

BRASKEM SA
Form 6-K
November 13, 2013

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, 2013
(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, 2013

and Independent Auditors' Report Review

Report on 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 Form (ITR) for the quarter ended September 30, 2013, comprising the balance sheet at that date and the statements of operations and comprehensive income for the quarter 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, of the Brazilian Accounting Pronouncements Committee (CPC), and of the consolidated interim accounting information in accordance with CPC 21 and International Accounting Standard (IAS) 34, Interim Financial Reporting issued by the International Accounting Standards Board (IASB), as well as the presentation of this information in accordance with the standards issued by the Brazilian Securities Commission (CVM), applicable to the preparation of the Quarterly Information (ITR). 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 does 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, and presented in accordance with the standards issued by the CVM.

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, and presented in accordance with the standards issued by the CVM.

Other matters

Statements of value added

We have also reviewed the parent company and consolidated statements of value added for the nine-month period ended September 30, 2013. These statements are the responsibility of the Company's management, and are required to be presented in accordance with standards issued by the CVM applicable to the preparation of Quarterly Information (ITR) and are considered supplementary information under IFRS, which do 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 prepared, in all material respects, in a manner consistent with the parent company and consolidated interim accounting information taken as a whole.

Salvador, November 7, 2013

PricewaterhouseCoopers

Auditores Independentes rtr

CRC 2SP000160/O-5 "F" BA

Fábio Cajazeira Mendes

Braskem S.A.**Balance sheet****at September 30, 2013****All amounts in thousands of reais**

| Assets | Note | Consolidated | | Parent Company | |
|--|-------------|---------------------|-----------------------------|-----------------------|-----------------------------|
| | | Sep/2013 | Dec/2012 Revised | Sep/2013 | Dec/2012 Revised |
| Current assets | | | | | |
| Cash and cash equivalents | 4 | 3,854,933 | 3,287,622 | 2,822,039 | 1,627,928 |
| Financial investments | 5 | 61,968 | 172,146 | 61,936 | 155,535 |
| Trade accounts receivable | 6 | 2,633,775 | 2,326,480 | 3,101,930 | 1,834,491 |
| Inventories | 7 | 4,897,296 | 4,102,055 | 2,850,395 | 2,478,550 |
| Taxes recoverable | 9 | 1,709,696 | 1,476,211 | 1,184,171 | 1,005,842 |
| Dividends and interest on capital | | 439 | 2,645 | 135,851 | 130,145 |
| Prepaid expenses | | 94,843 | 54,013 | 31,047 | 14,153 |
| Related parties | 8 | 31,750 | 13,912 | 110,262 | 13,906 |
| Insurance claims | | 147,025 | 160,981 | 141,308 | 160,981 |
| Other receivables | | 558,597 | 818,434 | 499,400 | 761,450 |
| | | 13,990,322 | 12,414,499 | 10,938,339 | 8,182,981 |
| Non-current assets held for sale | 3(a) | 277,828 | 277,828 | | |
| | | 14,268,150 | 12,692,327 | 10,938,339 | 8,182,981 |
| Non-current assets | | | | | |
| Financial investments | 5 | 31,592 | 34,489 | 31,589 | 34,088 |
| Trade accounts receivable | 6 | 103,393 | 37,742 | 101,572 | 35,710 |
| Taxes recoverable | 9 | 1,394,606 | 1,527,134 | 934,987 | 1,026,391 |
| Deferred income tax and social contribution | 16(b) | 2,480,208 | 2,062,009 | 1,528,332 | 1,100,611 |
| Judicial deposits | | 183,015 | 179,618 | 170,850 | 164,443 |
| Related parties | 8 | 132,479 | 127,627 | 457,045 | 988,589 |
| Insurance claims | | 67,470 | 47,255 | 65,864 | 45,649 |
| Other receivables | | 279,281 | 218,279 | 118,336 | 153,466 |
| Investments in subsidiaries and jointly-controlled investments | 10 | 113,297 | 118,787 | 10,043,822 | 9,591,644 |
| Other investments | | 6,499 | 6,948 | 6,123 | 6,575 |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | | |
|-------------------------------|----|-------------------|-------------------|-------------------|-------------------|
| Property, plant and equipment | 11 | 23,815,257 | 21,176,785 | 11,586,324 | 11,794,385 |
| Intangible assets | 12 | 2,910,171 | 2,940,966 | 2,222,787 | 2,241,565 |
| | | 31,517,268 | 28,477,639 | 27,267,631 | 27,183,116 |
| Total assets | | 45,785,418 | 41,169,966 | 38,205,970 | 35,366,097 |

The Management notes are an integral part of the financial statements

Braskem S.A.**Balance sheet****at September 30, 2013****All amounts in thousands of reais****Continued**

| Liabilities and shareholders' equity | Note | Consolidated | | Parent Company | |
|---|-------------|---------------------|-----------------------------|-----------------------|-----------------------------|
| | | Sep/2013 | Dec/2012 Revised | Sep/2013 | Dec/2012 Revised |
| Current liabilities | | | | | |
| Trade payables | | 9,715,114 | 8,897,597 | 8,598,940 | 6,446,899 |
| Borrowings | 13 | 2,492,015 | 1,836,028 | 3,033,300 | 1,887,811 |
| Project finance | 14 | 15,847 | | | |
| Derivatives operations | 20.2 | 116,288 | 293,378 | 22,889 | 293,378 |
| Payroll and related charges | | 458,815 | 349,176 | 322,838 | 249,275 |
| Taxes payable | 15 | 398,289 | 342,789 | 283,039 | 245,173 |
| Dividends and interest on capital | | 4,050 | 5,369 | 1,273 | 2,160 |
| Advances from customers | | 274,216 | 237,504 | 36,593 | 257,079 |
| Sundry provisions | 17 | 52,150 | 52,264 | 20,490 | 11,930 |
| Post-employment benefits | 18 | 187,662 | 147,175 | 187,647 | 147,175 |
| Accounts payable to related parties | 8 | | | 138,731 | 206,999 |
| Other payables | | 115,158 | 385,577 | 18,749 | 29,478 |
| | | 13,829,604 | 12,546,857 | 12,664,489 | 9,777,349 |
| | | | | | |
| Non-current liabilities held for sale | 3(a) | 109,770 | 109,770 | | |
| | | 13,939,374 | 12,656,627 | 12,664,489 | 9,777,349 |
| | | | | | |
| Non-current liabilities | | | | | |
| Borrowings | 13 | 15,671,336 | 15,675,610 | 10,254,546 | 10,534,287 |
| Project finance | 14 | 3,284,212 | | | |
| Derivatives operations | 20.2 | 359,229 | | 359,229 | |
| Taxes payable | 15 | 1,006,065 | 1,164,753 | 900,982 | 1,059,225 |
| Accounts payable to related parties | 8 | | | 4,192,502 | 3,667,754 |
| Long-term incentives | | 9,575 | 10,405 | 9,575 | 10,405 |
| Deferred income tax and social contribution | 16(b) | 2,254,591 | 2,138,622 | 1,073,689 | 1,015,743 |
| Post-employment benefits | 18 | 40,393 | 36,602 | | |
| Provision for losses on subsidiaries and jointly-controlled investments | | | | 130,184 | 119,375 |
| Advances from customers | | 163,069 | 204,989 | 58,538 | 80,463 |
| Sundry provisions | 17 | 378,097 | 363,411 | 187,678 | 144,782 |
| Other payables | | 504,692 | 266,963 | 277,489 | 343,652 |

| | | 23,671,259 | 19,861,355 | 17,444,412 | 16,975,680 |
|---|-----|-------------------|-------------------|-------------------|-------------------|
| Shareholders' equity | 21 | | | | |
| Capital | | 8,043,222 | 8,043,222 | 8,043,222 | 8,043,222 |
| Capital reserve | | 232,430 | 797,979 | 232,430 | 797,979 |
| Other comprehensive income | | (685,336) | 337,411 | (685,336) | 337,411 |
| Treasury shares | | (48,892) | (48,892) | | |
| Profit (loss) accumulated | | 506,753 | (565,549) | 506,753 | (565,549) |
| Total attributable to the Company's shareholders | | 8,048,177 | 8,564,171 | 8,097,069 | 8,613,063 |
| Non-controlling interest | 2.4 | 126,608 | 87,813 | | |
| | | 8,174,785 | 8,651,984 | 8,097,069 | 8,613,063 |
| Total liabilities and shareholders' equity | | 45,785,418 | 41,169,966 | 38,205,970 | 35,366,097 |

The Management notes are an integral part of the financial statements

Braskem S.A.

Statement of operations and statement of comprehensive income for the period

at September 30, 2013

All amounts in thousands of reais, except earnings (loss) per share

| | Note | 2013 | 3Q 2012 Revised | 2013 | Consolidated YTD 2012 Revised |
|--|-------|------------------|-----------------------|--------------------|--|
| Continued operations | | | | | |
| Net sales revenue | 23 | 10,700,268 | 9,254,201 | 29,523,643 | 26,281,860 |
| Cost of products sold | | (9,006,096) | (8,272,765) | (25,792,392) | (23,900,876) |
| Gross profit | | 1,694,172 | 981,436 | 3,731,251 | 2,380,984 |
| Income (expenses) | | | | | |
| Selling | | (242,149) | (245,711) | (728,717) | (692,565) |
| General and administrative | | (271,632) | (242,278) | (736,791) | (743,062) |
| Research and development | | (27,905) | (28,335) | (79,146) | (79,692) |
| Results from equity investments | 10(c) | 1,493 | (34,827) | (1,701) | (32,747) |
| Other operating income (expenses), net | | (45,899) | 5,712 | (100,057) | 288,181 |
| Operating profit | | 1,108,080 | 435,997 | 2,084,839 | 1,121,099 |
| Financial results | 24 | | | | |
| Financial expenses | | (573,667) | (553,763) | (1,799,481) | (3,129,522) |
| Financial income | | 38,107 | (13,222) | 490,938 | 353,100 |
| | | (535,560) | (566,985) | (1,308,543) | (2,776,422) |
| Profit (loss) before income tax and social contribution | | 572,520 | (130,988) | 776,296 | (1,655,323) |
| Current and deferred income tax and social contribution | 16(a) | (178,702) | 59,284 | (283,899) | 682,693 |
| | | (178,702) | 59,284 | (283,899) | 682,693 |
| Profit (loss) for the period of continued operations | | 393,818 | (71,704) | 492,397 | (972,630) |
| Discontinued operations results | 3(b) | | | | |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | |
|--|-----|------------------|------------------|--------------------|
| Profit (loss) from discontinued operations | | (49,968) | | (20,028) |
| Current and deferred income tax and social contribution | | (2,576) | | (12,570) |
| | | (52,544) | | (32,598) |
| Profit (loss) for the period | | 393,818 | (124,248) | 492,397 |
| | | | | (1,005,228) |
| Attributable to: | | | | |
| Company's shareholders | | 392,915 | (134,605) | 485,601 |
| Non-controlling interest | 2.4 | 903 | 10,357 | 6,796 |
| | | | | 6,236 |
| Profit (loss) for the period | | 393,818 | (124,248) | 492,397 |
| | | | | (1,005,228) |
| Other comprehensive income or loss: | | | | |
| Fair value of cash flow hedge | | (58,149) | 625 | (130,375) |
| Income tax and social contribution | | 4,253 | (213) | 28,810 |
| | | (53,896) | 412 | (101,565) |
| | | | | 16,238 |
| Exchange variation of foreign sales hedge | | (97,304) | | (1,542,676) |
| Income tax and social contribution | | 33,084 | | 524,510 |
| | | (64,220) | | (1,018,166) |
| Foreign currency translation adjustment | | 8,441 | 17,177 | 116,691 |
| | | | | 66,446 |
| Total other comprehensive income or loss | | (109,675) | 17,589 | (1,003,040) |
| | | | | 77,162 |
| Total comprehensive income or loss for the period | | 284,143 | (106,659) | (510,643) |
| | | | | (928,066) |
| Attributable to: | | | | |
| Company's shareholders - continued operations | | 295,168 | (70,083) | (514,033) |
| Company's shareholders - discontinued operations | | | (52,544) | (32,598) |
| Non-controlling interest | | (11,025) | 15,968 | 3,390 |
| | | | | 24,493 |
| Total comprehensive income or loss for the period | | 284,143 | (106,659) | (510,643) |
| | | | | (928,066) |

The Management notes are an integral part of the financial statements

Braskem S.A.**Statement of operations and statement of
comprehensive income for the period****at September 30, 2013****All amounts in thousands of reais, except earnings
(loss) per share****Continued**

| | Note | 2013 | Consolidated YTD 2012 |
|--|-------------|-------------|--------------------------------------|
| Profit (loss) per share attributable to the shareholders of the Company of continued operations at the end of the period (R\$) | 22 | | |
| Basic earnings per share - common | | 0.6100 | (1.2289) |
| Basic earnings per share - preferred | | 0.6100 | (1.2289) |
| Diluted earnings per share - common | | 0.6102 | (1.2285) |
| Diluted earnings per share - preferred | | 0.6102 | (1.2285) |
| Profit (loss) per share attributable to the shareholders of the Company of discontinued operations at the end of the period (R\$) | 3(b) | | |
| Basic earnings per share - common | | | (0.0409) |
| Basic earnings per share - preferred | | | (0.0409) |
| Diluted earnings per share - common | | | (0.0409) |
| Diluted earnings per share - preferred | | | (0.0409) |
| Profit (loss) per share attributable to the shareholders of the Company at the end of the period (R\$) | | | |
| Basic earnings per share - common | | 0.6100 | (1.2698) |
| Basic earnings per share - preferred | | 0.6100 | (1.2698) |
| Diluted earnings per share - common | | 0.6102 | (1.2694) |
| Diluted earnings per share - preferred | | 0.6102 | (1.2694) |

The Management notes are an integral part of the financial statements

Braskem S.A.**Statement of operations and statement of
comprehensive income for the period**

at September 30, 2013

All amounts in thousands of reais, except earnings
(loss) per share

Continued

| | Note | 2013 | 3Q 2012 | 2013 | Parent Company YTD 2012 |
|--|-------|------------------|------------------|------------------|-------------------------------|
| Continued operations | | | | | |
| Net sales revenue | 23 | 6,337,171 | 5,521,331 | 17,645,495 | 15,217,855 |
| Cost of products sold | | (5,205,537) | (4,836,705) | (15,193,655) | (13,582,928) |
| Gross profit | | 1,131,634 | 684,626 | 2,451,840 | 1,634,927 |
| Income (expenses) | | | | | |
| Selling | | (162,192) | (144,127) | (456,707) | (418,867) |
| General and administrative | | (165,895) | (170,457) | (476,078) | (511,731) |
| Research and development | | (20,772) | (22,945) | (59,713) | (62,562) |
| Results from equity investments | 10(c) | 186,451 | (55,848) | 221,386 | 196,242 |
| Other operating income (expenses), net | | (31,107) | (11,423) | (39,431) | 30,075 |
| Operating profit | | 938,119 | 279,826 | 1,641,297 | 868,084 |
| Financial results | | | | | |
| Financial expenses | 24 | (535,636) | (541,698) | (1,427,046) | (2,778,412) |
| Financial income | | 108,188 | 56,868 | 461,474 | 257,850 |
| | | (427,448) | (484,830) | (965,572) | (2,520,562) |
| Profit (loss) before income tax and social contribution | | 510,671 | (205,004) | 675,725 | (1,652,478) |
| Current and deferred income tax and social contribution | 16(a) | (117,756) | 70,399 | (190,124) | 641,014 |
| | | (117,756) | 70,399 | (190,124) | 641,014 |
| Profit (loss) for the period of continued operations | | 392,915 | (134,605) | 485,601 | (1,011,464) |
| Other comprehensive income or loss: | | | | | |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | |
|---|-----------------|------------------|------------------|------------------|
| Fair value of cash flow hedge | (12,510) | 625 | (84,736) | 16,238 |
| Income tax and social contribution | 4,253 | (213) | 28,810 | (5,522) |
| | (8,257) | 412 | (55,926) | 10,716 |
| Fair value of cash flow hedge of foreign subsidiaries | (34,229) | | (34,229) | |
| Exchange variation of foreign sales hedge | (97,304) | | (1,542,676) | |
| Income tax and social contribution | 33,084 | | 524,510 | |
| | (64,220) | | (1,018,166) | |
| Foreign currency translation adjustment | 8,959 | 11,566 | 108,687 | 48,189 |
| Total other comprehensive income or loss | (97,747) | 11,978 | (999,634) | 58,905 |
| Total comprehensive income for the period | 295,168 | (122,627) | (514,033) | (952,559) |

The Management notes are an integral part of the financial statements

Braskem S.A.**Statement of changes in shareholder's equity**

All amounts in thousands of reais

| | Note | Capital | Capital reserve | Legal reserve | Tax incentives | Revenue reserves Unrealized profit reserve | Additional dividends proposed | Attributed to shareholders' Other comprehensive income | Treasury (accu shares | R e |
|---|------|------------------|--------------------|------------------|-------------------|---|-------------------------------------|---|--------------------------|--------|
| At December 31, 2011 | | 8,043,222 | 845,998 | 87,710 | 4,547 | 16,457 | 482,593 | 315,586 | (60,217) | |
| Comprehensive income for the period: | | | | | | | | | | |
| Loss for the period | | | | | | | | | | (1,0 |
| Fair value of cash flow hedge, net of taxes | | | | | | | | 10,716 | | |
| Foreign currency translation adjustment | | | | | | | | 48,189 | | |
| | | | | | | | | 58,905 | | (1,0 |
| Equity valuation adjustments | | | | | | | | | | |
| Realization of deemed cost of jointly-controlled investment, net of taxes | | | | | | | | (710) | | |
| Realization of additional property, plant and equipment price-level | | | | | | | | (20,427) | | |

| | | | | | | | | | | |
|---|-------|------------------|----------------|---------------|--------------|---------------|--|----------------|-----------------|------------|
| restatement, net of taxes | | | | | | | | (21,137) | | |
| Contributions and distributions to shareholders: | | | | | | | | | | |
| Additional dividends approved at Shareholders' Meeting | | | | | | (482,593) | | | | |
| Capital increase of non-controlling shareholders | | | | | | | | | | |
| Gain on interest in subsidiary | | | | | | | | 1,982 | | |
| Repurchase of treasury shares | | | | | | | | | (36,694) | |
| | | | | | | (482,593) | | 1,982 | (36,694) | |
| At September 30, 2012 | | 8,043,222 | 845,998 | 87,710 | 4,547 | 16,457 | | 355,336 | (96,911) | (9) |
| At December 31, 2012 (revised) | 2.2.1 | 8,043,222 | 797,979 | | | | | 337,411 | (48,892) | (5) |
| Comprehensive income for the period: | | | | | | | | | | |
| Profit for the period | | | | | | | | | | |
| Exchange variation of foreign sales hedge, net of taxes | | | | | | | | (1,018,166) | | |
| Fair value of cash flow hedge, net of taxes | | | | | | | | (90,155) | | |
| Foreign currency translation adjustment | | | | | | | | 108,687 | (999,634) | |
| Equity valuation adjustments | | | | | | | | | | |
| Realization of deemed cost of jointly-controlled investment, net of | | | | | | | | | (20,427) | |

| | | | | |
|---|-------|------------------|----------------|---------------------------|
| taxes | | | | |
| Realization of additional property, plant and equipment price-level restatement, net of taxes | | | | (725) (21,152) |
| Contributions and distributions to shareholders: | | | | |
| Absorption of losses | 21(d) | (565,549) | | |
| Capital increase of non-controlling shareholders | | | | |
| Loss on interest in subsidiary | | | | (1,961) |
| | | (565,549) | | (1,961) |
| At September 30, 2013 | | 8,043,222 | 232,430 | (685,336) (48,892) |

