September 30, 2011****(a) Non-hedge accounting transactions**

- **Project financing (NEXI) related swaps**

**Braskem :**

| <b>Identification</b>                       | <b>Nominal<br/>value R\$<br/>thousand</b> | <b>Interest<br/>rate</b> | <b>Maturity</b> | <b>Fair value</b>     |                      |
|---|---|--------------------------|-----------------|-----------------------|----------------------|
|   |   |                          |                 | <b>September/2011</b> | <b>December/2010</b> |
| Swap NEXI I                                 | 28,987                                    | 104.29%<br>CDI           | June 2012       | (504)                 | 1,051                |
| Swap NEXI II                                | 136,495                                   | 101.85%<br>CDI           | March<br>2012   | 992                   | 9,283                |
| Swap NEXI III                               | 86,110                                    | 103.98%<br>CDI           | June 2012       | (1,780)               | 3,089                |
| Swap NEXI IV                                | 27,903                                    | 103.98%<br>CDI           | June 2012       | (441)                 | 277                  |
| <b>Total</b>                                | <b>279,495</b>                            |                          |                 | <b>(1,733)</b>        | <b>13,700</b>        |
| Current assets (other<br>receivables)       |   |                          |                 | (1,733)               |                      |
| Current liabilities (hedge<br>transactions) |   |                          |                 |                       | 13,700               |
| <b>Total</b>                                |   |                          |                 | <b>(1,733)</b>        | <b>13,700</b>        |

- **Export prepayment related interest rate swaps (NCE)**



**Braskem:**

| <b>Identification</b>                       | <b>Nominal<br/>value R\$<br/>thousand</b> | <b>Interest<br/>rate</b> | <b>Maturity</b> | <b>Fair value</b>     |                      |
|---|---|--------------------------|-----------------|-----------------------|----------------------|
|   |   |                          |                 | <b>September/2011</b> | <b>December/2010</b> |
| Swap NCE I                                  | 200,000                                   | 5.4400%                  | August<br>2019  | 30,148                |                      |
| Swap NCE II                                 | 100,000                                   | 5.4000%                  | August<br>2019  | 13,058                |                      |
| Swap NCE III                                | 100,000                                   | 5.3700%                  | August<br>2019  | 11,676                |                      |
| <b>Total</b>                                | <b>400,000</b>                            |                          |                 | <b>54,882</b>         |                      |
| Current liabilities (hedge<br>transactions) |   |                          |                 | 54,882                |                      |
| <b>Total</b>                                |   |                          |                 | <b>54,882</b>         |                      |

- **Repurchase of shares related swaps (Note 24 (b))**

**Braskem:**

| <b>Identification</b>                       | <b>Nominal<br/>value R\$<br/>thousand</b> | <b>Interest<br/>rate</b> | <b>Maturity</b> | <b>Fair value</b>     |                      |
|---|---|--------------------------|-----------------|-----------------------|----------------------|
|   |   |                          |                 | <b>September/2011</b> | <b>December/2010</b> |
| Repurchase TRS                              | 3,707                                     | 108%<br>CDI              | August<br>2012  | 63                    |                      |
| <b>Total</b>                                | <b>3,707</b>                              |                          |                 | <b>63</b>             |                      |
| Current liabilities (hedge<br>transactions) |   |                          |                 | 63                    |                      |
| <b>Total</b>                                |   |                          |                 | <b>63</b>             |                      |

The regular changes in the fair value of swaps are recorded as financial income or expenses in the same period in which they occur. The Company recognized financial expenses of R\$ 50,602 related to the variation in the fair value of these swaps for the period ended September 30, 2011.



**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****(b) Hedge accounting transactions**

As a consequence of the advanced payment of the (i) bond and export prepayment contracts mentioned in Note 15 (a) and (b), and (ii) financing for the acquisition of the investment mentioned in Note 15 (iii) the Company settled in advance interest rate swap transactions that would mature in October 2013 and April 2015.

- Export prepayment related interest rate swaps**

**Braskem:**

| <b>Identification</b> | <b>Nominal value US\$ thousand</b> | <b>Interest rate</b> | <b>Maturity</b> | <b>Fair value</b>     |                      |
|-----------------------|------------------------------------|----------------------|-----------------|-----------------------|----------------------|
|                       |                                    |                      |                 | <b>September/2011</b> | <b>December/2010</b> |
| Swap EPP X            | 35,000                             | 2.5040%              | March 2014      | 1,289                 | 1,786                |
| Swap EPP XI           | 75,000                             | 1.9450%              | July 2014       | 1,479                 | 1,455                |
| Swap EPP XII          | 100,000                            | 2.1200%              | November 2013   |                       | 4,061                |
| Swap EPP XIII         | 50,000                             | 2.1500%              | November 2013   |                       | 2,082                |
| Swap EPP XIV          | 50,000                             | 2.6350%              | April 2014      | 4,722                 | 3,734                |
| Swap EPP XV           | 100,000                            | 2.6200%              | April 2014      | 9,376                 | 7,392                |
| Swap EPP XVI          | 47,500                             | 1.6650%              | June 2013       | 333                   | 606                  |
| Swap EPP XVII         | 75,000                             | 2.1975%              | March 2015      | 5,154                 | 3,684                |
| Swap EPP XIX          | 25,000                             | 2.1700%              |                 | 1,689                 | 1,188                |

March  
2015

|  |                |  |               |               |
|--|----------------|--|---------------|---------------|
| <b>Total</b>                                 | <b>557,500</b> |  | <b>24,042</b> | <b>25,988</b> |
| Current liabilities (hedge transactions)     |                |  | 10,017        | 13,918        |
| Non-current liabilities (hedge transactions) |                |  | 14,025        | 12,070        |
| <b>Total</b>                                 |                |  | <b>24,042</b> | <b>25,988</b> |

- **Agribusiness credit notes (NCA) related swaps**

**Braskem:**

| <b>Identification</b>                        | <b>Nominal value US\$ thousand</b> | <b>Interest rate</b> | <b>Maturity</b>   | <b>Fair value</b>     |                      |
|--|------------------------------------|----------------------|-------------------|-----------------------|----------------------|
|  |                                    |                      |                   | <b>September/2011</b> | <b>December/2010</b> |
| Swap NCA I                                   | 42,612                             | 100.70%<br>CDI       | September<br>2012 | (912)                 | 456                  |
| <b>Total</b>                                 | <b>42,612</b>                      |                      |                   | <b>(912)</b>          | <b>456</b>           |
| Current assets (other receivables)           |                                    |                      |                   | (912)                 |                      |
| Non-current liabilities (hedge transactions) |                                    |                      |                   |                       | 456                  |
| <b>Total</b>                                 |                                    |                      |                   | <b>(912)</b>          | <b>456</b>           |