The Management notes are an integral part of the financial statements

Braskem S.A.**Statement of changes in shareholder's equity****All amounts in thousands of reais**

| | Un |
|---|---------------------------------------|
| | Note |
| | Capital |
| | Capital |
| | reserve |
| | reserve |
| | incentives |
| At December 31, 2011 | 8,043,222 845,998 87,710 4,547 |
| Comprehensive income for the period: | |
| Loss for the period | |
| Fair value of cash flow hedge, net of taxes | |
| Foreign currency translation adjustment | |
| Equity valuation adjustments | |
| Realization of deemed cost of jointly-controlled investment, net of taxes | |
| Realization of additional property, plant and equipment price-level restatement, net of taxes | |
| Contributions and distributions to shareholders: | |
| Additional dividends approved at Shareholders' Meeting | |
| Gain on interest in subsidiary | |
| Repurchase of treasury shares | |
| At September 30, 2012 | 8,043,222 845,998 87,710 4,547 |
| At December 31, 2012 (revised) | 2.2.1 8,043,222 797,979 |
| Comprehensive income for the period: | |
| Profit for the period | |
| Exchange variation of foreign sales hedge, net of taxes | |
| Fair value of cash flow hedge, net of taxes | |
| Foreign currency translation adjustment | |

Equity valuation adjustments

Realization of deemed cost of jointly-controlled investment, net of taxes

Realization of additional property, plant and equipment price-level
restatement, net of taxes

Contributions and distributions to shareholders:

Absorption of losses 21(d) (565,549)

Loss on interest in subsidiary (565,549)

At September 30, 2013 8,043,222 232,430

The Management notes are an integral part of the financial statements

Braskem S.A.**Statement of cash flows****at September 30, 2013****All amounts in thousands of reais**

| | Note | Consolidated | | Parent Company | |
|--|-------------|---------------------|------------------|-----------------------|------------------|
| | | Sep/2013 | Sep/2012 | Sep/2013 | Sep/2012 |
| Profit (loss) before income tax and social contribution and after of discontinued operations results | | 776,296 | (1,675,351) | 675,725 | (1,652,478) |
| Adjustments for reconciliation of loss | | | | | |
| Depreciation, amortization and depletion | | 1,511,544 | 1,436,596 | 958,986 | 884,551 |
| Results from equity investments | | 1,701 | 32,747 | (221,386) | (196,242) |
| Interest and monetary and exchange variations, net | | 858,224 | 2,014,083 | 811,764 | 1,656,561 |
| Other | | 10,989 | (13,271) | (27,560) | 66,707 |
| | | 3,158,754 | 1,794,804 | 2,197,529 | 759,099 |
| Changes in operating working capital | | | | | |
| Held-for-trading financial investments | | 118,922 | (46,819) | 108,515 | (64,122) |
| Trade accounts receivable | | (374,766) | (700,603) | (1,431,109) | (630,257) |
| Inventories | | (771,260) | (291,830) | (307,173) | (198,835) |
| Taxes recoverable | | (56,933) | (495,471) | (65,733) | (309,235) |
| Prepaid expenses | | (40,830) | 46,935 | (16,894) | 35,675 |
| Other receivables | | (93,869) | (71,765) | (91,709) | (67,889) |
| Trade payables | | 387,054 | 2,177,544 | 1,721,580 | 1,890,048 |
| Taxes payable | | (135,998) | (278,425) | (179,983) | (301,217) |
| Long-term incentives | | (830) | (5,169) | (830) | (5,168) |
| Advances from customers | | (5,208) | 85,507 | (242,411) | 414,852 |
| Sundry provisions | | 14,572 | 17,257 | 9,649 | 19,534 |
| Other payables | | 102,098 | 341,467 | 142,201 | 230,727 |
| Cash from operations | | 2,301,706 | 2,573,432 | 1,843,632 | 1,773,212 |
| Interest paid | | (752,013) | (525,356) | (365,807) | (451,337) |
| Transactions costs paid | 14 | (33,165) | | | |
| Income tax and social contribution paid | | (44,024) | (29,429) | (21,352) | (29,809) |
| Net cash generated by operating activities | | 1,472,504 | 2,018,647 | 1,456,473 | 1,292,066 |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | |
|---|--------------------|--------------------|------------------|--------------------|
| Proceeds from the sale of fixed assets | 1,820 | 6,026 | | |
| Proceeds from the sale of investments | 387,036 | | 387,036 | |
| Cash effect from incorporated subsidiary | | | | 394 |
| Acquisitions of investments in subsidiaries and associates | (31) | | (107,242) | (110,536) |
| Acquisitions to property, plant and equipment | (3,921,867) | (1,850,714) | (721,055) | (1,121,218) |
| Acquisitions of intangible assets | (12,425) | (8,130) | (11,927) | (7,655) |
| Held-for-trading and available for sale financial investments | 10,037 | (6,626) | 3,762 | 13,045 |
| Net cash used in investing activities | (3,535,430) | (1,859,444) | (449,426) | (1,225,970) |
| Short-term and long-term debt | | | | |
| Obtained borrowings | 5,416,263 | 5,596,279 | 4,260,796 | 3,127,193 |
| Payment of borrowings | (6,175,992) | (5,085,521) | (4,516,360) | (4,175,358) |
| Project finance | 14 | | | |
| Obtained borrowings | 3,316,211 | | | |
| Related parties | | | | |
| Obtained loans | | | 325,880 | 1,794,853 |
| Payment of loans | | | 256,332 | (293,928) |
| Net current transactions | | | (139,551) | 123,918 |
| Dividends paid | (33) | (19) | (33) | (19) |
| Non-controlling interests in subsidiaries | 32,712 | 17,426 | | |
| Repurchase of treasury shares | | (36,694) | | (36,694) |
| Net cash provided by financing activities | 2,589,161 | 491,471 | 187,064 | 539,965 |
| Exchange variation on cash of foreign subsidiaries | 41,076 | (34,076) | | |
| Increase in cash and cash equivalents | 567,311 | 616,598 | 1,194,111 | 606,061 |
| Represented by | | | | |
| Cash and cash equivalents at the beginning for the period | 3,287,622 | 2,952,272 | 1,627,928 | 2,224,335 |
| Cash and cash equivalents at the end for the period | 3,854,933 | 3,568,870 | 2,822,039 | 2,830,396 |
| Increase in cash and cash equivalents | 567,311 | 616,598 | 1,194,111 | 606,061 |

The Management notes are an integral part of the financial statements

Braskem S.A.

Statement of value added

at September 30, 2013

All amounts in thousands of reais

| Continued and discontinued operations | Nota | Consolidated Sep/2013 | Consolidated Sep/2012 | Parent Company Sep/2013 | Parent Company Sep/2012 |
|---|------|--------------------------|--------------------------|----------------------------|----------------------------|
| Revenue | | 34,047,876 | 31,918,080 | 20,722,932 | 18,366,760 |
| Sale of goods, products and services, including discontinued operations | 3(b) | 34,144,835 | 31,633,956 | 20,760,430 | 18,340,952 |
| Other income (expenses), net | | (65,118) | 319,978 | (11,439) | 46,934 |
| Allowance for doubtful accounts | | (31,841) | (35,854) | (26,059) | (21,126) |
| Inputs acquired from third parties | | (28,717,840) | (26,615,578) | (17,345,262) | (15,002,976) |
| Cost of products, goods and services sold | | (27,741,565) | (25,641,686) | (16,728,643) | (14,406,977) |
| Material, energy, outsourced services and others | | (976,318) | (968,887) | (614,858) | (595,920) |
| Impairment of assets | | 43 | (5,005) | (1,761) | (79) |
| Gross value added | | 5,330,036 | 5,302,502 | 3,377,670 | 3,363,784 |
| Depreciation, amortization and depletion | 3(b) | (1,511,544) | (1,436,596) | (958,986) | (884,551) |
| Net value added produced by the entity | | 3,818,492 | 3,865,906 | 2,418,684 | 2,479,233 |
| Value added received in transfer | | 489,492 | 332,018 | 683,116 | 454,239 |
| Results from equity investments | 3(b) | (1,701) | (32,747) | 221,386 | 196,242 |
| Financial income | 3(b) | 490,938 | 364,564 | 461,474 | 257,850 |
| Other | | 255 | 201 | 256 | 147 |
| Total value added to distribute | | 4,307,984 | 4,197,924 | 3,101,800 | 2,933,472 |
| Personnel | | 604,572 | 622,747 | 378,268 | 367,267 |
| Direct compensation | | 471,497 | 467,252 | 297,345 | 266,693 |
| Benefits | | 98,315 | 119,606 | 53,460 | 74,287 |
| FGTS (Government Severance Pay Fund) | | 34,760 | 35,889 | 27,463 | 26,287 |
| Taxes, fees and contributions | | 1,310,277 | 1,312,116 | 729,475 | 705,611 |
| Federal | | 692,971 | (101,677) | 280,400 | (305,607) |
| State | | 605,197 | 1,390,302 | 444,625 | 1,006,139 |
| Municipal | | 12,109 | 23,491 | 4,450 | 5,079 |

| | | | | | |
|---|------|------------------|--------------------|------------------|--------------------|
| Remuneration on third parties' capital | | 1,900,738 | 3,268,289 | 1,508,456 | 2,872,058 |
| Financial expenses (including exchange variation) | | 1,778,486 | 3,129,692 | 1,412,247 | 2,768,283 |
| Rentals | | 122,252 | 138,597 | 96,209 | 103,775 |
| Remuneration on own capital | | 492,397 | (1,005,228) | 485,601 | (1,011,464) |
| Profit for the period | 3(b) | 485,601 | (978,866) | 485,601 | (1,011,464) |
| Non-controlling interests in profit (loss) for the period | | 6,796 | 6,236 | | |
| Profit from discontinued operations | | | (32,598) | | |
| Value added distributed | | 4,307,984 | 4,197,924 | 3,101,800 | 2,933,472 |

The Management notes are an integral part of the financial statements

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

1. Operations

Braskem S.A. (hereinafter “Parent Company”) is a public corporation headquartered in Camaçari, Bahia, which jointly with its subsidiaries (hereinafter “Braskem” or “Company”), operates 36 industrial units, 29 in Brazil, 5 in the United States and 2 in Germany.

Braskem S.A. is controlled by Odebrecht S.A. (“Odebrecht”), which directly and indirectly holds interests of 50.11% and 38.32% in its voting and total capital, respectively.

(a) Material corporate and operating events

(a.1) On August 17, 2012, the Company inaugurated, in Marechal Deodoro, Alagoas, a new plant with annual production capacity of 200 kton of polyvinyl chloride (“PVC”). With the plant’s opening, Braskem’s annual PVC production capacity increased to 710 kton (unaudited).

(a.2) On September 13, 2012, the Company inaugurated, in the Triunfo Petrochemical Complex in the state of Rio Grande do Sul, a new plant with annual production capacity of 103 kton (unaudited) of butadiene. The new plant is already operating at full production capacity.

(a.3) In the last quarter of 2012, the ownership interests held in Cetrel and Braskem Distribuidora were divested, for R\$208,100 and R\$444,000, respectively. The Parent Company held 54.2% of the total and voting capital of Cetrel and 100% of the capital of Braskem Distribuidora.

(a.4) On May 15, 2013, the Extraordinary Shareholders Meeting approved the increase in the capital stock of the subsidiary Braskem Idesa S.A.P.I. (“Braskem Idesa”), without the issue of new shares, in the amount of R\$141,620 (Mex\$850,061 thousands), through capital injection of R\$ 106,214 (Mex\$ 637,546 thousands) by the parent company and R\$ 35,406 (Mex\$ 212,515 thousands) by the non-controlling shareholder.

(a.5) On July 1, 2013, the Parent Company acquired 2 thousand common shares of Odebrecht Comercializadora de Energia S.A. (“OCE”), equivalent to 20% of the capital of that company, whose main corporate purpose is to buy and sell energy in the spot market. Due to the provisions in the shareholders' agreement, this investment was classified as a jointly-controlled investment.

(a.6) On August 30, 2013, the Extraordinary Shareholders' Meeting approved the merger of Rio Polímeros S.A. (“Riopol”) with Braskem Qpar S.A. (“Braskem Qpar”) and the increase in its capital from R\$4,252,353 to R\$7,131,165.

(b) Net working capital

On September 30, 2013, net working capital of the Parent Company was negative R\$1,726,150. On the other hand, net working capital at the Consolidated was positive R\$328,776. Given that the consolidated figures are used in the management of working capital, since 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.

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

Additionally, Braskem has three revolving credit lines in the amounts of:

(i) US\$350 million that may be used without restrictions for a period of four years as from November 2012; and (ii) US\$250 million that may be used without restrictions for a period of five years as from August 2011; and (iii) R\$450 million for a period of three years as from December 2012.

These credit facilities enable Braskem to reduce the amount of cash it holds. Up to September 30, 2013, Braskem had not drawn credit from these lines.

(c) Effect of foreign exchange variation

The Company has balances and transactions in other currencies, mainly in U.S. dollar, as well as financial investments, trade accounts receivable, trade payables, borrowings and sales. The balances of assets and liabilities are translated based on the exchange rate at the end of each period, while transactions are based on the effective exchange rate on the date each operation occurs. These rates are informed by the Central Bank of Brazil.

The following table shows the U.S. dollar average and end-of-period exchange rates for the periods in this report:

U.S. dollar, end of period

| | |
|---|-----------|
| September 2013 | R\$2.2300 |
| December 2012 | R\$2.0435 |
| Appreciation of the U.S. dollar in relation to the Brazilian real | 9.13% |

Average U.S. dollar rate

| | |
|---|-----------|
| Nine-month period ended September 30, 2013 | R\$2.1223 |
| Nine-month period ended September 30, 2012 | R\$1.9213 |
| Appreciation of the U.S. dollar in relation to the Brazilian real | 10.46% |

2. Summary of significant accounting policies

2.1. Basis of preparation

This Quarterly Information should be read together with the financial statements of Braskem as of December 31, 2012, 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 the International Accounting Standards Board (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, 2012 financial statements.

The statement of operations and statement of comprehensive income for the third quarter of 2012 and for the period ended September 30, 2012, as well as their respective Notes for the period ended September 30, 2012 were revised (Note 2.2.1) to reflect as discontinued operations of Cetrel S.A. ("Cetrel") and Distribuidora de Água Camaçari S.A. ("Braskem Distribuidora") resulting from their divestments and IQ Soluções & Química S.A. ("Quantiq") and IQAG Armazéns Gerais Ltda resulting from the decision to divest ("IQAG") (Note 3).

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

The balance sheet and statement of changes in shareholders' equity as on December 31, 2012, were revised to reflect the effects of the retroactive application of CPC 33 (R1) and IAS 19, as explained in Note 18.

(a) Consolidated quarterly information

The consolidated Quarterly Information was prepared and is being presented in accordance with the pronouncements CPC 21 (R1) and IAS 34 - Interim Financial Reporting, which 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(R1).

2.2. Accounting policies

There were no changes in the accounting practices used in the preparation of the Quarterly Information in relation to those presented in the December 31, 2012 financial statements, except as presented in Notes 2.2.1, and 2.2.2.

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

2.2.1 Revised - Post-employment benefits

The post-employment benefits are financed by contributions to pension funds and the use of actuarial assumptions is necessary to measure the liability and the expenses of the plans, as well as the existence of actuarial gains and losses.

The liability recognized in respect of these plans is the present value of the defined benefit obligation at the balance sheet date, less the fair value of plan assets, adjusted by actuarial gains or losses and past-service costs.

The cost components of post-employment benefits are recognized as follows:

- (i) actuarial gains and losses from the actuarial remeasurement are recognized under “other comprehensive income”.
- (ii) costs of past services are recognized as profit or loss as they are incurred; and
- (iii) the net amount of interest on the assets and liabilities of the plan are recorded in the financial results of the period.

Until 2012, item (i) above was not recognized if lower than 10% (a) of the amount of the current defined benefit obligation; and (b) of the fair value of any plan assets. As of 2013, the amount must be recognized at the moment it is determined. The effects of this change are described in the table below:

| | Consolidated | | | | Dec/2012 Parent company | |
|--|-------------------|---------------------------------|-------------------|-------------------|---------------------------------|-------------------|
| Assets | Published | Post- employment benefits | Revised | Published | Post- employment benefits | Revised |
| Current assets and non-current assets held for sale | 12,692,327 | | 12,692,327 | 8,182,981 | | 8,182,981 |
| Non-current | | | | | | |
| Deferred income tax and social contribution | 2,055,621 | 6,388 | 2,062,009 | 1,100,611 | | 1,100,611 |
| Investments in subsidiaries and jointly-controlled subsidiaries | | | | 9,603,460 | (11,816) | 9,591,644 |
| Other non-current assets | 26,415,630 | | 26,415,630 | 16,490,861 | | 16,490,861 |
| | 28,471,251 | 6,388 | 28,477,639 | 27,194,932 | (11,816) | 27,183,116 |
| Total assets | 41,163,578 | 6,388 | 41,169,966 | 35,377,913 | (11,816) | 35,366,097 |
| Liabilities | | | | | | |
| Current liabilities and non-current liabilities held for sale | 12,656,627 | | 12,656,627 | 9,777,348 | | 9,777,348 |
| Non-current | | | | | | |
| Deferred income tax and social contribution | 2,138,622 | | 2,138,622 | 1,015,743 | | 1,015,743 |
| Other non-current liabilities | 17,704,529 | 18,204 | 17,722,733 | 15,959,943 | | 15,959,943 |
| | 19,843,151 | 18,204 | 19,861,355 | 16,975,686 | | 16,975,686 |
| Equity | | | | | | |
| Other comprehensive income | 349,227 | (11,816) | 337,411 | 349,227 | (11,816) | 337,411 |
| Other equity | 8,226,760 | | 8,226,760 | 8,275,652 | | 8,275,652 |
| Total attributable to the Company's shareholders | 8,575,987 | (11,816) | 8,564,171 | 8,624,879 | (11,816) | 8,613,063 |
| Non-controlling interest | 87,813 | | 87,813 | | | |
| | 8,663,800 | (11,816) | 8,651,984 | 8,624,879 | (11,816) | 8,613,063 |
| Total liabilities and equity | 41,163,578 | 6,388 | 41,169,966 | 35,377,913 | (11,816) | 35,366,097 |

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

2.2.2 Non derivative instruments and hedge operations

Management designated non-derivative financial instruments as hedges for the flow of highly probable future exports.

The effective portion of the foreign exchange variation on financial liabilities designated and qualified as hedges for the flow of exports is recognized in "other comprehensive income". These amounts are transferred to the "financial result" in the periods when the item covered by hedge affects the result. The not effective portion is immediately booked at the statement of operations as "financial result".

When a hedge instrument expires, is sold, or no longer meets the criteria for hedge accounting, it is discontinued prospectively and all the accumulated gain or loss in shareholders' equity remains there and is recognized in the profit or loss of the year when the hedged item or transaction impacts the result. If the hedged item or transaction is settled in advance or discontinued or is not expected to occur, the accumulated gain or loss in shareholders' equity is immediately transferred to "financial results".