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated**

- **Sale price swaps**

**Braskem America:**

| <b>Identification</b>                       | <b>Nominal<br/>value US\$<br/>thousand</b> | <b>US\$<br/>fixed price/metric</b> | <b>Maturity</b>  | <b>Fair value</b>     |                      |
|---|--|------------------------------------|------------------|-----------------------|----------------------|
|   |  |                                    |                  | <b>September/2011</b> | <b>December/2010</b> |
| Sale price swap                             | 29,268                                     | 1,478                              | December<br>2015 | 6,677                 | (1,300)              |
| <b>Total</b>                                | <b>29,268</b>                              |                                    |                  | <b>6,677</b>          | <b>(1,300)</b>       |
| Current assets (other<br>receivables)       |  |                                    |                  |                       | (1,300)              |
| Current liabilities<br>(hedge transactions) |  |                                    |                  | 6,677                 |                      |
| <b>Total</b>                                |  |                                    |                  | <b>6,677</b>          | <b>(1,300)</b>       |

**17.3.2. Hedge operations presented in “other comprehensive income” in equity**

The derivatives indicated in items 17.3.1 (b) were designated as cash flow hedge, resulting in closing balances in “other comprehensive income”. The appropriations of interest are allocated to interest expenses in the financial expenses group. The summary of changes in the account is as follows:

**December/2010****September/2011**

|                                  |                 | <b>Appropriation<br/>of accrued<br/>interest</b> | <b>Change in<br/>fair value</b> |                 |
|----------------------------------|-----------------|--|---------------------------------|-----------------|
| Swaps EPP Braskem Inc.           | (39,315)        | 31,375   | 7,940                           |                 |
| Swaps EPP Braskem                | (23,013)        | 9,865  | (7,999)                         | (21,147)        |
| Swaps loans Braskem              | (456)           |  | 1,368                           | 912             |
| Swaps loans Braskem America      | 212             | 2,670  | (2,882)                         |                 |
| Sale price swaps Braskem America | 1,300           | 1,487  | (7,977)                         | (5,190)         |
|                                  | <b>(61,272)</b> | <b>45,397</b>                                    | <b>(9,550)</b>                  | <b>(25,425)</b> |

On September 30, 2011, the appropriation of accrued interest and change in the fair value of derivatives designated as “cash flow hedge” was R\$ 35,847, which, with the effect of income tax and social contribution of R\$ 1,099, amounts to R\$ 34,748, and is presented within “other comprehensive income” in equity.

**Braskem S.A.**

**Notes to the quarterly information**

**at September 30, 2011**

**All amounts in R\$ thousands unless otherwise stated**

**17.4. Credit quality of financial assets**

**(a) Trade accounts receivable**

Only a few of the Company's customers have risk ratings assigned by credit rating agencies. For this reason, the Company developed its own credit rating system for all accounts receivable from domestic customers and part of the accounts receivable from foreign customers. The Company does not apply this rating to all of its foreign customers because most accounts receivable from them are covered by an insurance policy or letters of credit issued by banks. As of September 30, 2011, the credit ratings are as follows:

|                      | <b>Percentage</b> |
|----------------------|-------------------|
| 1 Minimum risk       | 25.79             |
| 2 Low risk           | 32.74             |
| 3 Moderate risk      | 28.83             |
| 4 High risk          | 3.96              |
| 5 Very high risk (i) | 8.68              |

(i) Most customers in this group are inactive and the respective accounts are in the process of collection actions. Customers in this group that are still active purchase from Braskem and pay in advance.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****(b) Other financial assets**

In order to determine the credit ratings of counterparties in financial assets classified as cash and cash equivalents, held for trading, held to maturity and loans and receivables, the Company uses the following ratings agencies: Standard & Poors, Moody's and Fitch Ratings.

|  | <b>September/2011</b> | <b>December/2010</b> |
|--|-----------------------|----------------------|
| <b>Cash and cash equivalents and financial investments</b> |                       |                      |
| AAA  | 1,754,528             | 2,136,193            |
| AA+  | 251,741               | 445,867              |
| AA   | 30,066                | 43,154               |
| AA-  | 187,682               | 37,397               |
| A+   | 1,083,293             | 78,920               |
| A-   | 18,196                | 37,176               |
| BBB+   |                       | 18,684               |
| BB+  | 19,714                | 18,878               |
| B+   | 5,775                 | 3,378                |
| Other financial assets with no risk assessment             | 70,746                | 8,830                |
|  | <b>3,421,741</b>      | <b>2,828,477</b>     |
| <b>Held to maturity</b>                                    |                       |                      |
| Quotas of investment funds in credit rights (i)            | 30,793                | 28,706               |
| Restricted deposits (ii)                                   | 2,022                 |                      |
|  | <b>32,815</b>         | <b>28,706</b>        |
| <b>Other investments (offshore funds)</b>                  |                       |                      |
| Sundry funds (i)   | 16,841                | 32,112               |
|  | <b>16,841</b>         | <b>32,112</b>        |



|              |  |                  |                  |
|--------------|--|------------------|------------------|
| <b>Total</b> |  | <b>3,471,397</b> | <b>2,889,295</b> |
| (i)          | Financial assets with no internal or external ratings. |                  |                  |
| (ii)         | Risk-free financial assets.                            |                  |                  |

**Braskem S.A.**

**Notes to the quarterly information**

**at September 30, 2011**

**All amounts in R\$ thousands unless otherwise stated**

**17.5. Sensitivity analysis**

The derivative financial instruments may be subject to changes in their fair value as a result of the variation in commodity prices, foreign exchange rates, interest rates, shares and share indexes, price indexes and other variables. The sensitivity of the derivative and non-derivative financial instruments to these variables are presented below:

**(a) Selection of risks**

The three main risks that may most affect the value of the Company's financial instruments are:

- a) Brazilian real-U.S. dollar exchange rate;
- b) Brazilian real-yen exchange rate;
- c) Libor floating interest rate.