Cash flow hedge operations held by the Company are described in Note 20.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****2.3. Consolidated quarterly information**

The consolidated quarterly information includes the quarterly information of the Parent Company and companies in which it, directly or indirectly, maintains a controlling equity interest or controls the activities, as presented below:

| | Headquarters (Country) | Sep/2013 | Total interest - % | |
|--|-----------------------------------|-----------------|---------------------------|-----------------|
| | | | Dec/2012 | Sep/2012 |
| Direct and Indirect subsidiaries | | | | |
| Braskem America, Inc. ("Braskem America") | USA | 100.00 | 100.00 | 100.00 |
| Braskem America Finance Company ("Braskem America Finance") | USA | 100.00 | 100.00 | 100.00 |
| Braskem Argentina S.A. ("Braskem Argentina") | Argentina | 100.00 | 100.00 | 100.00 |
| Braskem Austria Finance GmbH ("Braskem (i) Austria Finance") | Austria | 100.00 | 100.00 | |
| Braskem Chile Ltda. ("Braskem Chile") | Chile | 100.00 | 100.00 | 100.00 |
| Braskem Europe GmbH ("Braskem Alemanha") | Germany | 100.00 | 100.00 | 100.00 |
| Braskem Finance Limited ("Braskem Finance") | Cayman Islands | 100.00 | 100.00 | 100.00 |
| Braskem Idesa S.A.P.I ("Braskem Idesa") | Mexico | 75.00 | 75.00 | 65.00 |
| Braskem Idesa Servicios S.A. de CV ("Braskem Idesa Serviços") | Mexico | 75.00 | 75.00 | 65.00 |
| Braskem Importação e Exportação Ltda. ("Braskem Importação") | Brazil | 100.00 | 100.00 | 100.00 |
| Braskem Incorporated Limited ("Braskem Inc") | Cayman Islands | 100.00 | 100.00 | 100.00 |
| Braskem International GmbH ("Braskem Austria") | Austria | 100.00 | 100.00 | 100.00 |
| Braskem Netherlands B.V ("Braskem Holanda") | Netherlands | 100.00 | 100.00 | 100.00 |
| | Mexico | 100.00 | 100.00 | 100.00 |

| | | | | |
|--|-------|------------------------|--------|--------|
| Braskem México, S de RL de CV (“Braskem México”) | | | | |
| Braskem Participações S.A. (“Braskem Participações”) | | Brazil | 100.00 | 100.00 |
| Braskem Petroquímica Ltda. (“Braskem Petroquímica”) | | Brazil | 100.00 | 100.00 |
| Braskem Petroquímica Chile Ltda. (“Petroquímica Chile”) | | Chile | 100.00 | 100.00 |
| Braskem Petroquímica Ibérica, S.L. (“Braskem Espanha”) | | Spain | 100.00 | 100.00 |
| Braskem Qpar S.A. (“Braskem Qpar”) | | Brazil | 100.00 | 100.00 |
| Cetrel | (ii) | Brazil | | 53.91 |
| Common Industries Ltd. (“Common”) | | British Virgin Islands | 100.00 | 100.00 |
| Braskem Distribuidora | (ii) | Brazil | | 100.00 |
| Quantiq | (iii) | Brazil | | 100.00 |
| IQAG | (iii) | 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 |
| Riopol | (iv) | Brazil | | 100.00 |
| Specific Purpose Entity ("SPE") | | | | |
| Fundo de Investimento Multimercado Crédito Privado Sol (“FIM Sol”) | | Brazil | 100.00 | 100.00 |

- (i) Company merged in August 2012.
- (ii) Divestments in December 2012.
- (iii) Investments classified as non-current assets held for sale and presented in consolidated assets and liabilities in specific lines.
- (iv) Company incorporated in August 2013.

2.4. Non-controlling interest in the equity and results of operations of the Company’s subsidiaries

| | Shareholders' equity | | Profit (loss) for the period | |
|---------------|----------------------|---------------|------------------------------|--------------|
| | Sep/2013 | Dec/2012 | Sep/2013 | Sep/2012 |
| Braskem Idesa | 126,608 | 87,813 | 6,796 | (1,885) |
| Cetrel | | | | 8,121 |
| Total | 126,608 | 87,813 | 6,796 | 6,236 |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****2.5. Reconciliation of equity and profit (loss) for the period between parent company and consolidated**

| | Shareholders' equity | | Profit (loss) for the period | |
|---|-----------------------------|------------------|-------------------------------------|--------------------|
| | Sep/2013 | Dec/2012 | Sep/2013 | Sep/2012 |
| Parent Company | 8,097,069 | 8,613,063 | 485,601 | (1,011,464) |
| Braskem shares owned by subsidiary Braskem Petroquímica | (48,892) | (48,892) | | |
| Non-controlling interest | 126,608 | 87,813 | 6,796 | 6,236 |
| Consolidated | 8,174,785 | 8,651,984 | 492,397 | (1,005,228) |

3. Held-for-sale assets and discontinued operations**(a) Assets held for sale - Quantiq and IQAG**

These investments are in the process of sale and the Management of the Company estimates that the negotiations will be concluded in 2013.

The operating profits or losses of Quantiq and IQAG were presented in the segment information as operating segment "Chemical distribution" (Note 26). The operating profits or losses of this segment in the period ended September 30, 2012 were R\$38,589.

The profits and losses of Quantiq and IQAG in 2012 are recorded under "profit or loss from discontinued operations" in the consolidated statement of operations, and further detailed in item (b) of this Note. The assets and liabilities of

these companies on December 31, 2012 are presented under “held-for-sale assets” and “held-for-sale liabilities”, respectively. These amounts are assessed at their book value as of December 31, 2012 since it is lower than the fair value, and will be kept as such until the sale or eventual withdrawal from the divestment.

Profit or loss from discontinued operations includes only transactions with third parties.

The balances on September 30, 2013 and 2012 and the transactions during the period ended September 30, 2013 and 2012 of the parent company with Quantiq and IQAG are as follows:

| | Balances at September 30, 2013 | | | | | | | | Income statement transactions from January to September 30, 2013 |
|--------------|--------------------------------|------------------|--|---------------|----------------|---------------|--------------|---------------|--|
| | Assets | | | | Liabilities | | | | |
| | Current | | | | Current | | | Non-current | |
| | Trade accounts receivable | Other receivable | Dividends and interest on capital receivable | Total | Trade payables | Other payable | Total | Other payable | Sales /Purchases of products and services, net liquid |
| Quantiq | 7,094 | 6,096 | 7,912 | 21,102 | 97 | 1,954 | 2,051 | 46,024 | 104,914 |
| IQAG | | | | | | | | 3,412 | |
| Total | 7,094 | 6,096 | 7,912 | 21,102 | 97 | 1,954 | 2,051 | 49,436 | 104,914 |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated**

| | Balances at December 31, 2012 | | | Income statement transactions from January to September 30, 2012 |
|-----------------------------|--------------------------------------|----------------------|----------------------|---|
| | Assets | Current | Liabilities | /Purchases |
| | Current | Other payable | Non-current | of products and services, net liquid |
| | Trade accounts receivable | | Other payable | |
| Assets held for sale | | | | |
| Quantiq | 610 | 1,954 | 81,418 | 129,733 |
| IQAG | | | 1,235 | |
| Total | 610 | 1,954 | 82,653 | 129,733 |

(b) Discontinued operations – Cetrel, Braskem Distribuidora, Quantiq and IQAG

The results from investments available-for-sale (Note 3(a)) and investments of Cetrel and Braskem Distribuidora, which were sold in December 2012 (Note 1(a.3)), of which the Company has received, until September 30, 2013, the amount of R\$387,036.

The statements of cash flow and of value added for period ended September 30, 2012 include the results from discontinued operations.

(b.1) Loss from discontinued operations

| | Sep/2012 |
|---|-----------------|
| Net sales revenue | 535,142 |
| Cost of products sold | (470,550) |
| Gross profit | 64,592 |
| Selling, General and administrative expenses | (86,704) |
| Other operating income, net | 3,229 |
| Operating loss | (18,883) |
| Financial results | (1,145) |
| Loss before income tax and social contribution | (20,028) |
| Current and deferred income tax and social contribution | (12,570) |
| Discontinued operations loss | (32,598) |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(b.2) Cash flow information from discontinued operations**

| | Sep/2012 |
|--|-----------------|
| Loss before income tax and social contribution | (20,028) |
| Adjustments for reconciliation of profit | |
| Depreciation, amortization and depletion | 12,276 |
| Interest and monetary and exchange variations, net | 2,612 |
| Other adjustments | 3,428 |
| | (1,712) |
| Changes in operating working capital | 32,128 |
| Net cash generated by operating activities | 30,416 |
| Acquisitions to property, plant and equipment | (16,009) |
| Acquisitions of intangible assets | (475) |
| Net cash used in investing activities | (16,484) |
| Short-term and long-term debt | |
| Payment of borrowings | (8,126) |
| Net cash used in financing activities | (8,126) |
| Increase in cash and cash equivalents | 5,806 |
| Represented by | |
| Cash and cash equivalents at the beginning of the period | 148,909 |
| Cash and cash equivalents at the end of the period | 154,715 |

Increase in cash and cash equivalents

5,806

19

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

(b.3) Statement of value added for discontinued operations

| | Sep/2012 |
|--|------------------|
| Revenue | 690,284 |
| Sale of goods, products and services | 687,113 |
| Other income, net | 3,171 |
| Inputs acquired from third parties | (677,377) |
| Cost of products, goods and services sold | (616,771) |
| Material, energy, outsourced services and others | (60,606) |
| Gross value added | 12,907 |
| Depreciation, amortization and depletion | (1,020) |
| Net value added produced by the entity | 11,887 |
| Value added received in transfer | 11,524 |
| Financial income | 11,464 |
| Other | 60 |
| Total value added to distribute | 23,411 |
| Personnel | 1,645 |
| Direct compensation | 1,375 |
| Benefits | 208 |
| FGTS (Government Severance Pay Fund) | 62 |
| Taxes, fees and contributions | 18,529 |
| Federal | 12,778 |
| Municipal | 5,751 |
| Remuneration on third parties' capital | 35,835 |

Edgar Filing: BRASKEM SA - Form 6-K

| | |
|---|-----------------|
| Financial expenses (including exchange variation) | 12,609 |
| Rentals | 23,226 |
| Remuneration on own capital | (32,598) |
| Result from discontinued operations | (32,598) |
| Value added distributed | 23,411 |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****4. Cash and cash equivalents**

| | Sep/2013 | Consolidated Dec/2012 |
|-------------------|------------------|----------------------------------|
| Cash and banks | 562,134 | 398,142 |
| Cash equivalents: | | |
| Domestic market | 1,735,019 | 1,293,164 |
| Foreign market | 1,557,780 | 1,596,316 |
| Total | 3,854,933 | 3,287,622 |

This table was presented in the 2012 annual financial statements of the Company, in Note 7.

5. Financial investments

| | Sep/2013 | Consolidated Dec/2012 |
|---|-----------------|----------------------------------|
| Held-for-trading | | |
| Investments in FIM Sol | 41,285 | 50,803 |
| Investments in foreign currency | 3,914 | 5,256 |
| Shares | 1,170 | 3,023 |
| Loans and receivables | | |
| Investments in FIM Sol | | 77,469 |
| Investments in local currency | | 513 |
| Held-to-maturity | | |
| Quotas of investment funds in credit rights | (i) 31,590 | 52,559 |
| Restricted deposits | 15,567 | 1,281 |
| Time deposit investment | 34 | 15,731 |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | |
|--------------|---|------|---------------|----------------|
| | Investments in foreign currency | (ii) | 559,035 | 307,639 |
| | Compensation of investments in foreign currency | (ii) | (559,035) | (307,639) |
| Total | | | 93,560 | 206,635 |
| | In current assets | | 61,968 | 172,146 |
| | In non-current assets | | 31,592 | 34,489 |
| Total | | | 93,560 | 206,635 |

This table was presented in the 2012 annual financial statements of the Company, in Note 8.

(i) On September 30, 2013, the Parent Company held junior subordinated shares issued by receivables-backed investment funds. These shares are measured by their redemption value and are held until the conclusion of operations of said funds. The funds issue two other types of shares that enjoy priority in compensation over the junior subordinated shares. The risk related to the operations of these funds is limited to the value of the shares held by the Parent Company.

(ii) On September 30, 2013, Braskem Holanda had a financial investments held-to-maturity that was irrevocably offset by an export prepayment agreement of the Parent Company, in the amount of US\$250 million, as provided for in the credit assignment agreement entered into between these two companies and Banco Bradesco (Note 13). This accounting offset was carried out in accordance with CPC 39 and IAS 32, which provides for the possibility of offsetting financial instruments when there is intent and rightfully executable right to realize an asset and settle a liability simultaneously.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****6. Trade accounts receivable**

| | Sep/2013 | Consolidated Dec/2012 | Sep/2013 | Parent company Dec/2012 |
|---------------------------------|------------------|----------------------------------|------------------|------------------------------------|
| Consumers | | | | |
| Domestic market | 1,567,170 | 1,038,673 | 1,186,865 | 790,518 |
| Foreign market | 1,459,870 | 1,582,433 | 2,246,618 | 1,283,605 |
| Allowance for doubtful accounts | (289,872) | (256,884) | (229,981) | (203,922) |
| Total | 2,737,168 | 2,364,222 | 3,203,502 | 1,870,201 |
| In current assets | 2,633,775 | 2,326,480 | 3,101,930 | 1,834,491 |
| In non-current assets | 103,393 | 37,742 | 101,572 | 35,710 |
| Total | 2,737,168 | 2,364,222 | 3,203,502 | 1,870,201 |

This table was presented in the 2012 annual financial statements of the Company, in Note 9.

The Company realizes part of its trade accounts receivable through the sale of trade notes to funds that acquire receivables. These operations are not entitled to recourse, for which reason the trade notes are written-off at the moment of the operation.

7. Inventories

| | Sep/2013 | Consolidated Dec/2012 | Sep/2013 | Parent company Dec/2012 |
|----------------|-----------------|----------------------------------|-----------------|------------------------------------|
| Finished goods | 3,465,273 | 2,622,736 | 1,840,333 | 1,417,380 |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | |
|--|------------------|------------------|------------------|------------------|
| Raw materials, production inputs and packaging | 1,091,939 | 1,175,451 | 819,372 | 908,298 |
| Maintenance materials | 224,609 | 211,517 | 120,225 | 113,118 |
| Advances to suppliers | 49,719 | 61,385 | 10,993 | 10,969 |
| Imports in transit and other | 65,756 | 30,966 | 59,472 | 28,785 |
| Total | 4,897,296 | 4,102,055 | 2,850,395 | 2,478,550 |

This table was presented in the 2012 annual financial statements of the Company, in Note 10.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****8. Related parties**

The information concerning related parties was presented in the 2012 annual financial statements of the Company, in Note 11.

(a) Parent company

| | Balances at September 30, 2013 | | | | | | |
|--------------------------------------|--|---------------------------------------|-----------------------------|----------------|--------------------------|-----------------------------|---|
| | Trade accounts receivable | Related Parties Receivable | | Other | Current Total | | Related Loan receivables |
| | | notes | Other receivable | | | Current accounts | |
| Subsidiaries | | | | | | | |
| Braskem America | 8,753 | | 2,739 | | 11,492 | | |
| Braskem Argentina | 93,925 | | | | 93,925 | | |
| Braskem Chile | 13,647 | | | | 13,647 | | |
| Braskem Holanda | 180,833 | | | | 180,833 | | |
| Braskem Idesa | 22,637 | 1,807 | 2,846 | | 27,290 | | |
| Braskem Inc | 1,315,505 | | | | 1,315,505 | | 8,568 |
| Braskem México | 21,449 | | 4,432 | 34,000 (i) | 59,881 | | |
| Braskem Participações | 80,517 | | 76,854 | 93,500 (i) | 250,871 | 358,760 | |
| Other | 978 | 264 | 907 | | 2,149 | 1,735 | 64 |
| | 1,738,244 | 2,071 | 87,778 | 127,500 | 1,955,593 | 360,495 | 8,632 |
| Jointly-controlled investment | | | | | | | |
| RPR | | | | 439 (i) | 439 | | |
| | | | | 439 | 439 | | |

Associated companies

| | | | | | | | |
|-----------------------------------|---------------|------------|--|--|---------------|--|--|
| Borealis Brasil S.A. ("Borealis") | 19,202 | 187 | | | 19,389 | | |
| | 19,202 | 187 | | | 19,389 | | |

Related companies

| | | | | | | | |
|----------------------------|----------------|--|---------------|----------------|----------------|--|---------------|
| Odebrecht and subsidiaries | 2,197 | | 4 | 321,332 (ii) | 323,533 | | |
| Petrobras and subsidiaries | 84,424 | | 14,126 | | 98,550 | | 66,178 |
| Other | 14,526 | | | | 14,526 | | |
| | 101,147 | | 14,130 | 321,332 | 436,609 | | 66,178 |

SPE

| | | | | | | | |
|---------|--|--|--|------------------|------------------|--|--|
| FIM Sol | | | | 1,315,059 (iii) | 1,315,059 | | |
| | | | | 1,315,059 | 1,315,059 | | |

| | | | | | | | |
|--------------|------------------|--------------|----------------|------------------|------------------|----------------|---------------|
| Total | 1,858,593 | 2,258 | 101,908 | 1,764,330 | 3,727,089 | 360,495 | 74,810 |
|--------------|------------------|--------------|----------------|------------------|------------------|----------------|---------------|

(i) Amounts under "dividends and interest on capital receivable".

(ii) Amounts under "other accounts receivable".

(iii) Amounts under "cash and cash equivalents": R\$1,273,774 and under "financial investments": R\$41,285.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated**

| | Balances at September 30, 2013 | | | | | | | | |
|----------------------------|---------------------------------------|-------------------|--|----------------------|---------------------------------|--|-------------------------|------------------------------------|----------------------|
| | Trade payables | Borrowings | Accounts payable to related parties Advance to export | Other payable | Current Total Borrowings | Accounts payable to related parties Advance to export | Current accounts | Payables to related parties | Notes payable |
| Subsidiaries | | | | | | | | | |
| Braskem America | 79 | | 20,532 | 230 | 20,841 | 631,090 | | | |
| Braskem Argentina | | | 49,323 | | 49,323 | 356,800 | | | |
| Braskem Holanda | | | 65,814 | | 65,814 | 3,059,171 | | | |
| Braskem Importação | | | | | | | 106 | | |
| Braskem Inc | 4,296,087 | 525,407 | | 873 | 4,822,367 | 3,541,769 | | 94,041 | 1,441 |
| Braskem Participações | | | | | | | | 398 | |
| Braskem Petroquímica | 4,654 | | | | 4,654 | | | | |
| Braskem Qpar | 18,684 | | | 5 | 18,689 | | | | |
| Politeno Empreendimentos | | | | | | | 7 | | |
| | 4,319,504 | 525,407 | 135,669 | 1,108 | 4,981,688 | 3,541,769 | 4,047,061 | 511 | 95,490 |
| Related companies | | | | | | | | | |
| Odebrecht and subsidiaries | 2,763 | | | | 2,763 | | | | |
| Petrobras and subsidiaries | 1,541,586 | | | | 1,541,586 | | | | |
| | 1,544,349 | | | | 1,544,349 | | | | |
| Total | 5,863,853 | 525,407 | 135,669 | 1,108 | 6,526,037 | 3,541,769 | 4,047,061 | 511 | 95,490 |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated**

| | Income statement transactions from January to September 30, 2013 | | | |
|--------------------------------------|---|---|---|---|
| | Sales of products | Purchases of raw materials, services and utilities | Financial income (expenses) and shareholder's equity | Cost of production/general and administrative expenses |
| Subsidiaries | | | | |
| Braskem America | 8,001 | | (86,971) | |
| Braskem Argentina | 162,623 | | 9,085 | |
| Braskem Austria | | | (53,989) | |
| Braskem Chile | 21,832 | | 1,003 | |
| Braskem Holanda | 299,061 | | (366,525) | |
| Braskem Idesa | 44,017 | | 48,021 | |
| Braskem Inc | 1,569,499 | 1,317,108 | (736,693) | |
| Braskem Petroquímica | 360,024 | 167,762 | | |
| Braskem Qpar | 142,035 | 234,863 | | |
| Other | | | 3 | |
| | 2,607,092 | 1,719,733 | (1,186,066) | |
| Jointly-controlled investment | | | | |
| RPR | 13,533 | 322 | | |
| | 13,533 | 322 | | |
| Associated companies | | | | |
| Borealis | 218,962 | | | |
| | 218,962 | | | |
| Related companies | | | | |
| Odebrecht and subsidiaries | 18,593 | 177,683 | | |
| Petrobras and subsidiaries | 718,383 | 8,051,170 | 3,355 | |
| Other | 25,454 | 4,468 | | |

762,430 8,233,321 3,355

Post-employment benefit plan

Odebrecht Previdência Privada ("Odeprev")

10,347

10,347

Total

3,602,017

9,953,376

(1,182,711)