For the purposes of the risk sensitivity analysis, the Company presents the exposures to currencies as if they were independent, that is, without reflecting in the exposure to a foreign exchange rate the risks of the variation in other foreign exchange rates that could be directly influenced by it.

**(b) Selection of scenarios**

In accordance with CVM Instruction No. 475/08, the Company included three scenarios in the sensitivity analysis, one of which is probable and the other two represent adverse effects to the Company. In the preparation of the adverse scenarios, only the impact of the variables on the financial instruments, including derivatives, and on the items covered by hedge transactions, was considered. The overall impacts on the Company's operations, such as the one arising from the revaluation of inventories and revenue and future costs, were not considered. Since the Company manages its exposure to foreign exchange rate risk on a net basis, adverse effects from a depreciation of the Brazilian real in relation to the U.S. dollar can be offset by opposing effects on the Braskem's operating results.

The FOCUS survey published by the Central Bank of Brazil on September 30, 2011 was considered for the probable scenario for the base date December 31, 2011. For the interest rate variables not considered in the FOCUS survey, the probable scenario considered was the Interbank Deposit Certificate (CDI) percentage variation. For the exchange rate variables not included in the FOCUS survey, the probable scenario considered was the U.S. dollar-real percentage variation.

For the Brazilian real-U.S. dollar exchange rate, an increase of 25% was considered for the possible adverse scenario and of 50% for the extreme scenario based on the exchange rate on September 30, 2011.

For the Brazilian real-yen exchange rate, an increase of 25% was considered for the possible adverse scenario and of 50% for the extreme scenario based on the exchange rate on September 30, 2011.

For the Libor interest rate, a decrease of 25% was considered for the possible adverse scenario and of 50% for the extreme scenario based on the Libor rate on September 30, 2011.

The sensitivity amounts in the table below are the changes in the value of the financial instruments in each scenario, except for table (e), which shows the changes in future cash flows.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****(c) Sensitivity to the Brazilian real-U.S. dollar exchange rate**

The sensitivity of each financial instrument, including derivatives and items covered by them, to the variation in the Brazilian real-US dollar exchange rate is presented in the table below:

| <b>Instrument</b>                             | <b>Probable</b> | <b>Possible<br/>adverse (25%<br/>)</b> | <b>Extreme<br/>adverse (50%<br/>)</b> |
|---|-----------------|--|---------------------------------------|
| BNDES   | 25,342          | (94,443)                               | (188,886)                             |
| Bonds   | 398,739         | (1,485,977)                            | (2,971,954)                           |
| Working capital/structured operations         | 60,500          | (225,466)                              | (450,933)                             |
| Raw material financing                        | 707             | (2,634)                                | (5,269)                               |
| Medium-Term Notes                             | 10,728          | (39,981)                               | (79,963)                              |
| Export prepayments                            | 77,482          | (288,750)                              | (577,499)                             |
| Financial investments abroad                  | (67,123)        | 250,147                                | 500,294                               |
| Export prepayment debt, plus hedge, of which: |                 |  |                                       |
| Export prepayment debt                        | 42,082          | (156,827)                              | (313,654)                             |
| Export prepayment swap                        | 1,613           | (6,011)                                | (12,021)                              |
| Other swaps                                   | 29,726          | (110,778)                              | (221,557)                             |

**(d) Sensitivity to the Brazilian real-yen exchange rate**

The sensitivity of each financial instrument, including derivatives and items covered by them, to the variation in the Brazilian real-yen exchange rate is presented in the table below:

| <b>Instrument</b>                             | <b>Probable</b> | <b>Possible<br/>adverse (25%<br/>)</b> | <b>Extreme<br/>adverse (50%<br/>)</b> |
|---|-----------------|--|---------------------------------------|
| Project finance (NEXI), plus swaps, of which: |                 |  |                                       |
| Debt (NEXI)                                   | 2,579           | (9,610)                                | (19,219)                              |
| Swaps (NEXI)                                  | (2,708)         | 10,092                                 | 20,184                                |

(e) **Sensitivity of future cash flows to the Libor floating interest rate**

The sensitivity of future interest income and expenses of each financial instrument, including derivatives and items covered by them, is presented in the table below: The figures represent the impact on financial income (expenses), taking into consideration the average term of the respective instrument.

| <b>Instrument</b>                             | <b>Probable</b> | <b>Possible<br/>adverse (25%<br/>)</b> | <b>Extreme<br/>adverse (50%<br/>)</b> |
|---|-----------------|--|---------------------------------------|
| Raw material financing                        | 23              | (68)                                   | (135)                                 |
| Export prepayments                            | 2,497           | (7,426)                                | (14,758)                              |
| Export prepayment debt, plus hedge, of which: |                 |  |                                       |
| Export prepayment debt                        | 1,356           | (4,033)                                | (8,015)                               |
| Export prepayment swap                        | (1,356)         | 4,033                                  | 8,015                                 |

The information related to financial instruments was presented in the 2010 annual financial statements, in Note 19.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****18. Taxes payable**

|   | <b>September/2011</b> | <b>Parent company<br/>December/2010</b> | <b>September/2011</b> | <b>Consolidated<br/>December/2010</b> |
|---|-----------------------|---|-----------------------|---------------------------------------|
| <b>Current</b>                                  |                       |   |                       |                                       |
| IPI   | 37,806                | 28,413                                  | 58,071                | 49,721                                |
| PIS and COFINS                                  |                       | 15,606                                  | 10,111                | 27,785                                |
| Income tax and social contribution              | 161,367               | 19,410                                  | 207,156               | 31,055                                |
| ICMS  | 76,463                | 38,482                                  | 140,153               | 122,445                               |
| Taxdebt refinancing program - law No. 11,941/09 | 126,079               | 97,277                                  | 131,025               | 104,100                               |
| Other   | 27,168                | 36,151                                  | 39,759                | 54,956                                |
| <b>Total</b>                                    | <b>428,883</b>        | <b>235,339</b>                          | <b>586,275</b>        | <b>390,062</b>                        |
| <b>Non-current</b>                              |                       |   |                       |                                       |
| ICMS  | 1,704                 | 1,704                                   | 3,456                 | 48,863                                |
| Education, SAT and INSS                         |                       | 40,085                                  |                       | 40,085                                |
| Taxdebt refinancing program - law No. 11,941/09 | 1,469,601             | 1,351,622                               | 1,533,848             | 1,431,358                             |
| Other   | 50,587                | 56,293                                  | 63,197                | 63,263                                |
| <b>Total</b>                                    | <b>1,521,892</b>      | <b>1,449,704</b>                        | <b>1,600,501</b>      | <b>1,583,569</b>                      |

**Tax debt refinancing program – Law No. 11,941/09**

In June 2011, the Federal Revenue Service made available the debt refinancing program provided for in Law No. 11,941/09. Additionally, as allowed by the program, the Company included new tax debts related to an assessment notice arising from the use of a tax credit before the lawsuit that sought the recognition of the unconstitutionality of the changes in the determination of PIS introduced by Decree-Laws No. 2,445 and No. 2,449/88 was granted a final and unappealable decision. The amount of this debt, which was included in the refinancing program based on a legal decision on a writ of mandamus, since the Federal Revenue Service did not allow it in this program, totals R\$ 106,083. As described in Note 9 (b), we note that, at the same time, a credit of R\$ 91,431 arising from a final and unappealable decision that has been recently granted in favor of the Company was recognized. Accordingly, the recognition of the liability and the asset generated a negative impact on the results for the period in the amount of R\$ 14,652.

The amount consolidated by the Federal Revenue Service totaled R\$ 1,664,907 to be paid in monthly and consecutive installments of R\$ 10,678, adjusted based on the SELIC rate as from June 2011. At September 30, 2011, the balance of R\$ 1,664,873 will be paid in 157 installments.

The information related to taxes payable was presented in the Company's 2010 annual financial statements, in Note 20.

Braskem S.A.

## Notes to the quarterly information

at September 30, 2011

All amounts in R\$ thousands unless otherwise stated

## 19. Income tax and social contribution

## (a) Reconciliation of the effects of income tax and social contribution on the Company's profit

|   | Parent company   |                  | Consolidated     |                  |
|---|------------------|------------------|------------------|------------------|
|   | 9M11             | 9M10             | 9M11             | 9M10             |
| <b>Profit (loss) before income tax and social contribution and non-controlling shareholders</b> | <b>(598,344)</b> | <b>1,825,850</b> | <b>(533,532)</b> | <b>1,812,567</b> |
| Income tax and social contribution at the rate of 34%   | 203,437          | (620,789)        | 181,401          | (616,272)        |
| <b>Permanent adjustments to the income tax and social contribution calculation basis</b>        |                  |                  |                  |                  |
| Income tax and social contribution on equity in results of investees                            | 13,833           | 26,910           | (844)            | 25,655           |
| Effects of taxes paid in installments   | 13,896           | 23,328           | 13,896           | 23,328           |
| Tax incentives (Sudene and PAT)   | 61,812           | 29,191           | 62,427           | 30,903           |
| Effect of IFRS adjustments  |                  | 275,147          |                  | 314,873          |
| Other   | (22,775)         | (25,232)         | (39,303)         | (57,989)         |
| <b>Effect of income tax and social contribution on results of operations</b>                    | <b>270,203</b>   | <b>(291,445)</b> | <b>217,577</b>   | <b>(279,502)</b> |
| <b>Breakdown of income tax and social contribution:</b>   |                  |                  |                  |                  |
| Current income tax and social contribution  | (216,214)        | (86,627)         | (269,040)        | (137,286)        |
| Tax incentives (Sudene and PAT)   | 61,812           | 29,191           | 62,427           | 30,903           |
|   | <b>(154,402)</b> | <b>(57,436)</b>  | <b>(206,613)</b> | <b>(106,383)</b> |



**Current income tax and social contribution**

|   |                |                  |                |                  |
|---|----------------|------------------|----------------|------------------|
| Deferred income tax and social contribution                       | 424,605        | (234,009)        | 424,190        | (173,119)        |
| <b>Deferred income tax and social contribution</b>                | <b>424,605</b> | <b>(234,009)</b> | <b>424,190</b> | <b>(173,119)</b> |
| <b>Total income tax and social contribution on profit or loss</b> | <b>270,203</b> | <b>(291,445)</b> | <b>217,577</b> | <b>(279,502)</b> |

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****(b) Deferred income tax and social contribution**

|  | September/2011 | Parent company<br>December/2010 | September/2011   | Consolidated<br>December/2010 |
|--|----------------|---------------------------------|------------------|-------------------------------|
| <b><u>Breakdown of deferred income tax</u></b>   |                |                                 |                  |                               |
| <b>Non-current assets</b>  |                |                                 |                  |                               |
| Tax losses   |                | 7,096                           | 337,470          | 372,064                       |
| Amortized goodwill   | 50,361         | 77,157                          | 53,189           | 80,222                        |
| Temporary differences  | 103,033        | 71,027                          | 149,965          | 91,149                        |
| Temporary adjustments of accounting criteria arising from Laws No. 11,638/07 and No. 11,941/09 | 104,306        | 114,088                         | 284,534          | 296,667                       |
| <b>Total</b>   | <b>257,700</b> | <b>269,368</b>                  | <b>825,158</b>   | <b>840,102</b>                |
| <b>Non-current liabilities</b>   |                |                                 |                  |                               |
| Exchange variations  | 81,844         | 474,834                         | 84,947           | 474,834                       |
| Temporary differences  | 5,686          | 6,130                           | 358,006          | 289,200                       |
| Temporary adjustments of accounting criteria arising from Laws No. 11,638/07 and No. 11,941/09 | 502,023        | 431,202                         | 975,708          | 930,225                       |
| <b>Total</b>   | <b>589,553</b> | <b>912,166</b>                  | <b>1,418,661</b> | <b>1,694,259</b>              |

**Breakdown of deferred social contribution****Non-current assets**

|  |               |               |                |                |
|--|---------------|---------------|----------------|----------------|
| Social contribution taxloss carryforwards  |               | 1,863         | 124,107        | 133,486        |
| Amortized goodwill   | 18,130        | 28,524        | 19,148         | 29,628         |
| Temporary differences  | 32,832        | 21,733        | 41,286         | 27,928         |
| Temporary adjustments of accounting criteria arising from Laws No. 11,638/07 and No. 11,941/09 | 37,550        | 39,811        | 102,432        | 105,541        |
| <b>Total</b>   | <b>88,512</b> | <b>91,931</b> | <b>286,973</b> | <b>296,583</b> |