10,347

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

| | Balances at December 31, 2013 | | | | | | | | |
|--------------------------------------|---------------------------------|--|--|---------------------|----------------|------------------|---------------------|----------------------------------|-------------|
| | Trade accounts receivable | Related Parties Receivable notes | | Other receivable | Other | Current Total | Current accounts | Related Pa Loan agreements | O receiv |
| Subsidiaries | | | | | | | | | |
| Braskem America | 20,295 | 4,011 | | | | 24,306 | | | |
| Braskem Argentina | 95,273 | | | 20 | | 95,293 | | | |
| Braskem Chile | 429 | | | | | 429 | | | |
| Braskem Holanda | 7,588 | 168 | | 39 | | 7,795 | | | |
| Braskem Idesa | | 3,026 | | | | 3,026 | | | |
| Braskem Inc | 478,182 | | | | | 478,182 | | 7,584 | |
| Braskem Participações | | 96 | | | | 96 | 1,611 | | |
| Braskem Petroquímica | 5,939 | | | | 34,000 (i) | 39,939 | 54,085 | | |
| Braskem Qpar | 1,138 | | | 196 | | 1,334 | 849,437 | | |
| Lantana | | | | | | | | | 57 |
| Riopol | 5,066 | | | 50 | 93,500 (i) | 98,616 | | | |
| | 613,910 | 7,301 | | 305 | 127,500 | 749,016 | 905,133 | 7,641 | |
| Jointly-controlled investment | | | | | | | | | |
| RPR | | | | | 2,645 (i) | 2,645 | | | |
| | | | | | 2,645 | 2,645 | | | |
| Associated companies | | | | | | | | | |
| Borealis | 252 | 187 | | | | 439 | | | |
| | 252 | 187 | | | | 439 | | | |
| Related companies | | | | | | | | | |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | | | | | |
|----------------------------|----------------|--------------|--------------|------------------|------------------|----------------|---------------|-----------|
| Odebrecht and subsidiaries | | | | 652,148 (ii) | 652,148 | | | |
| Petrobras and subsidiaries | 85,566 | | 6,113 | | 91,679 | | 62,822 | 12 |
| Sansuy | 15,609 | | | | 15,609 | | | |
| | 101,175 | | 6,113 | 652,148 | 759,436 | | 62,822 | 12 |
| SPE | | | | | | | | |
| FIM Sol | | | | 1,083,190 (iii) | 1,083,190 | | | |
| | | | | 1,083,190 | 1,083,190 | | | |
| Total | 715,337 | 7,488 | 6,418 | 1,865,483 | 2,594,726 | 905,133 | 70,463 | 12 |

(i) Amounts under “dividends and interest on capital receivable”

(ii) Amounts under “other accounts receivable”

(iii) Amounts under “cash and cash equivalents”: R\$954,919 and under “financial investments”: R\$128,271

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated**

| | Income statement transactions from January to September 30, 2012 | | | |
|--------------------------------------|---|-----------------------|----------------------|---------------------------|
| | Sales | Purchases of | Financial | Cost of |
| | of products | raw materials, | income | production/general |
| | | services and | (expenses) | and administrative |
| | | utilities | and | expenses |
| | | | shareholder's | |
| | | | equity | |
| Subsidiaries | | | | |
| Braskem America | 11,065 | | (493) | |
| Braskem Argentina | 111,641 | | 1,887 | |
| Braskem Chile | 22,876 | | 116 | |
| Braskem Finance | | | 1 | |
| Braskem Holanda | 359,468 | | (353,055) | |
| Braskem Idesa | | | 11 | |
| Braskem Inc | 143,929 | 1,680,358 | (536,229) | |
| Braskem Petroquímica | 274,427 | 153,604 | | |
| Braskem Qpar | 26,907 | 66,128 | (22,822) | |
| Ideom | 2 | 5,500 | | |
| Lantana | | | 4 | |
| Riopol | 114,818 | 71,253 | | |
| | 1,065,133 | 1,976,843 | (910,580) | |
| Jointly-controlled investment | | | | |
| RPR | 11,085 | 1,482 | 743 | |
| | 11,085 | 1,482 | 743 | |
| Associated companies | | | | |
| Borealis | 76,200 | | | |
| | 76,200 | | | |
| Related companies | | | | |
| Odebrecht and subsidiaries | | 257,838 | | |
| Petrobras and subsidiaries | 495,671 | 7,618,850 | 3,488 | |
| Sansuy | 20,961 | 11,050 | | |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | |
|-------------------------------------|------------------|-------------------|------------------|---------------|
| Other | 3,150 | 231,385 | | |
| | 519,782 | 8,119,123 | 3,488 | |
| Post employment benefit plan | | | | |
| Odeprev | | | | 15,697 |
| | | | | 15,697 |
| Total | 1,672,200 | 10,097,448 | (906,349) | 15,697 |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(b) Consolidated**

| | Balances at September 30, 2013 | | | | | | |
|--------------------------------------|--|---|---------------|-----------------------------|--|------------------------------|----------------|
| | | | | | Assets | | |
| | Trade accounts receivable | Related parties Receivable notes | | Other receivable | Current Total | Non-current Total | |
| | | | | | Related parties Loan agreements | Other receivable | |
| Jointly-controlled investment | | | | | | | |
| RPR | | | | 439 (i) | 439 | | |
| | | | | 439 | 439 | | |
| Associated companies | | | | | | | |
| Borealis | 19,278 | 187 | | | 19,465 | | |
| | 19,278 | 187 | | | 19,465 | | |
| Related companies | | | | | | | |
| Odebrecht and subsidiaries | 429 | | | 321,332 (ii) | 321,761 | | |
| Petrobras and subsidiaries | 126,081 | | 31,563 | | 157,644 | 66,178 | 66,301 |
| Other | 14,526 | | | | 14,526 | | |
| | 141,036 | | 31,563 | 321,332 | 493,931 | 66,178 | 66,301 |
| Total | 160,314 | 187 | 31,563 | 321,771 | 513,835 | 66,178 | 66,301 |
| | | | | | | | 132,479 |

(i) Amount under "dividends and interest on capital receivable"

(ii) Amounts under "other accounts receivable"

Income statement transactions from January to September 30, 2013

| | Sales of products | Purchases of raw materials, services and utilities | Financial income (expenses) and shareholder's equity | Cost of production/general and administrative expenses |
|--------------------------------------|----------------------|---|---|---|
| Jointly-controlled investment | | | | |
| RPR | 13,886 | 21,908 | | |
| | 13,886 | 21,908 | | |
| Associated companies | | | | |
| Borealis | 232,489 | | | |
| | 232,489 | | | |
| Related companies | | | | |
| Odebrecht and subsidiaries | 18,593 | 161,760 | | |
| Petrobras and subsidiaries | 909,028 | 11,563,130 | 3,355 | |
| Other | 25,454 | 4,468 | | |
| | 953,075 | 11,729,358 | 3,355 | |
| Post employment benefit plan | | | | |
| Odeprev | | | | 13,282 |
| | | | | 13,282 |
| Total | 1,199,450 | 11,751,266 | 3,355 | 13,282 |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated**

| | Balances at December 31, 2013 | | | | | | | |
|--------------------------------------|--|---|---------------|----------------|----------------|--|--------------------|----------------|
| | | | | | Assets | | | |
| | | | | | Current | | Non-current | |
| | Trade accounts receivable | Related parties Receivable notes | | Other | Total | Related parties Loan agreements | | Total |
| | | Other receivable | | | | Other receivable | | |
| Jointly-controlled investment | | | | | | | | |
| RPR | | | | 2,645 (i) | 2,645 | | | |
| | | | | 2,645 | 2,645 | | | |
| Associated companies | | | | | | | | |
| Borealis | 1,017 | 187 | | | 1,204 | | | |
| | 1,017 | 187 | | | 1,204 | | | |
| Related companies | | | | | | | | |
| Odebrecht and subsidiaries | | | | 652,100(ii) | 652,100 | | | |
| Petrobras and subsidiaries | 95,462 | | 13,725 | | 109,187 | 62,822 | 64,805 | 127,627 |
| Sansuy | 15,640 | | | | 15,640 | | | |
| | 111,102 | | 13,725 | 652,100 | 776,927 | 62,822 | 64,805 | 127,627 |
| Total | 112,119 | 187 | 13,725 | 654,745 | 780,776 | 62,822 | 64,805 | 127,627 |

(i) Amount under “dividends and interest on capital receivable”

(ii) Amounts under “other accounts receivable”

Income statement transactions from January to September 30, 2012

| | Sales of products | Purchases of raw materials, services and utilities | Financial income (expenses) and shareholder's equity | Cost of production/general and administrative expenses |
|--------------------------------------|----------------------|--|---|---|
| Jointly-controlled investment | | | | |
| RPR | 11,500 | 30,725 | 743 | |
| | 11,500 | 30,725 | 743 | |
| Associated companies | | | | |
| Borealis | 88,245 | | | |
| | 88,245 | | | |
| Related companies | | | | |
| Odebrecht and subsidiaries | | 259,225 | | |
| Petrobras and subsidiaries | 815,327 | 12,438,717 | 3,488 | |
| Sansuy | 20,961 | 11,050 | | |
| Other | 3,150 | 232,010 | | |
| | 839,438 | 12,941,002 | 3,488 | |
| Post employment benefit plan | | | | |
| Odeprev | | | | 18,565 |
| | | | | 18,565 |
| Total | 939,183 | 12,971,727 | 4,231 | 18,565 |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(c) Key management personnel**

The Company considered as “Key management personnel” the members of the Board of Directors and Board of Executive Officers, composed of the Chief Executive Officer and vice-presidents. Not all members of the Board of Executive Officers are members of the Statutory Board of Executive Officers.

| Non-current liabilities | Parent company and Consolidated | |
|--------------------------------|--|-----------------|
| | Sep/2013 | Dec/2012 |
| Long-term incentives | 2,619 | 2,897 |
| Total | 2,619 | 2,897 |

| Income statement transactions | Parent company and Consolidated | |
|---|--|-----------------|
| | Sep/2013 | Sep/2012 |
| Remuneration | | |
| Short-term benefits to employees and managers | 28,232 | 29,771 |
| Post-employment benefit | 206 | 156 |
| Long-term incentives | 52 | 308 |
| Total | 28,490 | 30,235 |

9. Taxes recoverable

| | Note | Consolidated | | Parent company | |
|--|-------------|---------------------|-----------------|-----------------------|-----------------|
| | | Sep/2013 | Dec/2012 | Sep/2013 | Dec/2012 |
| Parent Company and subsidiaries in Brazil | | | | | |
| IPI | | 35,790 | 32,734 | 34,225 | 31,647 |
| | | 692,374 | 845,045 | 407,726 | 447,086 |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | | |
|--|-----|------------------|------------------|------------------|------------------|
| Value-added tax on sales and services (ICMS) - normal operations | | | | | |
| ICMS - credits from PP&E | | 120,358 | 178,920 | 88,734 | 108,910 |
| Social integration program (PIS) and social contribution on revenue (COFINS) - normal operations | (a) | 436,421 | 484,692 | 390,707 | 419,170 |
| PIS and COFINS - credits from PP&E | | 261,150 | 273,693 | 130,701 | 147,764 |
| PIS and COFINS - Law 12,859/13 | (a) | 220,933 | | 159,324 | |
| PIS and COFINS - Law 9,718/98 | | 128,066 | 171,140 | 121,211 | 158,570 |
| PIS - Decree-Law 2,445 and 2,449/88 | | 99,062 | 104,256 | 66,384 | 70,856 |
| Income tax and social contribution (IR and CSL) | | 509,942 | 452,867 | 360,292 | 323,924 |
| REINTEGRA program | (b) | 237,748 | 217,775 | 213,519 | 194,694 |
| Other | | 172,059 | 150,980 | 146,335 | 129,612 |
| Foreign subsidiaries | | | | | |
| Value-added tax | (c) | 187,342 | 90,301 | | |
| Income tax | | 1,829 | 177 | | |
| Other | | 1,228 | 765 | | |
| Total | | 3,104,302 | 3,003,345 | 2,119,158 | 2,032,233 |
| Current assets | | 1,709,696 | 1,476,211 | 1,184,171 | 1,005,842 |
| Non-current assets | | 1,394,606 | 1,527,134 | 934,987 | 1,026,391 |
| Total | | 3,104,302 | 3,003,345 | 2,119,158 | 2,032,233 |

The information related to taxes recoverable was presented in the 2012 annual financial statements of the Company, in Note 12.

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

(a) PIS and COFINS – Law 12,859/13

On September 10, 2013, was published Law 12,859, converting Provisional Presidential Decree No. 613 of May 7, 2013, which, among others, reduced the PIS and COFINS social contributions on imports and sales in the domestic market of certain inputs manufactured by domestic manufacturers, and also offers fresh credit to the chemical and petrochemical production chain. The realization of these credits may occur in two ways: (i) offset of overdue or falling due liabilities related to taxes levied by the Federal Revenue Service; or (ii) cash reimbursement.

(b) REINTEGRA Program

In the period ended September 30, 2013, the Company recognized credits in the amount of R\$170,144 and offset the amount of R\$150,171.

(c) Value added tax (“VAT”)

On September 30, 2013, this line included:

(i) R\$18,934 from sales by Braskem Alemanha to other countries. These credits are refunded in cash by the local government; and

(ii) R\$168,408 from purchases of machinery and equipment for the Ethylene XXI Project (Note 14). These credits may be refunded, in cash, by the local government or offset with VAT due from the start of operations of the project.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****10. Investments**

The information related to investments was presented in the Company's 2012 annual financial statements, in Note 16.

(a) Information on investments

| | Interest in total capital | | Adjusted net profit | | | Adjusted |
|-------------------------|---------------------------|---------------------|---------------------|----------|-----------|--------------------|
| | Direct | Direct and Indirect | Sep/2013 | Sep/2012 | Sep/2013 | equity Dec/2012 |
| Subsidiaries | | | | | | |
| Braskem Alemanha | 5.66 | 100.00 | (17,660) | (89,569) | 1,016,858 | 961,450 |
| Braskem America | | 100.00 | 34,456 | 241,194 | 912,689 | 810,315 |
| Braskem America Finance | | 100.00 | 220 | 2,223 | 1,258 | (4,206) |
| Braskem Argentina | 96.77 | 100.00 | 3,623 | 819 | 11,473 | 7,850 |
| Braskem Austria | 100.00 | 100.00 | (2,304) | | (2,277) | 81 |
| Braskem Austria Finance | | 100.00 | | | 47 | 47 |
| Braskem Chile | 99.02 | 100.00 | 68 | 244 | 1,850 | 1,782 |
| Braskem Distribuidora | (i) | | | (85,594) | | |
| Braskem Espanha | (ii) | 100.00 | | | 8 | 8 |
| Braskem Holanda | 100.00 | 100.00 | 50,996 | (97,171) | 1,306,002 | 1,188,368 |
| Braskem Finance | 100.00 | 100.00 | (9,930) | (25,321) | (127,359) | (117,429) |
| Braskem Idesa | 75.00 | 75.00 | 27,118 | (5,386) | 506,431 | 351,249 |
| Braskem Idesa Serviços | | 100.00 | (530) | 611 | 2,411 | 2,726 |
| Braskem Importação | 0.04 | 100.00 | (4) | (2) | 200 | 203 |
| Braskem Inc. | 100.00 | 100.00 | (135,352) | 119,364 | 166,477 | 301,829 |
| Braskem México | 99.97 | 100.00 | 1,283 | | 1,360 | |
| Braskem Participações | 100.00 | 100.00 | 1,675 | (1,388) | (548) | (1,945) |
| Braskem Petroquímica | 100.00 | 100.00 | 91,223 | 52,899 | 1,684,860 | 1,593,973 |
| Braskem Qpar | 98.61 | 100.00 | 58,122 | (92,531) | 5,473,023 | 2,536,089 |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | | | | |
|---|-------|-------|--------|---------|----------|---------|-----------|
| Cetrel | (iii) | | | | 16,804 | | |
| Common | | | 100.00 | 773 | 610 | 8,322 | 7,550 |
| IQAG | (iv) | 0.12 | 100.00 | | 984 | | 3,942 |
| Lantana | | | 100.00 | (49) | (88,813) | (592) | (544) |
| Norfolk | | | 100.00 | 8,481 | 7,028 | 78,550 | 70,069 |
| Petroquímica Chile | | 97.96 | 100.00 | (992) | 85 | 5,543 | 6,535 |
| Politeno Empreendimentos | | 99.98 | 100.00 | (8) | (4) | 599 | 607 |
| Quantiq | (iv) | 99.90 | 100.00 | | 21,346 | | 249,383 |
| Riopol | (v) | | | | 112,672 | | 2,632,337 |
| Jointly-controlled investment | | | | | | | |
| RPR | | 33.20 | 33.20 | 8,400 | 12,858 | 118,715 | 128,591 |
| OCE | (vi) | 20.00 | 20.00 | 291 | | 303 | |
| Polimerica | (vii) | | | | (53,805) | | |
| Propilsur | | 49.00 | 49.00 | (2,593) | (859) | 107,869 | 109,695 |
| Associates | | | | | | | |
| Borealis | | 20.00 | 20.00 | 5,492 | 16,102 | 166,746 | 165,459 |
| Companhia de Desenvolvimento Rio Verde ("Codeverde") | | 35.97 | 35.97 | (406) | (596) | 45,671 | 46,342 |

- (i) Company divested in December 2012.
- (ii) Company incorporated in June 2012.
- (iii) Investment divested in December 2012.
- (iv) Assets held for sale.
- (v) Company merged into Braskem Qpar in September 2013. The interest held by the Parent Company in this subsidiary in all previous periods was 100%.
- (vi) Shares acquired in July 2013 (Note 1(a.5)).
- (vii) Withdrawal of the interest in this investment in November 2012

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

(b) Changes in investments – parent company

| | Balance at Dec/2012 | Merger | Acquisition of shares | Capital increase | Dividends and interest on equity | Equity in results of investees Effect of results | Adjustment of profit in inventories | Goodwill amortization | Other |
|---|---------------------------|-------------|--------------------------|---------------------|---|---|--|--------------------------|---------------|
| Subsidiaries and jointly-controlled investment | | | | | | | | | |
| Domestic subsidiaries | | | | | | | | | |
| Braskem | 1,452,589 | | | | | 91,223 | (2,901) | (2,577) | |
| Petroquímica | | | | | | | | | |
| Braskem Qpar | 3,367,628 | 2,878,812 | | | | 58,715 | 1,530 | (77,253) | 47,746(i) |
| Politeno | | | | | | | | | |
| Empreendimentos | 607 | | | | | (8) | | | |
| Quantiq | 253,272 | | | | (7,912) | | | | |
| Riopol | 2,630,417 | (2,878,812) | | | | 246,474 | 1,921 | | |
| RPR | 42,698 | | | | | (3,279) | | | |
| OCE | | | | 2 | | 25 | | | |
| | 7,747,211 | | | 2 | (7,912) | 393,150 | 550 | (79,830) | 47,746 |
| Foreign subsidiaries | | | | | | | | | |
| Braskem | | | | | | | | | |
| Alemanha | 53,753 | | | | | (1,000) | (199) | | |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | | | | | |
|---|------------------|--|--------------|----------------|-----------------|-----------------|-----------------|------------------------|
| Braskem | | | | | | | | |
| Argentina | 7,850 | | | | 3,623 | (8,021) | | |
| Braskem Austria | 81 | | | | | | | (81) |
| Braskem Chile | 1,782 | | | | 68 | | | |
| Braskem Holanda | 1,177,221 | | | | 50,996 | (1,729) | | |
| Braskem Idesa | 263,437 | | 106,214 | | 20,338 | (534) | | |
| Braskem Inc. | 301,829 | | | | (135,352) | (10,080) | | |
| Braskem México | | | 1,447 | | (19) | | | |
| Petroquímica | | | | | | | | |
| Chile | 6,535 | | | | (992) | | | |
| | 1,812,488 | | 1,447 | 106,214 | (62,338) | (20,563) | | (81) |
| Total subsidiaries and jointly-controlled investment | 9,559,699 | | 1,449 | 106,214 | (7,912) | 330,812 | (20,013) | (79,830) 47,665 |
| Associates | | | | | | | | |
| Domestic subsidiaries | | | | | | | | |
| Borealis | 31,945 | | | | 1,404 | | | |
| Nitrocolor | | | | 38 | | | | (38) |
| Total associates | 31,945 | | | 38 | 1,404 | | | (38) |
| Total subsidiaries, jointly-controlled investment and associates | 9,591,644 | | 1,449 | 106,252 | (7,912) | 332,216 | (20,013) | (79,830) 47,627 |

(i) Settlement of this subsidiary contingencies that were recorded when the purchase.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(c) Breakdown of equity accounting results**

| | Consolidated | | Parent company | |
|---|---------------------|-----------------|-----------------------|-----------------|
| | Sep/2013 | Sep/2012 | Sep/2013 | Sep/2012 |
| Equity in results of subsidiaries, associate and jointly-controlled | (1,701) | (24,549) | 312,203 | 291,618 |
| Amortization of fair value adjustment | | | (79,830)(i) | (69,837) |
| Provision for losses on investments | | (9,931) | (11,036) | (25,321) |
| Other | | 1,733 | 49 | (218) |
| | (1,701) | (32,747) | 221,386 | 196,242 |

(i) Amortization of fair value adjustments comprises the following:

- R\$77,253 related to the amortization of fair value adjustments on the assets and liabilities from the acquisition of Quattor. This amount is distributed in the following items of the consolidated statement of operations: “net sales revenue” of R\$13,289; “cost of sales” of R\$69,052; “general and administrative expenses” of R\$68 and “financial results” of R\$10,045. The effect of deferred income tax and social contribution was R\$15,201.

- R\$2,577 related to the amortization of fair value adjustments on property, plant and equipment of the subsidiary Braskem Petroquímica.

11. Property, plant and equipment

| | Sep/2013 | | | Consolidated Dec/2012 | | |
|---|-------------------|---|-------------------|--------------------------|---|-------------------|
| | Cost | Accumulated depreciation/ depletion | Net | Cost | Accumulated depreciation/ depletion | Net |
| Land | 421,330 | | 421,330 | 417,077 | | 417,077 |
| Buildings and improvements | 1,788,244 | (754,516) | 1,033,728 | 1,749,193 | (699,935) | 1,049,258 |
| Machinery, equipment and installations | 25,157,534 | (10,601,063) | 14,556,471 | 24,514,118 | (9,296,148) | 15,217,970 |
| Projects in progress | 7,326,740 | | 7,326,740 | 4,057,731 | | 4,057,731 |
| Other | 905,915 | (428,927) | 476,988 | 805,160 | (370,411) | 434,749 |
| Total | 35,599,763 | (11,784,506) | 23,815,257 | 31,543,279 | (10,366,494) | 21,176,785 |

This table was presented in the Company's 2012 annual financial statements, in Note 17.

Impairment test for property, plant and equipment

There were no significant events or circumstances in the period ended September 30, 2013 that indicate the need for impairment testing on the property, plant and equipment.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****12. Intangible assets**

| | Sep/2013 | | | Consolidated Dec/2012 | | |
|--|------------------|-------------------------------------|------------------|----------------------------------|-------------------------------------|------------------|
| | Cost | Accumulated amortization | Net | Cost | Accumulated amortization | Net |
| Goodwill based on future profitability | 3,187,722 | (1,128,804) | 2,058,918 | 3,187,722 | (1,128,804) | 2,058,918 |
| Trademarks and patents | 208,074 | (80,016) | 128,058 | 199,367 | (71,141) | 128,226 |
| Software and use rights | 441,432 | (223,897) | 217,535 | 402,396 | (183,908) | 218,488 |
| Contracts with customers and suppliers | 703,151 | (197,491) | 505,660 | 685,890 | (150,556) | 535,334 |
| Total | 4,540,379 | (1,630,208) | 2,910,171 | 4,475,375 | (1,534,409) | 2,940,966 |

This table was presented in the 2012 annual financial statements of the Company, in Note 18.

Impairment testing of intangible assets with definite and indefinite useful life

There were no significant events or circumstances in the period ended September 30, 2013 that indicated the need to update the impairment test performed in October 2012 on intangible assets with indefinite useful life.

There were no significant events or circumstances in the period ended September 30, 2013 that indicate the need for impairment testing on the intangible assets with definite useful life.

13. Borrowings

| | Annual financial charges | | Consolidated | |
|-----------------------------------|-------------------------------|--|-------------------|-------------------|
| | Monetary restatement | Average interest (unless otherwise stated) | Sep/2013 | Dec/2012 |
| Foreign currency | | | | |
| Bonds and Medium term notes (MTN) | Note 13 (a) | Note 13 (a) | 9,987,588 | 9,278,759 |
| Advances on exchange contracts | US dollar exchange variation | 1.54% | | 173,939 |
| Export prepayments | Note 13 (b) | Note 13 (b) | 654,752 | 513,610 |
| BNDES | Note 13 (c) | Note 13 (c) | 492,912 | 495,260 |
| Export credit notes | Note 13 (d) | Note 13 (d) | 805,547 | 787,687 |
| Working capital | | 1.77% | | |
| | US dollar exchange variation | above Libor | 602,535 | 917,283 |
| Other | | 4.00% | | |
| | US dollar exchange variation | above Libor | 1,192 | |
| Other | Exchange variation (UMBNDDES) | 6.06% | | 768 |
| Transactions costs, net | | | (81,865) | (60,285) |
| Local currency | | | | |
| Export credit notes | Note 13 (d) | Note 13 (d) | 2,852,290 | 2,384,414 |
| BNDES | Note 13 (c) | Note 13 (c) | 2,213,658 | 2,381,892 |
| BNB/ FINAME/ FINEP/ FUNDES | | 6.87% | 616,762 | 605,273 |
| BNB/ FINAME/ FINEP/ FUNDES | TJLP | 0.32% | 17,980 | 25,746 |
| Other | TJLP | 2.87% | | 7,292 |
| Total | | | 18,163,351 | 17,511,638 |
| Current liabilities | | | 2,492,015 | 1,836,028 |
| Non-current liabilities | | | 15,671,336 | 15,675,610 |
| Total | | | 18,163,351 | 17,511,638 |

The information related to borrowings was presented in the 2012 annual financial statements of the Company, in Note 19.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(a) Bonds and MTN**

| Issue date | Issue amount (US\$ in thousands) | Maturity | Interest (% per year) | Sep/2013 | Consolidated Dec/2012 |
|-------------------|---|------------------|----------------------------------|------------------|----------------------------------|
| July 1997 | 250,000 | June 2015 | 9.38 | 148,378 | 134,175 |
| January 2004 | 250,000 | January 2014 | 11.75 | 165,543 | 169,609 |
| September 2006 | 275,000 | January 2017 | 8.00 | 284,731 | 275,270 |
| June 2008 | 500,000 | June 2018 | 7.25 | 969,465 | 1,026,894 |
| May 2010 | 400,000 | May 2020 | 7.00 | 911,073 | 820,621 |
| May 2010 | 350,000 | May 2020 | 7.00 | 802,202 | 722,596 |
| October 2010 | 450,000 | no maturity date | 7.38 | 1,021,180 | 935,776 |
| April 2011 | 750,000 | April 2021 | 5.75 | 1,710,855 | 1,545,798 |
| July 2011 | 500,000 | July 2041 | 7.13 | 1,130,006 | 1,053,701 |
| February 2012 | 250,000 | April 2021 | 5.75 | 572,192 | 516,995 |
| February 2012 | 250,000 | no maturity date | 7.38 | 567,322 | 519,876 |
| May 2012 | 500,000 | May 2022 | 5.38 | 1,139,638 | 1,030,598 |
| July 2012 | 250,000 | July 2041 | 7.13 | 565,003 | 526,850 |
| Total | 4,975,000 | | | 9,987,588 | 9,278,759 |

(b) Export prepayments ("EPP")

| Issue date | Initial amount of the transaction (US\$ thousand) | Maturity | Charges (% per year) | Sep/2013 |
|-------------------|--|-----------------|--|-----------------|
| May 2010 (i) | 150,000 | May-2015 | US dollar exchange variation + semiannual Libor + 2.40 | |
| December 2010 | 100,000 | December-2017 | US dollar exchange variation + semiannual Libor + 2.47 | 228,864 |

Edgar Filing: BRASKEM SA - Form 6-K

January 2013

200,000 November-2022 US dollar exchange variation + semiannual Libor + 1.10

425,888

Total

450,000

654,752

(i) Financing offset by a financial investment in September 2013 (Note 5).

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(c) BNDES borrowings**

| Projects | Issue date | Maturity | Charges (% per year) | Sep/2013 | Consolidated Dec/2012 |
|--------------------------------|-------------------|-----------------|---|-----------------|----------------------------------|
| <u>Foreign currency</u> | | | | | |
| Other | 2006 | October-2016 | US dollar exchange variation + 6.44 | 6,766 | 7,708 |
| Other | 2006 | January-2013 | Monetary variation (UMBNDDES) + 5.46 | | 100 |
| Limit of credit UNIB-South | 2006 | July-2014 | US dollar exchange variation + 5.46 to 5.66 | 5,611 | 10,747 |
| Braskem Qpar expansion | 2006/2007/2008 | April-2016 | US dollar exchange variation + 6.14 to 6.44 | 15,612 | 21,072 |
| Braskem Qpar expansion | 2006/2007/2008 | January-2015 | Monetary variation (UMBNDDES) + 6.29 | 1,479 | 2,099 |
| Limit of credit I | 2007 | April-2015 | US dollar exchange variation + 4.96 to 5.85 | 29,668 | 42,519 |
| Green PE | 2009 | July-2017 | US dollar exchange variation + 6.22 | 40,561 | 44,440 |
| Limit of credit II | 2009 | January-2017 | US dollar exchange variation + 6.22 | 83,165 | 93,354 |
| New plant PVC Alagoas | 2010 | January-2020 | US dollar exchange variation + 6.22 | 114,032 | 101,647 |
| Limit of credit III | 2011 | October-2018 | US dollar exchange variation + 6.06 to 6.09 | 156,131 | 143,186 |
| Butadiene | 2011 | January-2021 | US dollar exchange variation + 6.09 | 39,887 | 28,388 |
| | | | | 492,912 | 495,260 |
| <u>Local currency</u> | | | | | |
| Other | 2006 | September-2016 | TJLP + 2.80 | 53,764 | 67,218 |
| | 2006 | Mai-2014 | TJLP + 2.02 to 2.32 | 17,084 | 44,432 |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | | |
|--|-------------------|-------------------------|--|--------------------|--------------------|
| Limit of credit UNIB-South Braskem Qpar expansion | 2006/2007/2008 | February-2014 | TJLP + 1.00 to 3.30 | 129,973 | 197,546 |
| Limit of credit I Green PE | 2007 2008/2009 | April-2015 June-2017 | TJLP + 1.81 to 2.32 TJLP + 0.00 to 4.78 | 108,046 344,070 | 173,477 414,278 |
| Limit of credit II | 2009 | January-2017 | TJLP + 2.58 to 3.58 | 260,393 | 319,039 |
| Limit of credit II | 2009 | January-2017 | 4.50 | 11,634 | 14,252 |
| New plant PVC Alagoas | 2010 | December-2019 | TJLP + 0.00 to 3.58 | 367,001 | 351,406 |
| New plant PVC Alagoas | 2010 | December-2019 | 5.50 | 41,756 | 43,066 |
| Limit of credit III | 2011 | September-2018 | TJLP + 0.00 to 3.45 | 637,795 | 582,981 |
| Limit of credit III | 2011 | July-2018 | 4.00 to 5.50 | 102,969 | 64,095 |
| Butadiene | 2011 | December-2020 | TJLP + 0.00 to 3.45 | 139,173 | 110,102 |
| | | | | 2,213,658 | 2,381,892 |
| Total | | | | 2,706,570 | 2,877,152 |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(d) Export credit notes (“NCE”)**

| Issue date | Initial amount of the transaction | Maturity Charges (% per year) | Consolidated Sep/2013 | Dec/2012 |
|--------------------------------|--|---|----------------------------------|-----------------|
| <u>Foreign currency</u> | | | | |
| November 2006 | 167,014 | May 2018 Us dollar exchange variation + 8.10 | 179,537 | 161,150 |
| April 2007 | 101,605 | March 2018 Us dollar exchange variation + 7.87 | 115,741 | 104,029 |
| May 2007 | 146,010 | May 2019 Us dollar exchange variation + 7.85 | 171,699 | 154,298 |
| January 2008 | 266,430 | February 2020 Us dollar exchange variation + 7.30 | 338,570 | 315,973 |
| March 2008 (i) | 41,750 | March 2016 Us dollar exchange variation + 7.50 | | 52,237 |
| | 722,809 | | 805,547 | 787,687 |
| <u>Local currency</u> | | | | |
| April 2010 (ii) | 50,000 | March 2014 100% of CDI | 69,371 | 65,678 |
| June 2010 (ii) | 200,000 | June 2014 100% of CDI | 270,891 | 256,471 |
| February 2011 (ii) | 200,000 | February 2014 99% of CDI | 251,189 | 297,434 |
| April 2011 (iii) | 450,000 | April 2019 112.5% of CDI | 458,707 | 456,876 |
| June 2011 (ii) | 80,000 | June 2014 98.5% of CDI | 96,632 | 91,563 |
| August 2011 (iii) | 400,000 | August 2019 112.5% of CDI | 403,298 | 402,527 |
| January 2012 (iv) | 200,000 | December 2013 103% of CDI | | 217,320 |
| June 2012 (ii) | 100,000 | June 2014 103% of CDI | 109,836 | 103,818 |
| September 2012 (ii) | 300,000 | September 2015 103% of CDI | 323,402 | 305,684 |
| October 2012 (ii) | 85,000 | September 2014 98.5% of CDI | 91,204 | 86,419 |
| November 2012 (v) | 100,000 | November 2013 106% of CDI | | 100,624 |
| February 2013 (vi) | 100,000 | February 2016 8.00 | 101,183 | |
| February 2013 (vi) | 50,000 | February 2016 7.50 | 50,494 | |
| February 2013 (vi) | 100,000 | February 2016 8.00 | 100,967 | |
| February 2013 (vi) | 50,000 | February 2016 8.00 | 50,440 | |
| February 2013 (vi) | 100,000 | February 2016 8.00 | 100,902 | |
| March 2013 (vi) | 50,000 | March 2016 8.00 | 50,246 | |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | | |
|----------------|------|------------------|------------------------------|------------------|------------------|
| March 2013 | (vi) | 17,500 | March 2016 8.00 | 17,579 | |
| August 2013 | (vi) | 10,000 | August 2016 8.00 | 10,127 | |
| August 2013 | | 6,909 | October 2013 105.5% of CDI | 6,962 | |
| August 2013 | | 163,469 | February 2014 106.75% of CDI | 165,197 | |
| August 2013 | | 26,023 | February 2014 106% of CDI | 26,366 | |
| September 2013 | | 94,449 | October 2013 106.5% of CDI | 94,963 | |
| September 2013 | | 2,320 | October 2013 107.8% of CDI | 2,334 | |
| Total | | 2,935,670 | | 2,852,290 | 2,384,414 |

- (i) Financing paid in advance in September 2013.
- (ii) Maturities and charges on these operations were renegotiated in October 2013 (Note 27(b)).
- (iii) The Company enters into swap transactions for these NCE contracts in order to offset the variation in the Interbank Certificate of Deposit (CDI) rate.
- (iv) Financing paid in advance in March 2013.
- (v) Financing paid in advance in January 2013.
- (vi) The Company enters into swap transactions for these NCE contracts (from 77.52% to 92.70% of CDI).

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(e) Payment schedule**

The maturity profile of the long-term amounts is as follows:

| | Consolidated Sep/2013 | Dec/2012 |
|---------------------|----------------------------------|-------------------|
| 2014 | 209,378 | 1,759,551 |
| 2015 | 1,626,728 | 1,515,498 |
| 2016 | 1,762,062 | 1,092,519 |
| 2017 | 833,999 | 715,362 |
| 2018 | 1,548,962 | 1,512,383 |
| 2019 | 1,223,289 | 1,146,166 |
| 2020 | 2,110,226 | 1,884,761 |
| 2021 | 2,294,511 | 2,059,513 |
| 2022 and thereafter | 4,062,181 | 3,989,857 |
| Total | 15,671,336 | 15,675,610 |

(f) Capitalized financial charges - consolidated

The Company capitalized financial charges in the period ended September 30, 2013 in the amount of R\$209,459 (R\$121,723 in the period ended September 30, 2012), including monetary variation and part of the exchange variation. The average rate of these charges applied on ongoing projects was 7.10% p.a. (7.16% p.a. in the period ended September 30, 2012).

(g) Guarantees

Braskem gave collateral for part of its borrowings as follows:

| Loans | Maturity | Total debt Sep/2013 | Total guaranteed | Guarantees |
|--------------|------------------|------------------------------------|-----------------------------|--|
| BNB | December 2022 | 290,274 | 290,274 | Mortgage of plants, pledge of machinery and equipment |
| BNDES | January 2021 | 2,706,570 | 2,706,570 | Mortgage of plants, land and property, pledge of machinery and equipment |
| FUNDES | June 2020 | 215,646 | 215,646 | Mortgage of plants, land and property, pledge of machinery and equipment |
| FINEP | January 2022 | 125,818 | 125,818 | Bank surety |
| FINAME | February 2022 | 3,004 | 3,004 | Pledge of equipment |
| Total | | 3,341,312 | 3,341,312 | |

14. Project finance

Braskem Idesa is constructing a plant in Mexico (Ethylene XXI Project), with capacity to produce around 750 kton of high-density polyethylene and 300 kton of low-density polyethylene using ethane as feedstock. The raw material will be supplied through an agreement with PEMEX-Gás for delivery of 66,000 barrels of ethane per day for 20 years.

In line with the Company's financial policy, the investment is being financed under the Project finance mode, whereby the project loan must be paid exclusively with the cash generated by the project itself and shareholders provide limited guarantees (limited recourse project finance). Thus, this financing has the usual guarantees of this type of operation such as assets, receivables, cash generation and other rights from the project, as well commitments by shareholders to inject a limited amount of capital to provide for eventual additional costs thereof.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated**

The financing structure was concluded in December 2012, at the ratio of 70% debt and 30% equity. The total financing contracted to meet construction expenses and start project operation was US\$3,193,095 thousand. The first tranche of R\$3,316,211 (US\$1,483,896 thousand) was received on July 24, 2013. A portion of these funds was used to settle the amounts lent by shareholders Braskem and Grupo Idesa, totaling R\$1,449,826 (US\$648,750 thousand) and R\$483,276 (US\$216,250 thousand), respectively. The release of the second tranche is expected to occur at November 6, 2013, amounting to US\$ 545,331 thousand.

Braskem Idesa capitalized the financial charges incurred on this financing, since its funding through September 30, 2013, in the amount of R\$26,262 (MXN\$ 147,835 thousand). The average interest rate was 4.88% p.a.