**Non-current liabilities**

|  |                |                |                |                |
|--|----------------|----------------|----------------|----------------|
| Exchange variations  | 29,464         | 170,940        | 30,581         | 170,940        |
| Temporary differences  |                |                | 456            | 493            |
| Temporary adjustments of accounting criteria arising from Laws No. 11,638/07 and No. 11,941/09 | 180,728        | 155,234        | 351,255        | 334,846        |
| <b>Total</b>   | <b>210,192</b> | <b>326,174</b> | <b>382,292</b> | <b>506,279</b> |

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****c) Changes in tax loss and social contribution tax loss carryforwards**

|  | <b>Income<br/>tax</b> | <b>Parent company<br/>Social contribution</b> | <b>Income tax</b> | <b>Consolidated<br/>Social contribution</b> |
|--|-----------------------|---|-------------------|---|
| <b>Tax loss and social contribution tax loss carryforwards in December 2010</b>  | <b>28,385</b>         | <b>20,702</b>                                 | <b>1,488,255</b>  | <b>1,483,181</b>                            |
| Use of tax loss in the period  | (28,385)              |   | (66,119)          |   |
| Use of social contribution tax loss carryforwards in the period                  |                       | (20,702)                                      |                   | (57,123)                                    |
| Write-off from use in the refinancing program – Law No. 11,941/09                |                       |   | (72,256)          | (47,096)                                    |
| <b>Tax loss and social contribution tax loss carryforwards in September 2011</b> |                       |   | <b>1,349,880</b>  | <b>1,378,962</b>                            |
| Income tax and social contribution rates   | 25%                   | 9%  | 25%               | 9%  |
| <b>Tax credit</b>  |                       |   | <b>337,470</b>    | <b>124,107</b>                              |

The information related to income tax and social contribution was presented in the Company's 2010 annual financial statements, in Note 21.



**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****20. Sundry provisions**

|   | <b>September/2011</b> | <b>Parent company<br/>December/2010</b> | <b>September/2011</b> | <b>Consolidated<br/>December/2010</b> |
|---|-----------------------|---|-----------------------|---------------------------------------|
| Bonus provision                                 | 16,139                | 17,554                                  | 18,954                | 21,538                                |
| Provision for recovery of environmental damages | 23,242                | 35,555                                  | 25,711                | 36,282                                |
| Sundry legal provisions                         | 67,188                | 97,422                                  | 320,043               | 330,807                               |
| Other   |                       |   | 7,090                 | 6,240                                 |
| <b>Total</b>                                    | <b>106,569</b>        | <b>150,531</b>                          | <b>371,798</b>        | <b>394,867</b>                        |
| Current liabilities                             | 16,139                | 26,036                                  | 21,903                | 32,602                                |
| Non-current liabilities                         | 90,430                | 124,495                                 | 349,895               | 362,265                               |
| <b>Total</b>                                    | <b>106,569</b>        | <b>150,531</b>                          | <b>371,798</b>        | <b>394,867</b>                        |

The breakdown of the balance of provisions for legal claims is as follows:

|                | <b>September/2011</b> | <b>Parent company<br/>December/2010</b> | <b>September/2011</b> | <b>Consolidated<br/>December/2010</b> |
|----------------|-----------------------|---|-----------------------|---------------------------------------|
| Labor claims   | 30,618                | 25,129                                  | 39,092                | 33,302                                |
| Taxclaims      | 33,585                | 57,911                                  | 277,643               | 282,729                               |
| Civil lawsuits | 2,985                 | 13,711                                  | 3,306                 | 14,105                                |

|       |               |               |                |                |
|-------|---------------|---------------|----------------|----------------|
| Other |               | 671           | 2              | 671            |
|       | <b>67,188</b> | <b>97,422</b> | <b>320,043</b> | <b>330,807</b> |

This table was presented in the Company's 2010 annual financial statements, in Note 22.

## 21. Long-term incentives

The breakdown of the number and amount of the investment units in the parent company and consolidated financial statements at September 30, 2011 are as follows:

|                         | September/2011   |               | December/2010    |               |
|-------------------------|------------------|---------------|------------------|---------------|
|                         | Number           | Amount        | Number           | Amount        |
| <b>Investment units</b> |                  |               |                  |               |
| Issued (Alfa units)     | 566,585          | 10,963        | 672,753          | 8,699         |
| Bonus (Beta units)      | 539,809          | 4,683         | 665,268          | 5,743         |
| <b>Total</b>            | <b>1,106,394</b> | <b>15,646</b> | <b>1,338,021</b> | <b>14,442</b> |

In the period, 125,643 Alfa investment units amounting to R\$ 2,431 and 125,459 Beta investment units amounting to R\$ 2,428 were redeemed.

This table was presented in the Company's 2010 annual financial statements, in Note 23.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****22. Private pension plans**

The amounts recognized for defined benefit pension plans are as follows:

|  | <b>September/2011</b> | <b>Parent company<br/>December/2010</b> | <b>September/2011</b> | <b>Consolidated<br/>December/2010</b> |
|--|-----------------------|---|-----------------------|---------------------------------------|
| <b>Actuarial asset recorded<br/>in</b> |                       |   |                       |                                       |
| Novamont Braskem<br>America (i)        |                       |   | 13                    | 270                                   |
| <b>Actuarial liabilities with</b>      |                       |   |                       |                                       |
| Petros                                 | 107,906               | 109,894                                 | 108,756               | 110,744                               |
| Defined benefit pension<br>plan - RPR  |                       |   |                       | 12,773                                |
|  | 107,906               | 109,894                                 | 108,756               | 123,517                               |

(i) This amount is part of the balance of "other receivables" in non-current assets.

The information related to private pension plans was presented in the Company's 2010 annual financial statements, in Note 24.



**23. Contingencies**

The Company has contingent liabilities related to legal lawsuits and administrative proceedings arising in the ordinary course of its business. These contingencies are of labor and social security, tax, civil and corporate nature and involve risks of losses that are classified by the Company's management as possible. A provision for the lawsuits for which the risk of loss is classified as probable is recognized and it is presented in Note 20 of this Quarterly Information.

Based on the opinion of the internal legal advisors, there were no significant additions of lawsuits representing lawsuits that involve risk of losses classified as possible, nor significant changes in the progress of the existing lawsuits, except for the monetary adjustments to the amounts involved in the quarter ended September 30, 2011.

The description of the main contingent liabilities of the Company was presented in the 2010 annual financial statements, in Note 25.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****24. Equity****(a) Capital**

At September 30, 2011, the Company's subscribed and paid up capital amounts to R\$ 8,043,222 and comprises 801,665,617 shares with no par value divided into 451,669,063 common shares, 349,402,736 class A preferred shares, and 593,818 class B preferred shares.

**(b) Treasury shares and repurchase of shares**

The breakdown of treasury shares is as follows:

|                              |                       | <b>Parent company</b> |                       | <b>Consolidated</b>  |
|------------------------------|-----------------------|-----------------------|-----------------------|----------------------|
|                              | <b>September/2011</b> | <b>December/2010</b>  | <b>September/2011</b> | <b>December/2010</b> |
| <b>Number</b>                |                       |                       |                       |                      |
| Common shares                | 411                   | 411                   | 411                   | 411                  |
| Class A preferred shares     | 1,542,258             | 1,506,060             | 2,697,016             | 2,660,818            |
|                              | 1,542,669             | 1,506,471             | 2,697,427             | 2,661,229            |
| <b>Amount (R\$ thousand)</b> | 11,325                | 10,379                | 60,217                | 59,271               |

- In January 2011, the Company repurchased 36,198 class A preferred shares for the amount of R\$ 946 arising from the minority shareholders' right to withdraw from Braskem Petroquímica due to its merger into Braskem, which was approved by the shareholders on December 27, 2010.

- On August 26, 2011, Braskem's Board of Directors approved a new program for the repurchase of shares to be effective between August 29, 2011 and August 28, 2012 through which the Company may acquire up to 12,162,504 class A preferred shares at market price. The shares may be acquired by the Company or financial institutions contracted for this purpose.

The program, which was approved by the Brazilian Securities Commission ("CVM"), provides that even if they are in the possession of financial institutions, the shares repurchased in the ambit of the program will not be entitled to the dividends proposed by the Company.

Until the end of the program, Braskem will acquire from the financial institutions, at market price, the shares acquired by them, which is when they will be recorded by the Company as "treasury shares".

By September 30, 2011, 250,100 shares had been repurchased by financial institutions for the amount of R\$ 3,707.

Additionally, during the term of the program, the shares repurchased by financial institutions will be excluded from the calculation basis of earnings per share since, in essence, they are treasury shares and, for this reason, they are not subject to this calculation.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****(c) Dividends**

On April 29, 2011, The Ordinary General Meeting approved the payment of dividends in the amount of R\$ 665,630 as from May 10, 2011, R\$ 376,352 of which was made available to common shareholders and R\$ 288,891 and R\$ 357 to class A and B preferred shareholders, respectively. The remaining proposed and undistributed amount, of R\$ 30, was reversed to retained earnings and refers to the 36,198 class A preferred shares acquired by Braskem in January 2011 as a result from the exercise of the right to withdraw by the shareholders of Braskem Petroquímica (Note 24 (b)).

The information related to Company's equity was presented in its 2010 annual financial statements, in Note 26.

**25. Earnings per share**

The table below shows the reconciliation of profit (loss) for the period adjusted to the amounts used to calculate basic and diluted earnings per share.

|   | <b>Basic</b> | <b>9M11<br/>Diluted</b> | <b>Basic</b> | <b>9M10<br/>Diluted</b> |
|---|--------------|-------------------------|--------------|-------------------------|
| Profit (loss) attributable to the Company's shareholders        | (328,141)    | (328,141)               | 1,534,405    | 1,534,405               |
| Profit (loss) attributable to class B preferred shareholders    |              |                         | 358          |                         |
| Profit (loss) for the period attributable to other shareholders | (328,141)    | (328,141)               | 1,534,047    | 1,534,405               |

|  |             |             |             |             |
|--|-------------|-------------|-------------|-------------|
| Weighted average number of common and class A preferred shares (i) | 798,392,873 | 798,688,188 | 686,855,086 | 687,151,995 |
| Earnings (loss) per share (in R\$)                                 | (0.4110)    | (0.4108)    | 2.2334      | 2.2330      |

(i) In the calculation of the weighted average number of common and class A preferred shares, the Company's shares repurchased by a financial institution that are not yet recorded as "treasury shares" were excluded from its basis (Note 24 (d)).

The information related to the Company's earnings per share was presented in its 2010 annual financial statements, in Note 27.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****26. Segment information**

In February 2011, the Brazilian antitrust agency (“CADE”) approved the operation for the acquisition and integration of Quattor’s assets, which made possible the change in the Company’s organizational structure as from 2011. The change in relation to the previous structure, presented in the Company’s 2010 annual financial statements, in Note 28, is in the distribution of Quattor’s activities among the Basic Petrochemicals and Polyolefin units. The 2010 information below was reclassified to allow comparability. The Company does not disclose assets per segment since this information is not presented to its chief operating decision maker.

|  | <b>Reportable segments</b>      |                    |               |                               |                                  |              | <b>Total<br/>reportable<br/>segments</b> | <b>Other<br/>segments</b> |  |
|--|---------------------------------|--------------------|---------------|-------------------------------|----------------------------------|--------------|--|---------------------------|--|
|  | <b>Basic<br/>petrochemicals</b> | <b>Polyolefins</b> | <b>Vinyls</b> | <b>Foreign<br/>businesses</b> | <b>Chemical<br/>distribution</b> |              |  |                           |  |
| Net sales revenues                         | 17,503,890                      | 9,691,255          | 1,306,263     | 2,108,907                     | 570,223                          | 31,180,538   | 176,262                                  |                           |  |
| Cost of products sold                      | (15,599,851)                    | (8,802,846)        | (1,219,327)   | (1,960,727)                   | (464,192)                        | (28,046,943) | (151,509)                                |                           |  |
| Gross profit                               | 1,904,039                       | 888,409            | 86,936        | 148,180                       | 106,031                          | 3,133,595    | 24,753                                   |                           |  |
| Operating expenses                         |                                 |                    |               |                               |                                  |              |  |                           |  |
| Selling, general and distribution expenses | (414,424)                       | (599,558)          | (109,514)     | (98,788)                      | (72,838)                         | (1,295,122)  | (39,398)                                 | (121,900)                 |  |
| Results from equity investments            |                                 |                    |               |                               |                                  |              |  | (2,000)                   |  |