The breakdown of charges and maturities is as follows:

| <u>Identification</u> | Contract | Value | Maturity | Charges (% per year) | Consolidated | |
|------------------------------|------------------|------------------|-----------------|---|---------------------|-----------------|
| | value | received | | | Sep/2013 | Dec/2012 |
| | US\$ | US\$ | | | | |
| | thousands | thousands | | | | |
| Project finance I | 700,000 | 375,766 | February-2027 | Us dollar exchange variation + quarterly Libor + 3.25 | 841,640 | |
| Project finance II | 210,000 | 24,054 | February-2027 | Us dollar exchange variation + 6.17 | 54,084 | |
| Project finance III | 600,000 | 131,360 | February-2029 | Us dollar exchange variation + 4.33 | 294,520 | |
| Project finance IV | 660,000 | 442,971 | February-2029 | Us dollar exchange variation + quarterly Libor + 3.88 | 992,934 | |
| Project finance V | 400,000 | 214,723 | February-2029 | Us dollar exchange variation + quarterly Libor + 4.65 | 481,821 | |
| Project finance VI | 90,000 | 8,852 | February-2029 | Us dollar exchange variation + quarterly | 19,828 | |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | | |
|----------------------------|------------------|------------------|---------------|---|------------------|
| Project finance VII | 533,095 | 286,170 | February-2029 | Libor + 2.73 Us dollar exchange variation + quarterly Libor + 4.64 | 646,714 |
| Transactions costs | | | | | (31,482) |
| Total | 3,193,095 | 1,483,896 | | | 3,300,059 |
| Current liabilities | | | | | 15,847 |
| Non-current liabilities | | | | | 3,284,212 |
| Total | | | | | 3,300,059 |

The maturity profile of this long-term financing, by year of maturity, is as follows:

| | Consolidated Sep/2013 | Dec/2012 |
|---------------------|----------------------------------|-----------------|
| 2016 | 195,788 | |
| 2017 | 265,027 | |
| 2018 | 265,027 | |
| 2019 | 265,027 | |
| 2020 | 265,027 | |
| 2021 | 265,027 | |
| 2022 and thereafter | 1,763,289 | |
| Total | 3,284,212 | |

In accordance with the Company's risk management strategy and based on its financial policy, the Management contracted and designated derivative operations under hedge accounting (Note 20.2.1 (b.ii)) in order to offset the change in future debt-related financial expenses caused by the fluctuation of the Libor rate.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****15. Taxes payable**

| | Sep/2013 | Consolidated Dec/2012 | Sep/2013 | Parent company Dec/2012 |
|--|------------------|--------------------------|------------------|----------------------------|
| Parent Company and subsidiaries in Brazil | | | | |
| IPI | 81,520 | 71,440 | 61,795 | 55,609 |
| PIS and COFINS | | 5,764 | | |
| Income tax and social contribution | 82,036 | 54,987 | 22,802 | 16,983 |
| ICMS | 102,032 | 72,435 | 33,027 | 16,274 |
| Federal tax payment program - Law 11,941/09 | 1,083,397 | 1,237,156 | 1,015,954 | 1,168,413 |
| Other | 54,770 | 59,630 | 50,443 | 47,119 |
| Foreign subsidiaries | | | | |
| Value-added tax | | 2,538 | | |
| Income tax | | 2,132 | | |
| Other | 599 | 1,460 | | |
| Total | 1,404,354 | 1,507,542 | 1,184,021 | 1,304,398 |
| Current liabilities | 398,289 | 342,789 | 283,039 | 245,173 |
| Non-current liabilities | 1,006,065 | 1,164,753 | 900,982 | 1,059,225 |
| Total | 1,404,354 | 1,507,542 | 1,184,021 | 1,304,398 |

The information related to taxes payable was presented in the Company's 2012 annual financial statements, in Note 21.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****16. Income tax (“IR”) and social contribution (“CSL”)****(a) Reconciliation of the effects of income tax and social contribution on profit or loss**

| | Sep/2013 | Consolidated Sep/2012 | Sep/2013 | Parent company Sep/2012 |
|--|------------------|--------------------------|------------------|----------------------------|
| Income (loss) before IR and CSL and after discontinued operations | 776,296 | (1,675,351) | 675,725 | (1,652,478) |
| IR and CSL at the rate of 34% | (263,941) | 569,620 | (229,747) | 561,843 |
| Permanent adjustments to the IR and CSL calculation basis | | | | |
| IR and CSL on equity in results of investees | (578) | (8,347) | 79,007 | 75,406 |
| Effects from pre-payment of taxes | 5,864 | 27,374 | 5,864 | 27,374 |
| Tax incentives | 501 | 436 | 132 | |
| Other permanent adjustments | (25,745) | 81,040 | (45,380) | (23,609) |
| Effect of IR and CSL on results of operations | (283,899) | 670,123 | (190,124) | 641,014 |
| Breakdown of IR and CSL: | | | | |
| Current IR and CSL / continued operations | (62,089) | (12,522) | (6,579) | (6) |
| Current IR and CSL / discontinued operations | | (12,441) | | |
| Current IR and CSL | (62,089) | (24,963) | (6,579) | (6) |
| Deferred IR and CSL / continued operations | (221,810) | 695,215 | (183,545) | 641,020 |
| | | (129) | | |

Deferred IR and CSL / discontinued
operations

| | | | | |
|---|------------------|----------------|------------------|----------------|
| Deferred IR and CSL | (221,810) | 695,086 | (183,545) | 641,020 |
| Total IR and CSL on income statement | (283,899) | 670,123 | (190,124) | 641,014 |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(b) Breakdown of deferred income tax and social contribution**

| Non-current assets | Sep/2013 | Consolidated Dec/2012 | Sep/2013 | Parent company Dec/2012 |
|--|------------------|----------------------------------|------------------|------------------------------------|
| Tax losses (IR) and negative base (CSL) | 957,748 | 1,099,345 | 430,647 | 444,332 |
| Goodwill amortized | 12,810 | 31,432 | 9,827 | 28,126 |
| Exchange variations | 625,266 | 215,545 | 603,176 | 205,725 |
| Temporary adjustments | 546,391 | 362,198 | 329,814 | 277,549 |
| Business combination | 230,699 | 243,517 | 89,769 | 89,770 |
| Pension plan | 63,800 | 49,912 | 63,800 | 49,912 |
| Deferred charges - write-off | 43,494 | 60,060 | 1,299 | 5,197 |
| | 2,480,208 | 2,062,009 | 1,528,332 | 1,100,611 |
| Non-current liabilities | | | | |
| Amortization of goodwill based on future profitability | 629,046 | 586,857 | 535,922 | 510,308 |
| Tax depreciation | 497,625 | 391,224 | 254,671 | 208,849 |
| Temporary differences | 335,093 | 327,500 | 7,570 | 8,014 |
| Business combination | 595,153 | 624,817 | 84,101 | 85,746 |
| Write-off negative goodwill of incorporated subsidiaries | 1,336 | 1,781 | 1,336 | 1,781 |
| Additional indexation PP&E | 143,665 | 154,189 | 143,665 | 154,188 |
| Other | 52,673 | 52,254 | 46,424 | 46,857 |
| | 2,254,591 | 2,138,622 | 1,073,689 | 1,015,743 |

(c) Offset of deferred income and social contribution tax assets and liabilities

| | Headquarters (Country) | IR-CSL Asset | Consolidated - Sep/2013 IR-CS Liability |
|----------------------|-----------------------------------|---------------------|--|
| Braskem S.A. | Brazil | 1,528,332 | (1,073,689) |
| Braskem Argentina | Argentina | 4,511 | |
| Braskem Alemanha | Germany | 45,572 | (10,275) |
| Braskem Idesa | Mexico | 111,623 | |
| Braskem Petroquímica | Brazil | 207,628 | (113,384) |
| Petroquímica Chile | Chile | 238 | (105) |
| Braskem Qpar | Brazil | 582,304 | (744,867) |
| Braskem America | USA | | (312,271) |
| | | 2,480,208 | (2,254,591) |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated**

| | Headquarters (Country) | IR-CSL Asset | Consolidated - Dec/2012 IR-CS Liability |
|----------------------|-----------------------------------|---------------------|--|
| Braskem S.A. | Brazil | 1,100,611 | (1,015,743) |
| Braskem Argentina | Argentina | 3,251 | |
| Braskem Alemanha | Germany | 17,448 | (9,176) |
| Braskem Idesa | Mexico | 24,677 | |
| Braskem Petroquímica | Brazil | 214,430 | (93,256) |
| Petroquímica Chile | Chile | 169 | |
| Braskem Qpar | Brazil | 459,914 | (626,807) |
| Riopol | Brazil | 237,944 | (88,201) |
| Braskem America | USA | 3,565 | (305,439) |
| | | 2,062,009 | (2,138,622) |

(d) Realization of deferred income tax and social contribution

In the period ended September 30, 2013, there were no material events or circumstances that indicate any compromise of the realization of these deferred taxes.

The information related to income tax and social contribution was presented in the 2012 annual financial statements of the Company, in Note 22.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****17. Sundry provisions**

| | Sep/2013 | Consolidated Dec/2012 |
|---|-----------------|----------------------------------|
| Provision for customers bonus | 37,673 | 40,666 |
| Provision for recovery of environmental damages | 80,846 | 32,944 |
| Judicial and administrative provisions | 302,094 | 333,218 |
| Other | 9,634 | 8,847 |
| Total | 430,247 | 415,675 |
| Current liabilities | 52,150 | 52,264 |
| Non-current liabilities | 378,097 | 363,411 |
| Total | 430,247 | 415,675 |

The composition of provisions for judicial and administrative suits is as follows:

| | Sep/2013 | Consolidated Dec/2012 |
|------------------------------------|-----------------|----------------------------------|
| Labor claims | 88,222 | 75,697 |
| Tax claims | | |
| Income tax and social contribution | 31,615 | 29,980 |
| PIS and COFINS | 34,820 | 32,929 |
| ICMS - interstate purchases | 84,263 | 79,688 |
| ICMS - other | (i) 11,171 | 56,974 |
| Other | 44,143 | 50,744 |
| Corporate claims and other | 7,860 | 7,206 |

302,094

333,218

(i) Payment of R\$47,746 was made with the advantages of the Special Installment Program implemented by the São Paulo State Government.

This table and the information on provisions were presented in the 2012 annual financial statements of the Company, in Note 23.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****18. Post-employment benefits**

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

| | | Sep/2013 | Consolidated Dec/2012 |
|--------------------------|-----|-----------------|----------------------------------|
| Petros Copesul | | 187,662 | 147,175 |
| Novamont Braskem America | (i) | 10,501 | 10,381 |
| Braskem Alemanha | (i) | 29,892 | 26,221 |
| | | 228,055 | 183,777 |
| Current liabilities | | 187,662 | 147,175 |
| Non-current liabilities | | 40,393 | 36,602 |
| Total | | 228,055 | 183,777 |

(i) With the adoption of CPC 33 (R1) and IAS 19, the actuarial losses previously unrecognized in these two plans in the amount of R\$18,204 (R\$11,816, net of income tax) were recognized retroactively, at December 31, 2012, under "other comprehensive income (loss)". The balance sheet on that date was restated to reflect the changes to the item "post-employment benefits". For comparison purposes, the information for December 31, 2011 was not restated in the statement of changes in shareholders' equity, since the amounts are immaterial.

19. Contingencies

The Company has contingent liabilities related to lawsuits and administrative proceedings arising from the normal course of its business. These contingencies are of a 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 is presented in Note 17 of this Quarterly Information.

The balance of contingencies not accounted for at September 30, 2013:

| | Sep/2013 | Consolidated Dec/2012 |
|----------------|------------------|----------------------------------|
| Tax claims | 2,962,456 | 2,967,799 |
| Other lawsuits | 336,292 | 411,324 |
| Total | 3,298,748 | 3,379,123 |

The description of the main contingent liabilities of the Company was presented in the 2012 annual financial statements, in Note 28.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****20. Financial instruments**

The information related to financial instruments was presented in the 2012 financial statements of the Company, in Note 20.

20.1. Non-derivative financial instruments – measured at fair value - consolidated

| | Note | Classification by category | Fair value hierarchy | Book value | | Fair value | |
|---------------------------------------|------|-------------------------------|----------------------------|------------------|------------------|------------------|------------------|
| | | | | Sep/2013 | Dec/2012 | Sep/2013 | Dec/2012 |
| Cash and cash equivalents | 4 | | | | | | |
| Cash and banks | | Loans and receivables | | 562,134 | 398,142 | 562,134 | 398,142 |
| Financial investments in Brazil | | Held-for-trading | Level 2 | 521,246 | 393,348 | 521,246 | 393,348 |
| Financial investments in Brazil | | Loans and receivables | | 1,213,773 | 899,816 | 1,213,773 | 899,816 |
| Financial investments abroad | | Held-for-trading | Level 2 | 1,557,780 | 1,596,316 | 1,557,780 | 1,596,316 |
| | | | | 3,854,933 | 3,287,622 | 3,854,933 | 3,287,622 |
| Financial investments | 5 | | | | | | |
| FIM Sol investments | | Held-for-trading | Level 2 | 41,285 | 50,803 | 41,285 | 50,803 |
| Investments in foreign currency | | Held-for-trading | Level 2 | 3,914 | 5,256 | 3,914 | 5,256 |
| Investments in foreign currency | | Held-to-maturity | | 34 | 15,731 | 34 | 15,731 |
| Shares | | Held-for-trading | Level 1 | 1,170 | 3,023 | 1,170 | 3,023 |
| FIM Sol investments | | Loans and receivables | | | 77,469 | | 77,469 |
| Investments in national currency | | Loans and receivables | | | 513 | | 513 |
| Quotas of receivables investment fund | | Held-to-maturity | | 31,590 | 52,559 | 31,590 | 52,559 |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | | | |
|--|----|-----------------------------|-------------------|-------------------|-------------------|-------------------|
| Restricted deposits | | Held-to-maturity | 15,567 | 1,281 | 15,567 | 1,281 |
| | | | 93,560 | 206,635 | 93,560 | 206,635 |
| Trade accounts receivable | 6 | Loans and receivables | 2,737,168 | 2,364,222 | 2,737,168 | 2,364,222 |
| Related parties credits | 8 | Loans and receivables | 164,229 | 141,539 | 164,229 | 141,539 |
| Other receivables | | | | | | |
| Disposal of shareholdings | | Loans and receivables | 265,064 | 652,100 | 265,064 | 652,100 |
| Trade payables | | Other financial liabilities | 9,715,114 | 8,897,597 | 9,715,114 | 8,897,597 |
| Borrowings | 13 | | | | | |
| Foreign currency - Bond | | Other financial liabilities | 9,987,588 | 9,278,759 | 9,845,365 | 10,032,553 |
| | | Level 1 | | | | |
| Foreign currency - other borrowings | | Other financial liabilities | 2,556,938 | 2,887,779 | 2,556,938 | 2,887,779 |
| Local currency | | Other financial liabilities | 5,700,690 | 5,404,617 | 5,700,690 | 5,405,688 |
| | | | 18,245,216 | 17,571,155 | 18,102,993 | 18,326,020 |
| Project finance | 14 | Other financial liabilities | 3,331,541 | | 3,331,541 | |
| Other payables | | | | | | |
| Creditors for the acquisitions of shares | | Other financial liabilities | 270,636 | 256,030 | 270,636 | 256,030 |
| Accounts payable to non-controlling | | Other financial liabilities | 216,843 | 260,649 | 216,843 | 260,649 |
| | | | 487,479 | 516,679 | 487,479 | 516,679 |

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.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****20.2. Financial instruments designated and not designated for hedge accounting**

| Identification | Note | Fair value hierarchy | Operation characteristics | | Dec/2012 | Change in fair value |
|--|----------------|-----------------------------|----------------------------------|--------------------|-----------------|-----------------------------|
| | | | Principal exposure | Derivatives | | |
| <u>Non-hedge accounting transactions</u> | | | | | | |
| Non-deliverable forward ("NDF") - ethanol | | Level 2 | Real | Dollar | 1,791 | 52 |
| Commodity swap - Naphtha | 20.2.1 (a.i) | Level 2 | Fixed price | Variable price | | 56 |
| Commodity swap - Naphtha | 20.2.1 (a.i) | Level 2 | Fixed price | Variable price | | (2,408) |
| Contract for the future purchase - ethanol | | Level 1 | Fixed price | Variable price | 2 | |
| Exchange swap | | Level 2 | Dollar | CDI | 4,968 | (1,688) |
| Interest rate swaps | 20.2.1 (a.ii) | Level 2 | Fixed rate | CDI | | 20,300 |
| Deliverable Forward | 20.2.1 (a.iii) | Level 2 | Mexican peso | Dollar | | 69,932 |
| Deliverable Forward | 20.2.1 (a.iv) | Level 2 | Euro | Dollar | | (2,739) |
| | | | | | 6,761 | 83,505 |
| <u>Hedge accounting transactions</u> | | | | | | |
| Exchange swap | 20.2.1 (b.i) | Level 2 | CDI | Dollar | 286,617 | 41,085 |
| Interest rate swaps | 20.2.1 (b.ii) | Level 2 | Libor | Dollar | | (70,368) |
| | | | | | 286,617 | (29,283) |
| Current assets (other receivables) | | | | | | |
| Non current assets (other receivables) | | | | | | |
| Current liabilities (derivatives operations) | | | | | 293,378 | |
| Non current liabilities (derivatives operations) | | | | | | |
| | | | | | 293,378 | |

20.2.1. Existing operations on September 30, 2013**(a) Non-hedge accounting transactions**

The regular changes in the fair value of swaps are recorded as financial income or expenses in the same period in which they occur. Braskem recognized a financial expense of R\$83,505 related to the change in the fair value of these swaps for the period ended September 30, 2013.