|  |                                 |                    |               |                               |                                  |  |                           |                  |
|--|---------------------------------|--------------------|---------------|-------------------------------|----------------------------------|--|---------------------------|------------------|
| Other operating income (expenses), net     | (8,294)                         | (6,210)            | (21,372)      | (22,369)                      | 3,236                            | (55,009)                                 | 20,597                    | (6,500)          |
|  | (422,718)                       | (605,768)          | (130,886)     | (121,157)                     | (69,602)                         | (1,350,131)                              | (18,801)                  | (130,500)        |
| Operating profit (loss)                    | 1,481,321                       | 282,641            | (43,950)      | 27,023                        | 36,429                           | 1,783,464                                | 5,952                     | (130,500)        |
| <b>Reportable segments</b>                 |                                 |                    |               |                               |                                  |  |                           |                  |
|  | <b>Basic<br/>petrochemicals</b> | <b>Polyolefins</b> | <b>Vinyls</b> | <b>Foreign<br/>businesses</b> | <b>Chemical<br/>distribution</b> | <b>Total<br/>reportable<br/>segments</b> | <b>Other<br/>segments</b> | <b>Corporate</b> |
| Net sales revenues                         | 13,017,197                      | 8,080,657          | 1,322,281     | 1,168,609                     | 571,997                          | 24,160,741                               | 261,254                   |                  |
| Cost of products sold                      | (11,301,070)                    | (7,123,154)        | (1,192,905)   | (1,052,758)                   | (484,753)                        | (21,154,640)                             | (249,827)                 |                  |
| Gross profit                               | 1,716,127                       | 957,503            | 129,376       | 115,851                       | 87,244                           | 3,006,101                                | 11,427                    |                  |
| Operating expenses                         |                                 |                    |               |                               |                                  |  |                           |                  |
| Selling, general and distribution expenses | (400,627)                       | (458,130)          | (100,955)     | (43,581)                      | (57,421)                         | (1,060,714)                              | (23,248)                  | (125,000)        |
| Results from equity investments            |                                 |                    |               |                               |                                  |  |                           | 25,000           |
| Results from business combinations         |                                 |                    |               |                               |                                  |  |                           | 975,000          |
| Other operating income (expenses), net     | (21,658)                        | 4,323              | 1,717         | (6,909)                       | 1,142                            | (21,385)                                 | 2,965                     | (51,000)         |
|  | (422,285)                       | (453,807)          | (99,238)      | (50,490)                      | (56,279)                         | (1,082,099)                              | (20,283)                  | 823,000          |
| Operating profit (loss)                    | 1,293,842                       | 503,696            | 30,138        | 65,361                        | 30,965                           | 1,924,002                                | (8,856)                   | 823,000          |





**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****27. Net sales revenues**

|                             |                   | <b>Parent company</b> |                   | <b>Consolidated</b> |
|-----------------------------|-------------------|-----------------------|-------------------|---------------------|
|                             | <b>9M11</b>       | <b>9M10</b>           | <b>9M11</b>       | <b>9M10</b>         |
| <b>Gross sales revenues</b> |                   |                       |                   |                     |
| Domestic market             | 13,234,677        | 12,412,932            | 19,428,400        | 16,431,093          |
| Foreign market              | 3,750,859         | 3,545,255             | 10,089,562        | 6,479,148           |
|                             | 16,985,536        | 15,958,187            | 29,517,962        | 22,910,241          |
| <b>Sales deductions</b>     |                   |                       |                   |                     |
| Taxes                       | (3,134,749)       | (2,903,515)           | (4,863,029)       | (4,297,223)         |
| Sales returns               | (93,271)          | (63,094)              | (189,088)         | (84,768)            |
|                             | (3,228,020)       | (2,966,609)           | (5,052,117)       | (4,381,991)         |
| <b>Net sales revenues</b>   | <b>13,757,516</b> | <b>12,991,578</b>     | <b>24,465,845</b> | <b>18,528,250</b>   |

This table was presented in the Company's 2010 annual financial statements, in Note 29.

**28. Other operating income (expenses)**

In the period ended September 30, 2011, other consolidated net operating income (expenses) includes:

- (i) sale of property, plant and equipment and investment, which had a negative impact amounting to R\$ 77,371, R\$ 52,605 of which refers to the disposal of assets in the period of tests of the green polyethylene plant;

- (ii) expense with the depreciation of dormant plants amounting to R\$ 18,797 (R\$ 7,753 in the parent company);
- (iii) expenses with inventory adjustments and losses on changes in raw materials amounting to R\$ 13,938;
- (iv) sale of other materials, which had a positive impact, amounting to R\$ 7,427;
- (v) gains related to tax claims amounting to R\$ 44,225; and
- (vi) other net operating expenses, amounting to R\$ 17,539.

The information related to the Company's other operating income (expenses), net was presented in the 2010 annual financial statements, in Note 30.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****29. Financial results**

|   | <b>Parent company</b> |                  | <b>Consolidated</b> |                    |
|---|-----------------------|------------------|---------------------|--------------------|
|   | <b>9M11</b>           | <b>9M10</b>      | <b>9M11</b>         | <b>9M10</b>        |
| <b>Financial income</b>                     |                       |                  |                     |                    |
| Interest income                             | 189,148               | 164,285          | 204,253             | 192,218            |
| Monetary variations                         | 52,645                | 75,419           | 41,558              | 75,735             |
| Exchange variations                         | 191,295               | 7,818            | 340,037             | 27,383             |
| Other                                       | 6,449                 | 8,150            | 17,790              | 29,875             |
|   | <b>439,537</b>        | <b>255,672</b>   | <b>603,638</b>      | <b>325,211</b>     |
| <b>Financial expenses</b>                   |                       |                  |                     |                    |
| Interest expenses                           | (654,472)             | (630,494)        | (735,180)           | (702,118)          |
| Monetary variations                         | (172,353)             | (143,716)        | (223,661)           | (258,319)          |
| Exchange variations                         | (1,202,105)           | 337,510          | (1,366,293)         | 330,121            |
| Adjustment of tax and labor debts (i)       | (139,161)             | (49,613)         | (167,658)           | (49,640)           |
| Tax expenses on financial operations        | (5,775)               | (14,159)         | (8,804)             | (25,640)           |
| Discounts granted                           | (16,875)              | (14,215)         | (34,444)            | (28,366)           |
| Transaction costs - amortization            | (3,982)               | (13,213)         | (18,579)            | (38,386)           |
| Adjustment to labor agreement               |                       | (79,460)         |                     | (90,631)           |
| Adjustment to present value - appropriation | (18,556)              | (117,033)        | (46,042)            | (132,360)          |
| Other                                       | (23,988)              | (25,543)         | (200,734)           | (116,149)          |
|   | <b>(2,237,267)</b>    | <b>(749,936)</b> | <b>(2,801,395)</b>  | <b>(1,111,488)</b> |
| <b>Total</b>                                | <b>(1,797,730)</b>    | <b>(494,264)</b> | <b>(2,197,757)</b>  | <b>(786,277)</b>   |

(i) In the period ended September 30, 2011, the balance includes interest based on the SELIC rate on the refinancing provided for by Law No. 11,941/09 amounting to R\$ 113,974.

This table was presented in the Company's 2010 annual financial statements, in Note 31.

**Braskem S.A.****Notes to the quarterly information****at September 30, 2011****All amounts in R\$ thousands unless otherwise stated****30. Expenses by nature**

|  |                     | <b>Parent company</b> |                     | <b>Consolidated</b> |
|--|---------------------|-----------------------|---------------------|---------------------|
|  | <b>9M11</b>         | <b>9M10</b>           | <b>9M11</b>         | <b>9M10</b>         |
| <b>Classification by function:</b>       |                     |                       |                     |                     |
| Cost of products sold                    | (11,576,192)        | (10,713,405)          | (21,302,177)        | (15,650,202)        |
| Selling                                  | (123,396)           | (138,802)             | (253,477)           | (286,585)           |
| Distribution                             | (234,747)           | (218,380)             | (355,589)           | (221,708)           |
| General and administrative               | (517,084)           | (486,237)             | (778,865)           | (643,301)           |
| Research and development                 | (41,945)            | (40,815)              | (68,546)            | (58,232)            |
| <b>Total</b>                             | <b>(12,493,364)</b> | <b>(11,597,639)</b>   | <b>(22,758,654)</b> | <b>(16,860,028)</b> |
| <b>Classification by nature:</b>         |                     |                       |                     |                     |
| Raw materials or feedstocks              | (9,592,935)         | (8,935,005)           | (18,218,722)        | (13,288,933)        |
| Personnel expenses                       | (781,879)           | (657,887)             | (1,200,149)         | (897,793)           |
| Outsourced services                      | (425,479)           | (339,655)             | (654,902)           | (476,246)           |
| Tax expenses                             | (20,051)            | (20,197)              | (42,217)            | (23,643)            |
| Depreciation, amortization and depletion | (782,470)           | (773,521)             | (1,248,324)         | (1,090,748)         |
| Variable selling expenses                | (222,871)           | (232,375)             | (373,517)           | (319,233)           |
| Freights                                 | (507,843)           | (489,759)             | (747,176)           | (566,712)           |
| Other expenses                           | (159,836)           | (149,240)             | (273,647)           | (196,720)           |
| <b>Total</b>                             | <b>(12,493,364)</b> | <b>(11,597,639)</b>   | <b>(22,758,654)</b> | <b>(16,860,028)</b> |

This table was presented in the Company's 2010 annual financial statements, in Note 32.

**31. Insurance coverage**

In the period ended September 30, 2011, there were no significant changes in the insurance coverage of Braskem and its subsidiaries.

**32. Other receivables**

On September 30, 2011, the account “other receivables” in the consolidated includes:

(i) in current assets:

- advances to suppliers amounting to R\$ 112,029;
- amounts receivable from suppliers of the Company as bonus for achieving the contractual target, amounting to R\$ 26,856; and
- amounts receivable from Petrobras amounting to R\$ 106,630 (Note 8 (b)).

(ii) non-current assets:

- expenses for the recovery of damages that occurred in furnaces and in the electric system in the olefin plants of the Camaçari Basic Petrochemicals unit located in the State of Bahia in the amount of R\$ 74,105 and R\$ 43,643, respectively; and
- expenses for the recovery of damages that occurred as a result of a leakage of chloride in the Chloride Soda plant in the State of Alagoas amounting to R\$ 8,847.

**Braskem S.A.**

**Notes to the quarterly information**

**at September 30, 2011**

**All amounts in R\$ thousands unless otherwise stated**

**33. Advances from customers – non-current**

On September 30, 2011, the balance of this account includes the advance of R\$ 139,080 (US\$ 75 million) made by a foreign customer for the acquisition of butadiene between February 2013 and December 2016.

**34. Subsequent events**

(a) On September 30, 2011 the Company completed the acquisition of the polypropylene (“PP”) business from The Dow Chemical Company (“Dow Chemical”) announced in July 2011. The negotiations included four industrial units, two in the United States and two in Germany, with an annual production capacity of 1,050 thousand metric tons of PP. In the United States, the plants acquired are located in Freeport and Seadrift in the State of Texas and add 505,000 metric tons to Braskem’s production capacity of PP in that country. These plants were incorporated into the assets of the subsidiary Braskem América. In Germany, the plants are located in Wesseling and Schkopau and have an annual production capacity of 545,000 metric tons. These plants were incorporated into the assets of the new subsidiary of Braskem in that country called Braskem Europe GmbH (Braskem Germany).

This acquisition represents a “business combination”, as established in the Accounting Pronouncement CPC 15 and IFRS 3R, which is why the Company’s management will hire a specialized company to measure, at fair value, the assets acquired and liabilities assumed. Under the above mentioned standards, the acquisition date is October 3, 2011, date on which the requirements for the acquisition were met by the parties involved. However, as provided for in the purchase and sale agreement, the assets, liabilities and results of the new plants were assumed retroactively to October 1, 2011. For this reason, the results of the acquired units will be consolidated in the Company’s financial statements as of October 1, 2011.

The information required for an operation of this nature will be disclosed in Braskem's 2011 annual financial statements.

The Purchase Price, as defined in the Sale and Purchase Agreement, amounting to US\$ 323 million, was paid on October 3, 2011. In addition to the industrial plants, the business combination involved inventories, trade accounts receivable and trade payables. These amounts that will be realized in the short term are part of the working capital associated with the new investment.

(b) In October 2011, 902,600 shares of the Company were repurchased by a financial institution in accordance with the repurchase program mentioned in Note 24 (b) for the amount of R\$ 12,634.