(a.i) Commodity swap – Naphtha

The parent company made a single operation of resin at a fixed price sale to a final customer. With the goal of preserving its margin, potentially affected by the fluctuation in the price of naphtha, were made four future purchase contracts at a fixed price of this raw material, as shown below:

| Identification | Nominal | Fixed price - | Maturity | Fair value | |
|------------------------------------|------------------|----------------------|-----------------|-------------------|-----------------|
| | value | US\$/Ton | | Sep/2013 | Dec/2012 |
| | US\$ | (hedge) | | | |
| | thousands | | | | |
| Commodity swap - naphtha | 477 | 830,000 | February-2014 | (50) | |
| Commodity swap - naphtha | 477 | 830,000 | March-2014 | (38) | |
| Commodity swap - naphtha | 477 | 830,000 | April-2014 | (26) | |
| Commodity swap - naphtha | 425 | 830,000 | May-2014 | (13) | |
| Total | 1,857 | | | (127) | |
| Current assets (other receivables) | | | | (127) | |
| Total | | | | (127) | |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated**

Braskem Inc. signed a contract for the purchase of naphtha at a fixed price with the supplier. To preserve its margin, potentially affected by the fluctuation in resin prices, it contracted a swap operation that also makes variable the cost of this raw material, as follows:

| Identification | Nominal value US\$ thousands | Fixed price - US\$/Ton (hedge) | Maturity | Fair value | |
|------------------------------------|---|---|-----------------|-------------------|-----------------|
| | | | | Sep/2013 | Dec/2012 |
| Commodity swap - naphtha | 35,483 | 959.000 | October-2013 | (2,408) | |
| Total | 35,483 | | | (2,408) | |
| Current assets (other receivables) | | | | (2,408) | |
| Total | | | | (2,408) | |

(a.ii) Interest rate swap linked to NCE

The parent company has contracted financing facilities in the form of export credit note (NCE) (Note 13(d)) with fixed interest payments. Considering that the cash in Brazilian real is largely invested in the overnight rate (CDI)-indexed investments, the company contracted swaps to match financial charges with cash yields.

| Identification | Nominal value | Interest rate (hedge) | Maturity | Fair value | |
|-----------------------|--------------------------|----------------------------------|-----------------|-------------------|-----------------|
| | | | | Sep/2013 | Dec/2012 |
| Swap NCE I | 100,000 | 90.65% CDI | February-2016 | 4,811 | |
| Swap NCE II | 50,000 | 88.20% CDI | February-2016 | 2,573 | |
| Swap NCE III | 100,000 | 92.64% CDI | February-2016 | 4,998 | |
| Swap NCE IV | 50,000 | 92.70% CDI | February-2016 | 2,544 | |
| Swap NCE V | 100,000 | 91.92% CDI | February-2016 | 4,890 | |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | |
|--|----------------|------------|------------|---------------|
| Swap NCE VI | 50,000 | 92.25% CDI | March-2016 | 2,314 |
| Swap NCE VII | 17,500 | 91.10% CDI | March-2016 | 758 |
| Total | 467,500 | | | 22,888 |
| Current liabilities (derivatives operations) | | | | 22,888 |
| Total | | | | 22,888 |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(a.iii) Currency futures contract– Mexican Peso**

Braskem Idesa contracted currency purchase transactions through futures contracts to hedge its future obligations in Mexican peso (local trade payables, payroll, taxes and etc.). Since the cash of this subsidiary is maintained in U.S. dollar, these operations were contracted to ensure cash flow balance.

| Identification | Nominal | Foreign exchange | Maturity | Fair value | |
|-----------------------|------------------|-------------------------|-----------------|-------------------|-----------------|
| | value | | | Sep/2013 | Dec/2012 |
| | US\$ | (hedge) | | | |
| | thousands | | | | |
| Deliverable Forward | 30,811 | 12.4196 | October-2013 | 4,108 | |
| Deliverable Forward | 31,517 | 12.4493 | December-2013 | 4,191 | |
| Deliverable Forward | 32,291 | 12.4763 | December-2013 | 4,300 | |
| Deliverable Forward | 35,315 | 12.5052 | January-2014 | 4,698 | |
| Deliverable Forward | 35,232 | 12.5343 | February-2014 | 4,659 | |
| Deliverable Forward | 37,938 | 12.5662 | March-2014 | 4,995 | |
| Deliverable Forward | 36,920 | 12.6458 | April-2014 | 4,558 | |
| Deliverable Forward | 32,410 | 12.6792 | June-2014 | 4,009 | |
| Deliverable Forward | 36,844 | 12.7075 | June-2014 | 4,557 | |
| Deliverable Forward | 36,839 | 12.7388 | July-2014 | 4,537 | |
| Deliverable Forward | 33,627 | 12.7722 | September-2014 | 4,115 | |
| Deliverable Forward | 30,750 | 12.8005 | September-2014 | 3,743 | |
| Deliverable Forward | 30,079 | 12.8318 | October-2014 | 3,645 | |
| Deliverable Forward | 27,843 | 12.8631 | December-2014 | 3,361 | |
| Deliverable Forward | 24,091 | 12.8933 | December-2014 | 2,899 | |
| Deliverable Forward | 22,522 | 12.9276 | February-2015 | 2,701 | |
| Deliverable Forward | 18,209 | 12.9548 | March-2015 | 2,179 | |
| Deliverable Forward | 15,394 | 12.9841 | March-2015 | 1,838 | |
| Deliverable Forward | 9,703 | 13.0148 | April-2015 | 1,155 | |
| Deliverable Forward | 5,299 | 13.0497 | June-2015 | 627 | |
| Deliverable Forward | 3,191 | 13.0812 | June-2015 | 376 | |
| Deliverable Forward | 1,769 | 13.1149 | July-2015 | 207 | |
| Deliverable Forward | 1,840 | 13.1486 | August-2015 | 214 | |
| Deliverable Forward | 5,448 | 13.1838 | October-2013 | 24 | |
| Deliverable Forward | 10,593 | 13.2190 | December-2013 | 35 | |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | |
|--|----------------|---------|---------------|---------------|
| Deliverable Forward | 8,654 | 13.2487 | December-2013 | 29 |
| Deliverable Forward | 5,706 | 13.2791 | January-2014 | 19 |
| Deliverable Forward | 220 | 13.3068 | February-2014 | 1 |
| Deliverable Forward | 1,267 | 13.3375 | March-2014 | 4 |
| Deliverable Forward | 5,471 | 13.3669 | April-2014 | 16 |
| Total | 607,791 | | | 71,800 |
| Current liabilities (derivatives operations) | | | | 71,800 |
| Total | | | | 71,800 |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(a.iv) Currency futures contract - Euro**

Braskem Idesa contracted currency purchase transactions through futures contracts to hedge its future obligations in euro (trade payables). Since the cash of this subsidiary is maintained in U.S. dollar, these operations were contracted to ensure cash flow balance.

| Identification | Nominal | Foreign exchange | Maturity | Fair value | |
|------------------------------------|---|-------------------------|-----------------|-------------------|-----------------|
| | value US\$ thousands | | | (hedge) | Sep/2013 |
| Deliverable Forward | 9,780 | 1.3041 | December-2013 | (782) | |
| Deliverable Forward | 8,485 | 1.3053 | January-2014 | (660) | |
| Deliverable Forward | 7,839 | 1.3066 | March-2014 | (594) | |
| Deliverable Forward | 10,444 | 1.3050 | December-2013 | (799) | |
| Deliverable Forward | 6,096 | 1.3059 | January-2014 | (457) | |
| Deliverable Forward | 3,287 | 1.3068 | March-2014 | (241) | |
| Deliverable Forward | 6,501 | 1.3079 | June-2014 | (465) | |
| Deliverable Forward | 6,555 | 1.3089 | July-2014 | (464) | |
| Total | 58,987 | | | (4,462) | |
| Current assets (other receivables) | | | | (4,462) | |
| Total | | | | (4,462) | |

(b) Hedge accounting transactions**(b.i) Swaps related to export credit notes (NCE)**

In line with the Company's risk management strategy and based on its financial policy, the Management contracted swap operations to offset the interest rate and currency risks arising from the financings mentioned in Note 13, by maintaining its exposure to long-term financial liabilities in the U.S. dollar.

| Identification | Nominal value | Interest rate (hedge) | Maturity | Fair value | |
|--|------------------|-----------------------------|-------------|----------------|----------------|
| | | | | Sep/2013 | Dec/2012 |
| Swap NCE I | 200,000 | 5.44% | August 2019 | 93,639 | 82,812 |
| Swap NCE II | 100,000 | 5.40% | August 2019 | 44,343 | 39,008 |
| Swap NCE III | 100,000 | 5.37% | August 2019 | 42,614 | 37,333 |
| Swap NCE IV | 100,000 | 5.50% | April 2019 | 34,971 | 29,904 |
| Swap NCE V | 100,000 | 5.50% | April 2019 | 34,907 | 29,250 |
| Swap NCE VI | 150,000 | 5.43% | April 2019 | 46,844 | 38,585 |
| Swap NCE VII | 100,000 | 4.93% | April 2019 | 35,734 | 29,725 |
| Total | 850,000 | | | 333,052 | 286,617 |
| Current assets (other receivables) | | | | (26,177) | |
| Current liabilities (derivatives operations) | | | | | 286,617 |
| Non Current liabilities (derivatives operations) | | | | 359,229 | |
| Total | | | | 333,052 | 286,617 |

Prior to designating these swaps as hedge accounting, on May 1, 2013, the Company had recognized financial income of R\$43,651 as profit for the period. After the recognition of this designation, an expense of R\$84,736, relating to changes in the fair value of these swaps since the designation until September 30, 2013, was recognized.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(b.ii) Interest rate swap linked to Libor**

On September 30, 2013, Braskem Idesa held six interest rate swap contracts for a nominal value of US\$1,312,892 thousand, contracted on the future disbursements of the financing line (Note 14) contracted in U.S. dollar at floating rates (based on Libor). In these swaps, Braskem Idesa receives floating rates (Libor) and pays fixed rates periodically, coinciding with the financing cash flows. The objective of these swaps is to offset the changes in the future financial expenses from debt caused by changes in the Libor rate. The term, amount, settlement dates and floating interest rates coincide with the terms of the financing line.

| Identification | Nominal value | Interest rate | Maturity | Sep/2013 | Fair value |
|---|-----------------------|----------------------|-----------------|-----------------|-------------------|
| | US\$ thousands | (hedge) | | | Dec/2012 |
| Swap Libor I | 299,996 | 1.9825% | May-2025 | (16,478) | |
| Swap Libor II | 299,996 | 1.9825% | May-2025 | (16,478) | |
| Swap Libor III | 299,996 | 1.9825% | May-2025 | (16,478) | |
| Swap Libor IV | 129,976 | 1.9825% | May-2025 | (7,139) | |
| Swap Libor V | 132,996 | 1.9825% | May-2025 | (7,305) | |
| Swap Libor VI | 149,932 | 1.9825% | May-2025 | (8,236) | |
| Total | 1,312,892 | | | (72,114) | |
| Non-Current assets (other receivables) | | | | (93,714) | |
| Current liabilities (derivatives operations) | | | | 21,600 | |
| Total | | | | (72,114) | |

Before designating these swap operations as hedge accounting, on September 1, 2013, the Company recognized financial income of R\$116,007 as profit in the period. After recognizing such designation, in shareholders' equity, the Company recognized financial expense of R\$45,639 relating to changes in the fair value of these swaps since the designation through September 30, 2013.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(b.ii) Non-derivative liabilities designated for export hedge accounting**

On May 1, 2013, Braskem S.A. designated non-derivative financial instrument liabilities, denominated in U.S. dollars, as hedge for the flow of its highly probable future exports. Thus, the impact of exchange rates on future cash flows in dollars derived from these exports will be offset by the foreign exchange variation on the designated liabilities, partly eliminating the volatility of results.

On September 30, 2013, the following non-derivative liabilities of Braskem S.A. were designated as hedge for the flow of its highly probable future exports:

| Identification | Maturity | Hedge | Financial liabilities - Parent company | | |
|--|-----------------|--------------|---|--------------------------------|--------------------------------|
| | | | Nominal value US\$ thousands | Balance at Sep/2013 | Balance at Dec/2012 |
| <u>Operations designated for hedge accounting</u> | | | | | |
| Trade payables | 2016 | Dollar | 267,364 | 596,220 | |
| Trade payables related parties | 2016 | Dollar | 572,083 | 1,275,746 | |
| Trade payables | 2017 | Dollar | 118,140 | 263,453 | |
| Trade payables related parties | 2017 | Dollar | 561,545 | 1,252,245 | |
| Export prepayments - related parties | 2017 | Dollar | 150,000 | 334,500 | |
| Trade payables | 2018 | Dollar | 119,365 | 266,184 | |
| Trade payables related parties | 2018 | Dollar | 465,195 | 1,037,386 | |
| Export prepayments | 2018 | Dollar | 173,333 | 386,533 | |
| Export prepayments - related parties | 2018 | Dollar | 30,000 | 66,900 | |
| Bond | 2019 | Dollar | 65,143 | 145,269 | |
| Accounts payable - related parties | 2019 | Dollar | 50,000 | 111,500 | |
| Export prepayments | 2019 | Dollar | 150,000 | 334,500 | |
| Export prepayments - related parties | 2019 | Dollar | 468,837 | 1,045,507 | |
| Accounts payable - related parties | 2020 | Dollar | 294,000 | 655,620 | |
| Export prepayments | 2020 | Dollar | 100,000 | 223,000 | |

Edgar Filing: BRASKEM SA - Form 6-K

| | | | | |
|--------------------------------------|------|--------|------------------|-------------------|
| Export prepayments - related parties | 2020 | Dollar | 330,000 | 735,900 |
| Accounts payable - related parties | 2021 | Dollar | 336,000 | 749,280 |
| Export prepayments | 2021 | Dollar | 380,000 | 847,400 |
| Accounts payable - related parties | 2022 | Dollar | 216,000 | 481,680 |
| Credit note export | 2022 | Dollar | 353,000 | 787,190 |
| Export prepayments - related parties | 2022 | Dollar | 150,000 | 334,500 |
| Accounts payable - related parties | 2023 | Dollar | 653,972 | 1,458,357 |
| Export prepayments - related parties | 2023 | Dollar | 64,400 | 143,610 |
| Accounts payable - related parties | 2024 | Dollar | 113,854 | 253,895 |
| Export prepayments - related parties | 2024 | Dollar | 575,000 | 1,282,250 |
| | | | 6,757,231 | 15,068,625 |

| | Nominal value | Balance at | Balance at |
|------------------------|-----------------------|-------------------|-------------------|
| | US\$ thousands | Sep/2013 | Dec/2012 |
| Related parties | | | |
| Braskem Holanda | 1,283,826 | 2,862,931 | |
| Braskem America | 200,000 | 446,000 | |
| Braskem Inc | 3,367,061 | 7,508,545 | |
| Braskem GmbH | 180,000 | 401,400 | |
| | 5,030,886 | 11,218,876 | |

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

The Company considers the flow covered as highly probable based, on the following factors:

- Historically, annual export volumes represent three to four times the annual amount covered; In the past 5 years, Braskem S.A. recorded average exports of US\$2,4 billion annual, supporting the export amounts underlying the hedge; and
- The flow covered varies between 15% and 30% of the export flows planned by the Company;

The Company designated longer export flows than the financial liabilities that hedge them, to analyze the effectiveness of the operations, the export flows will be considered only until the date of maturity of the underlying debt. Nevertheless, to ensure continuity of the relation and strategy of the proposed hedge, the Company plans to refinance and/or substitute these hedging instruments according to their maturity, in accordance with CPC 38 and IAS 39.

The Braskem, in order to maintain consistency between the parent company's results and the consolidated results, selected the hedge instruments with subsidiaries abroad observing the guarantees at those companies whose counterparty is external to that of Braskem. As such, non-derivative financial liabilities in which the foreign subsidiary acted as an intermediary in the operations were selected, which effectively maintained the essence of the transactions.

On September 30, the following non-derivative financial liabilities were designated as guarantee for the hedge, considering the scope of the consolidated balance sheet:

| Financial liabilities - Consolidated | | | | | |
|---|-----------------|--------------|---|--------------------------------|--------------------------------|
| Identification | Maturity | Hedge | Nominal value US\$ thousands | Balance at Sep/2013 | Balance at Dec/2012 |

Operations designated for hedge accounting

| | | | | |
|-----------------------------|------|--------|------------------|-------------------|
| Bond | 2016 | Dollar | 78,890 | 175,928 |
| Trade payables | 2016 | Dollar | 760,554 | 1,696,036 |
| Bond | 2017 | Dollar | 213,220 | 475,481 |
| Trade payables | 2017 | Dollar | 616,465 | 1,374,717 |
| Bond | 2018 | Dollar | 340,455 | 759,215 |
| Trade payables | 2018 | Dollar | 447,439 | 997,788 |
| Bond | 2019 | Dollar | 315,483 | 703,528 |
| Trade payables | 2019 | Dollar | 418,497 | 933,248 |
| Bond | 2020 | Dollar | 460,001 | 1,025,802 |
| Foreign currency borrowings | 2020 | Dollar | 39,923 | 89,027 |
| Trade payables | 2020 | Dollar | 110,076 | 245,470 |
| Export prepayments | 2020 | Dollar | 114,000 | 254,220 |
| Bond | 2021 | Dollar | 480,001 | 1,070,402 |
| Foreign currency borrowings | 2021 | Dollar | 99,999 | 222,997 |
| Export prepayments | 2021 | Dollar | 136,001 | 303,282 |
| Bond | 2022 | Dollar | 363,656 | 810,954 |
| Credit note export | 2022 | Dollar | 353,000 | 787,190 |
| Export prepayments | 2022 | Dollar | 2,344 | 5,226 |
| Bond | 2023 | Dollar | 698,372 | 1,557,369 |
| Export prepayments | 2023 | Dollar | 20,000 | 44,600 |
| Bond | 2024 | Dollar | 681,199 | 1,519,073 |
| Export prepayments | 2024 | Dollar | 7,656 | 17,072 |
| | | | 6,757,231 | 15,068,625 |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated**

The amounts of the operations designated for hedge accounting booked in shareholders' equity are shown below:

| | Balance at Dec/2012 | Addition | Reversion | Balance at Sep/2013 |
|---|--------------------------------|------------------|------------------|--------------------------------|
| Exchange variation of foreign sales hedge | | 1,542,676 | | 1,542,676 |
| Income tax and social contribution on foreign sales hedge | | (524,510) | | (524,510) |
| Fair value of cash flow hedges, net of taxes | | 1,018,166 | | 1,018,166 |

(c) Estimated maximum loss

The amount at risk of the derivatives held by Braskem on September 30, 2013, which is defined as the highest loss that could result in one month and in 95% of the cases under normal market conditions, was estimated by the Company at US\$45,824 for the NCE swaps, and US\$49,158 for fixed rate / CDI swaps.

20.3. 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 for 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.

On September 30, 2013, the credit ratings were as follows:

| | Percentage |
|----------------------|-------------------|
| 1 Minimum risk | 26.27% |
| 2 Low risk | 27.98% |
| 3 Moderate risk | 21.83% |
| 4 High risk | 22.89% |
| 5 Very high risk (i) | 1.03% |

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

Default indicators for the periods ended:

| | | |
|--------------------|-------|-------|
| September 30, 2013 | 0.29% | 0.15% |
| September 30, 2012 | 0.35% | 0.25% |
| December 31, 2012 | 0.28% | 0.37% |
| December 31, 2011 | 0.18% | 0.43% |

LTM – last 12 months

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais 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 credit rating agencies: Standard & Poor's, Moody's and Fitch Ratings.

| | | Sep/2013 | Dec/2012 |
|---|-------|------------------|------------------|
| Financial assets with risk assessment | | | |
| AAA | | 3,429,192 | 2,484,788 |
| AA+ | | 1 | 190,660 |
| AA | | 16,830 | 5 |
| AA- | | | 449,555 |
| A+ | | | 120,123 |
| A | | 463,988 | 19 |
| A- | | 1,070 | 80,231 |
| | | 3,911,081 | 3,325,381 |
| Financial assets without risk assessment | | | |
| Quotas of investment funds in credit rights | (i) | 31,590 | 103,359 |
| Sundry funds | (ii) | 3,914 | 60,356 |
| Restricted deposits | (iii) | | 1,281 |
| Other financial assets with no risk assessment | | 1,908 | 3,880 |
| | | 37,412 | 168,876 |
| Total | | 3,948,493 | 3,494,257 |

(i) Financial assets with no internal or external ratings and approved by the Management of the Company.

(ii) Investment funds with no assessment of internal or external risk, whose portfolio is composed of assets from major financial institutions and that comply with Braskem's financial policy.

(iii) Risk-free financial assets

Braskem's financial policy determines "A-" as the minimum rating for financial investments.

20.4. Sensitivity analysis

Financial instruments, including derivatives, 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

On September 30, 2013, the main risks that can affect the value of the Company's financial instruments are:

- Brazilian real/U.S. dollar exchange rate;
- Mexican peso/U.S. dollar exchange rate;
- Euro/U.S. dollar exchange rate;
- LIBOR floating interest rate;
- CDI interest rate; and
- TJLP interest rate.

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

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, with one that is probable and two that 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 those 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 depreciation in the Brazilian real in relation to the U.S. dollar can be offset by opposing effects on Braskem's operating results.

(b.1) Probable scenario

The Market Readout published by the Central Bank of Brazil on September 27, 2013 was used to create the probable scenario for the U.S. dollar/Brazilian real exchange rate and the CDI interest rate, using the reference date of December 31, 2013. The Market Readout presents a consensus of market expectations based on a survey of the forecasts made by various financial and non-financial institutions.

The Market Readout does not publish forecasts for the interest rates LIBOR and TJLP. Therefore, the Company considered the expectations for the CDI interest rate for determining the probable scenario for those rates, given their correspondence. The probable scenario for the TJLP is an increase of 0.5% from the current rate of 5%, in line with the size of the government's most recent decisions to increase or decrease the rate, and accompanying the forecast for the cumulative increase in the CDI rate by end-2013 of 0.75%.

(b.2) Possible and extreme adverse scenarios

For the Brazilian real/U.S. dollar and Mexican peso/U.S. dollar exchange rates, a positive change of 25% was considered for the possible adverse scenario and of 50% for the extreme scenario based on the exchange rate on September 30, 2013.

For the U.S. dollar/Euro exchange rate, a decrease of 25% was considered for the possible adverse scenario and of 50% for the extreme scenario based on the exchange rate on September 30, 2013.

For the Libor and CDI interest rates, a positive change of 25% was considered for the possible adverse scenario and of 50% for the extreme scenario based on the respective interest rate on September 30, 2013.

For the TJLP interest rate, an increase of 1% was considered for the possible adverse scenario and of 1.5% for the extreme scenario based on its rate on September 30, 2013, in accordance with the upward or downward adjustments made by the government in the rate, in this order of scale.

The sensitivity values in the table (c) below are the changes in the value of the financial instruments in each scenario, except for tables (d), (e), (f), (g) and (h) which show the changes in future cash flows.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais 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:

| Instrument | Probable | Possible adverse (25%) | Extreme adverse (50%) |
|---|-----------------|-----------------------------------|----------------------------------|
| Bonds and MTN | (313,512) | (2,496,897) | (4,993,794) |
| BNDES | (44,200) | (352,020) | (704,041) |
| Working capital / structured operations | (37) | (298) | (595) |
| Raw material financing | (20,446) | (162,836) | (325,672) |
| Export prepayments | 56,893 | 453,110 | 906,220 |
| Financial investments abroad | (39,360) | (311,323) | (622,646) |

(d) Sensitivity to the U.S. dollar/Mexican peso exchange rate

The sensitivity of each financial instrument, including derivatives and items covered by them, to the variation in the U.S. dollar/Mexican peso exchange rate is presented in the table below:

| Instrument | Probable | Possible adverse (25%) | Extreme adverse (50%) |
|---------------------|-----------------|-----------------------------------|----------------------------------|
| Project finance | 19,623 | (369,962) | (739,923) |
| Deliverable Forward | 7,082 | (113,388) | (189,327) |

(e) Sensitivity to the U.S. dollar/Euro exchange rate

The sensitivity of each financial instrument, including derivatives and items covered by them, to the variation in the U.S. dollar/Euro exchange rate is presented in the table below:

| Instrument | Probable | Possible adverse (25%) | Extreme adverse (50%) |
|---------------------|-----------------|-----------------------------------|----------------------------------|
| Deliverable Forward | (1,378) | (5,894) | (15,379) |

(f) 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.

| Instrument | Probable | Possible adverse (25%) | Extreme adverse (50%) |
|--------------------|-----------------|-----------------------------------|----------------------------------|
| Borrowings | (2,068) | (6,082) | (12,163) |
| Export prepayments | (5,414) | (15,924) | (31,848) |
| Swaps | 30,561 | (89,885) | (179,770) |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(g) Sensitivity of future cash flows to the CDI interest rate**

The sensitivity of each financial instrument, including derivatives and items covered by them, to the variation in CDI interest rate is presented in the table below:

| Instrument | Probable | Possible adverse (25%) | Extreme adverse (50%) |
|---|-----------------|-----------------------------------|----------------------------------|
| Export credit notes | (7,571) | (22,210) | (42,982) |
| Agricultural credit note | (7,117) | (21,084) | (41,391) |
| Financial investments in local currency | 9,799 | 29,392 | 58,767 |

(h) Sensitivity of future cash flows to the TJLP interest rate

The sensitivity of each financial instrument, including derivatives and items covered by them, to the variation in TJLP interest rate is presented in the table below:

| Instrument | Probable 5.5% | Possible adverse 6.0% | Extreme adverse 6.5% |
|---------------------------|--------------------------|----------------------------------|---------------------------------|
| BNDES | (34,979) | (69,203) | (102,690) |
| FINEP | (147) | (291) | (433) |
| Other governmental agents | (32) | (63) | (94) |

21. Shareholders' Equity

The information related to the Company's shareholders' equity was presented in its 2012 annual financial statements, in Note 29.

(a) Capital

On September 30, 2013, the Company's subscribed and paid up capital stock amounted to R\$8,043,222 and comprised 797,265,348 shares with no par value divided into 451,668,652 common shares, 345,002,878 class A preferred shares, and 593,818 class B preferred shares, distributed as follows:

| | Common shares | % | Preferred shares class A | % | Preferred shares class B | % | Total | % |
|--|--------------------------|----------------|---|----------------|---|----------------|--------------------|----------------|
| OSP e Odebrecht | 226,334,623 | 50.11% | 79,182,498 | 22.96% | | | 305,517,121 | 38.32% |
| Petrobras | 212,426,951 | 47.03% | 75,792,589 | 21.97% | | | 288,219,540 | 36.15% |
| BNDESPAR | | | 41,313,037 | 11.97% | | | 41,313,037 | 5.18% |
| ADR | (i) | | 34,199,944 | 9.91% | | | 34,199,944 | 4.29% |
| Other | 12,907,078 | 2.86% | 113,360,052 | 32.86% | 593,818 | 100.00% | 126,860,948 | 15.91% |
| Total | 451,668,652 | 100.00% | 343,848,120 | 99.67% | 593,818 | 100.00% | 796,110,590 | 99.86% |
| Braskem shares owned by subsidiary of Braskem | | | | | | | | |
| Petroquímica | (ii) | | 1,154,758 | 0.33% | | | 1,154,758 | 0.14% |
| Total | 451,668,652 | 100.00% | 345,002,878 | 100.00% | 593,818 | 100.00% | 797,265,348 | 100.00% |

(i) American Depository Receipt, negotiated in the New York stock market (USA).

(ii) These shares are treated as "treasury shares" in consolidated Equity.

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

(b) Ongoing share repurchase programs

(b.1) 4th Share repurchase program

On August 13, 2012, Braskem's Board of Directors approved the 4th program for the repurchase of shares effective between August 29, 2012 and August 28, 2013, through which the Company, or financial institutions hired for such purpose were allowed to acquire up to 13,376,161 class A preferred shares at market price.

Until November 2012, the financial institutions had acquired 262,300 shares for R\$3,489 at an average price of R\$13.30 (minimum of R\$12.66 and maximum of R\$14.07).

On November 12, 2012, the Company acquired these shares and received R\$71, related to the swap connected to the repurchase, net of withholding income tax of R\$29.

The shares repurchased were canceled in December 2012.

No purchases were made under this program in 2013.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****(c) Other comprehensive income - shareholders' equity**

| | Additional indexation of PP&E price-level (i) | Deemed cost of jointly-controlled investment (i) | Defined benefit plan actuarial loss (ii) | Fair value of cash flow derivatives (iii) | Parent Foreign currency translation adjustment |
|---|--|---|---|--|---|
| As of December 31, 2011 | 326,541 | 21,159 | | (10,716) | (24,500) |
| Additional indexation | | | | | |
| Realization by depreciation or write-off assets | (30,951) | | | | |
| Income tax and social contribution on realization | 10,524 | | | | |
| Deemed cost of jointly-controlled investment | | | | | |
| Realization by depreciation or write-off assets | | (1,075) | | | |
| Income tax and social contribution on realization | | 365 | | | |
| Cash flow derivatives | | | | | |
| Change in fair value | | | | 1,948 | |
| Transfer to result | | | | 14,290 | |
| Tax on fair value gains | | | | (5,522) | |
| Gain on interest in subsidiary | | | | | |
| Foreign currency translation adjustment | | | | | 48,000 |
| As of September 30, 2012 | 306,114 | 20,449 | | | 23,000 |
| As of December 31, 2012 | 299,305 | 20,207 | (11,816) | | 37,000 |
| Additional indexation | | | | | |
| Realization by depreciation or write-off assets | (30,951) | | | | |
| Income tax and social contribution on realization | 10,524 | | | | |

| | | | | | |
|---|--|----------------|---------------|-----------------|--------------------|
| Deemed cost of jointly-controlled investment | | | | | |
| Realization by depreciation or write-off assets | | (1,098) | | | |
| Income tax and social contribution on realization | | 373 | | | |
| Fair value foreign sales hedge | | | | | |
| Change in fair value | | | | (1,542,676) | |
| Tax on fair value gains | | | | 524,510 | |
| Cash flow derivatives | | | | | |
| Change in fair value | | | | (75,996) | |
| Transfer to result | | | | (42,969) | |
| Tax on fair value gains | | | | 28,810 | |
| Loss on interest in subsidiary | | | | | |
| Foreign currency translation adjustment | | | | | 108, |
| As of September 30, 2013 | | 278,878 | 19,482 | (11,816) | (1,108,321) |
| | | | | | 145, |

- (i) Realization under retained earnings (accumulated losses) as the asset is depreciated or written-off;
- (ii) Realization under retained earnings (accumulated losses) upon extinction of the plan;
- (iii) Realization under profit or loss upon maturity, prepayment or loss of efficacy for hedge accounting;
- (iv) Realization under profit or loss upon write-off of subsidiary abroad; and
- (v) Realization under profit or loss upon divestment or transfer of control of subsidiary.

(d) Absorption of accumulated losses

On April 2, 2013, the Annual Shareholders' Meeting approved the absorption of the balance under the "accumulated losses" account at December 31, 2012, in the amount of R\$565,549, by using a portion of the "capital reserve" account.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****22. Earnings per share**

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

| | 3(b) | Basic | Sep/2013 Diluted | Basic Revised | Se D R |
|--|------|---------|---------------------|------------------|--------------|
| Profit (loss) for the period attributed to Company's shareholders of continued operations | | 485,601 | 485,601 | (978,866) | (97 |
| Distribution of dividends attributable to priority: | | | | | |
| Preferred shares class "A" | | 208,437 | 208,515 | | |
| Preferred share class "A" potentially convertible (the ratio of 2 shares class "B" for each share class "A") | | | 180 | | |
| Preferred shares class "B" | | 360 | | | |
| | | 208,797 | 208,695 | | |
| Distribution of 6% of unit value of common shares | | 273,796 | 273,898 | | |
| Distribution of plus income, by class | | | | | |
| Common shares | | 1,708 | 1,708 | | |
| Preferred shares class "A" | | 1,300 | 1,300 | | |
| | | 3,008 | 3,008 | | |
| Reconciliation of income available for distribution, by class (numerator): | | | | | |
| Common shares | | 275,504 | 275,606 | (555,068) | (55 |
| Preferred shares class "A" | | 209,737 | 209,815 | (423,798) | (42 |
| Preferred share class "A" potentially convertible (the ratio of 2 shares class "B" for each share class "A") | | | 180 | | |
| | | 485,241 | 485,601 | (978,866) | (97 |

Weighted average number of shares, by class (denominator):

| | | | | |
|---|-------------|-------------|-------------|-------------|
| Common shares | 451,668,652 | 451,668,652 | 451,668,652 | 451,668,652 |
| Preferred shares class "A" (i) | 343,848,120 | 343,848,120 | 344,851,898 | 344,848,120 |
| Preferred share class "A" potentially convertible (the ratio of 2 shares class "B" for each share class "A") | | 296,909 | | 296,909 |
| | 795,516,772 | 795,813,681 | 796,520,550 | 796,813,681 |

Profit (loss) per share (in R\$)

| | | | | |
|----------------------------|--------|--------|----------|----------|
| Common shares | 0.6100 | 0.6102 | (1.2289) | (1.2289) |
| Preferred shares class "A" | 0.6100 | 0.6102 | (1.2289) | (1.2289) |

The information related to the earnings per share of the Company was presented in its 2012 annual financial statements, in Note 30.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****23. Net sales revenues**

| | | 3(b) | Consolidated Sep/2013 | Consolidated Sep/2012 Revised | Parent company Sep/2013 | Parent company Sep/2012 |
|--------------------------|-------------------------------|------|--------------------------|-------------------------------------|----------------------------|----------------------------|
| Sales revenue | | | | | | |
| | Domestic market | | 21,672,345 | 19,587,380 | 15,782,610 | 13,994,483 |
| | Foreign market | | 12,732,048 | 11,603,540 | 5,179,350 | 4,513,593 |
| | | | 34,404,393 | 31,190,920 | 20,961,960 | 18,508,076 |
| Sales deductions | | | | | | |
| | Tributos | | (4,621,192) | (4,664,983) | (3,114,935) | (3,123,097) |
| | Devoluções de vendas e outros | | (259,558) | (244,077) | (201,530) | (167,124) |
| | Taxes | | (4,880,750) | (4,909,060) | (3,316,465) | (3,290,221) |
| | Sales returns and other | | | | | |
| Net sales revenue | | | 29,523,643 | 26,281,860 | 17,645,495 | 15,217,855 |

This table was presented in the 2012 annual financial statements of the Company, in Note 31.

24. Financial results

| | | 3(b) | Sep/2013 | Consolidated Sep/2012 Revised | Sep/2013 | Parent company Sep/2012 |
|-------------------------|--------------------------|------|----------------|-------------------------------------|----------------|----------------------------|
| Financial income | | | | | | |
| | Interest income | | 199,388 | 147,731 | 192,255 | 149,567 |
| | Monetary variations | | 13,820 | 29,598 | 13,339 | 27,850 |
| | Exchange rate variations | | 178,049 | 151,721 | 210,973 | 68,801 |
| | Other | | 99,681 | 24,050 | 44,907 | 11,632 |
| | | | 490,938 | 353,100 | 461,474 | 257,850 |

Financial expenses

| | | | | |
|--|--------------------|--------------------|--------------------|--------------------|
| Interest expenses | (830,940) | (745,445) | (771,051) | (678,445) |
| Monetary variations | (229,588) | (191,384) | (228,064) | (171,150) |
| Exchange rate variations | 39,375 | (1,618,728) | (30,108) | (1,522,679) |
| Inflation adjustments on fiscal debts | (138,793) | (159,527) | (73,640) | (140,857) |
| Tax expenses on financial operations | (20,996) | (12,439) | (14,799) | (10,129) |
| Discounts granted | (58,994) | (36,586) | (24,654) | (16,596) |
| Loans transaction costs - amortization | (4,506) | (25,771) | (244) | (18,801) |
| Adjustment to present value - appropriation | (445,821) | (212,818) | (249,133) | (165,747) |
| Other | (109,218) | (126,824) | (35,353) | (54,008) |
| | (1,799,481) | (3,129,522) | (1,427,046) | (2,778,412) |
| Total | (1,308,543) | (2,776,422) | (965,572) | (2,520,562) |

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated**

| | 3(b) | Sep/2013 | Consolidated Sep/2012 Revised | Sep/2013 | Parent company Sep/2012 |
|-------------------------------|------|----------------|-------------------------------------|----------------|----------------------------|
| Interest income | | | | | |
| Held for sale | | 8,498 | 4,282 | 8,498 | 4,907 |
| Loans and receivables | | 64,726 | 88,451 | 67,176 | 104,576 |
| Held-to-maturity | | 18,954 | 10,501 | 17,800 | 10,501 |
| | | 92,178 | 103,234 | 93,474 | 119,984 |
| Other assets not classifiable | | 107,210 | 44,497 | 98,781 | 29,583 |
| Total | | 199,388 | 147,731 | 192,255 | 149,567 |

This table was presented in the 2012 annual financial statements of the Company, in Note 34.

25. Expenses by nature

| | 3(b) | Sep/2013 | Consolidated Sep/2012 Revised | Sep/2013 | Parent company Sep/2012 |
|---|------|---------------------|-------------------------------------|---------------------|----------------------------|
| Classification by nature: | | | | | |
| Raw materials other inputs | | (21,927,407) | (20,369,793) | (12,769,307) | (11,343,928) |
| Personnel expenses | | (1,354,497) | (1,272,825) | (843,138) | (812,412) |
| Outsourced services | | (1,125,809) | (1,147,225) | (644,245) | (675,363) |
| Tax expenses | | (5,418) | (39,079) | (3,074) | (19,600) |
| Depreciation, amortization and depletion | | (1,463,021) | (1,336,217) | (932,499) | (867,627) |
| Freights | | (1,097,267) | (927,167) | (717,410) | (623,944) |
| Other expenses | | (363,627) | (323,889) | (276,480) | (233,214) |
| Total | | (27,337,046) | (25,416,195) | (16,186,153) | (14,576,088) |

Classification by function:

| | | | | |
|-------------------------------|---------------------|---------------------|---------------------|---------------------|
| Cost of products sold | (25,792,392) | (23,900,876) | (15,193,655) | (13,582,928) |
| Selling and distribution | (728,717) | (692,565) | (456,707) | (418,867) |
| General and administrative | (736,791) | (743,062) | (476,078) | (511,731) |
| Research and development | (79,146) | (79,692) | (59,713) | (62,562) |
| Total | (27,337,046) | (25,416,195) | (16,186,153) | (14,576,088) |

This table was presented in the 2012 annual financial statements of the Company, in Note 35.

Braskem S.A.**Notes to the financial statements****at September 30, 2013****All amounts in thousands of reais unless otherwise stated****26. Segment information**

| | Basic petrochemicals | Polyolefins | Vinyls | Reporting segments USA and Europe | Total reportable segments | Other segment |
|--|---------------------------------|--------------------|---------------|--|--|--------------------------|
| Net sales revenue | 18,882,333 | 12,435,806 | 1,903,417 | 4,902,613 | 38,124,169 | 83,979 |
| Cost of products sold | (17,094,887) | (10,702,956) | (1,739,310) | (4,656,147) | (34,193,300) | (90,642) |
| Gross profit | 1,787,446 | 1,732,850 | 164,107 | 246,466 | 3,930,869 | (6,663) |
| Operating expenses | | | | | | |
| Selling, general and distribution expenses | (379,231) | (619,142) | (124,599) | (197,443) | (1,320,415) | (65,897) |
| Results from equity investments | | | | | | |
| Other operating income (expenses), net | (16,599) | (3,397) | 1,256 | (557) | (19,297) | 1,014 |
| | (395,830) | (622,539) | (123,343) | (198,000) | (1,339,712) | (64,879) |
| Operating profit (loss) | 1,391,616 | 1,110,311 | 40,764 | 48,466 | 2,591,157 | (71,542) |

3(b)

| | Basic petrochemicals | Polyolefins | Vinyls | Reporting segments USA and Europe | Total reportable segments | Other segment |
|--|---------------------------------|--------------------|---------------|--|--|--------------------------|
| Net sales revenue | 17,598,910 | 10,736,517 | 1,469,094 | 4,047,942 | 33,852,463 | 57,831 |
| Cost of products sold | (16,249,645) | (9,833,626) | (1,437,676) | (3,937,188) | (31,458,135) | (70,517) |
| Gross profit | 1,349,265 | 902,891 | 31,418 | 110,754 | 2,394,328 | (12,680) |
| Operating expenses | | | | | | |
| Selling, general and distribution expenses | (355,122) | (657,023) | (96,850) | (182,838) | (1,291,833) | (17,015) |
| Results from equity investments | | | | | | |
| Other operating income (expenses), net | (38,469) | (8,861) | (2,641) | 260,869 | 210,898 | (99,041) |
| | (393,591) | (665,884) | (99,491) | 78,031 | (1,080,935) | (116,056) |

| | | | | | | |
|-------------------------|---------|---------|----------|---------|-----------|-----------|
| Operating profit (loss) | 955,674 | 237,007 | (68,073) | 188,785 | 1,313,393 | (128,736) |
|-------------------------|---------|---------|----------|---------|-----------|-----------|

The segment “United States and Europe” was presented in December 2012 as “International Business”.

The information related to the presentation of information by segment was presented in the 2012 annual financial statements, in Note 36.

Braskem S.A.

Notes to the financial statements

at September 30, 2013

All amounts in thousands of reais unless otherwise stated

27. Subsequent events

(a) On October 14, 2013, Braskem announced the execution of a memorandum of understanding to assess the possibility of forming a joint venture in Brazil with Styrolution, a global leader in the styrenics. The joint venture will be responsible for analyzing the economic feasibility of installing a plant with annual production capacity of 100 kton styrenics specialties and the copolymers acrylonitrile butadiene styrene (ABS) and styrene acrylonitrile (SAN) to supply to clients in Brazil and all of South America.

The consummation of the joint venture is subject to approval by the regulatory and antitrust agencies. The plan is for Styrolution to be the majority shareholder, with 70% of the company and for Braskem to hold the other 30%. Subject to the conclusion of an agreement between the parties and the respective approvals from the government agencies, the plant construction is expected to begin in early 2015, with production most likely starting in 2017.

(b) On October 25, 2013, Braskem renegotiated its export credit note (NCE) financing of R\$1,015,000, extending the final maturity to October 2021, with interest of 105% of the overnight rate (CDI) (Note 13(d)). Principal will be repaid in 7 annual tranches from 2015.

