

BRASKEM SA
Form 6-K
May 09, 2016

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 May, 2016
(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

March 31, 2016

and Independent Auditors' Report Review

Report on review of interim financial information

To Shareholders, Members of the Board and Management

Braskem S.A.

Camaçari - Bahia

Introduction

We have reviewed the accompanying individual and consolidated interim financial information of Braskem S.A. (the “Company”) included in the Quarterly Financial Information for the quarter ended March 31, 2016, which comprises the balance sheet as of March 31, 2016, the statements of profit or loss and comprehensive income for the three-month period then ended, changes in equity and cash flows for the three-month period then ended, and notes to the interim financial information.

Management is responsible for the preparation and presentation of this individual interim financial information in accordance with CPC 21(R1) Technical Pronouncement - Interim Financial Reporting and the consolidated interim financial information in accordance with CPC 21(R1) and international standard IAS 34 - *Interim Financial Reporting*, issued by the *International Accounting Standards Board* - IASB, as well as for the presentation of this quarterly information in accordance with the standards issued by CVM - Brazilian Securities and Exchange Commission, applicable to the preparation of interim financial information. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with Brazilian and international review standards applicable to 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 financial 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 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 individual interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying individual interim financial information referred to above is not prepared, in all material respects, in accordance with CPC 21(R1) applicable to the preparation of interim financial information and presented in accordance with the standards issued by CVM - Brazilian Securities and Exchange Commission.

Conclusion on the consolidated interim financial information

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim financial information referred to above is not prepared, in all material respects, in accordance with CPC 21(R1) and IAS 34, issued by the IASB, applicable to the preparation of interim financial information and presented in accordance with the standards issued by CVM - Brazilian Securities and Exchange Commission.

Emphasis of a matter

We draw attention to notes 18 (a) and (b) to the interim financial information that discloses the allegations, events and actions taken by the Company with respect to the ongoing internal investigations and the development of the class action brought in US courts. Our conclusion does not contain modifications in relation to these matters.

Other matters

Statements of value added

We also reviewed the individual and consolidated statements of value added for the three-month period ended March 31, 2016, prepared under the responsibility of the Company's management, whose presentation on the interim financial information is required under the standards issued by CVM - Brazilian Securities and Exchange Commission applicable to the preparation of Interim Financial Information and considered as additional information by 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 the accompanying statements of value added are not prepared, in all material respects, in accordance with the individual and consolidated interim financial information taken as a whole.

São Paulo, May 4, 2016

KPMG Auditores Independentes

CRC 2SP014428/O-6

Original report in Portuguese signed by

Anselmo Neves Macedo

Accountant CRC 1SP160482/O-6

Braskem S.A.**Balance sheet****at March 31, 2016****All amounts in thousands of reais**

Assets	Note	Mar/2016	Consolidated Dec/2015	Mar/2016	Parent company Dec/2015
Current assets					
Cash and cash equivalents	3	7,523,641	7,439,723	3,170,043	4,773,251
Financial investments	4	1,397	1,172	1,397	1,172
Trade accounts receivable	5	2,308,564	2,735,144	2,360,292	2,526,510
Inventories	6	5,145,074	5,517,206	3,742,812	4,131,128
Taxes recoverable	8	1,081,509	1,272,004	642,787	762,824
Dividends and interest on capital	7	2,350	1,998	101,468	87,655
Prepaid expenses		157,901	166,170	140,643	139,668
Related parties	7	10,320	10,507	119,003	118,661
Derivatives operations	14.2	11,058	53,662	11,058	12,616
Other receivables		180,185	300,901	124,487	248,488
		16,421,999	17,498,487	10,413,990	12,801,973
Non-current assets					
Financial investments	4	37,457	46,193	37,457	46,193
Trade accounts receivable	5	11,871	19,822	3,933,938	4,279,433
Advances to suppliers	6	86,249	135,046	86,249	135,046
Taxes recoverable	8	1,273,060	1,304,056	1,168,630	1,198,301
Deferred income tax and social contribution	16	2,363,688	3,226,507	1,338,519	2,179,354
Judicial deposits		278,139	277,093	269,848	268,572
Related parties	7	308,321	144,633	287,013	124,645
Insurance claims		69,523	63,199	65,582	60,778
Derivatives operations	14.2		12,280		
Other receivables		256,029	298,057	128,714	125,898
Investments in subsidiaries and jointly-controlled investments	9	73,964	82,290	5,036,801	4,589,947
Other investments		4,064	4,064	3,828	3,828
Property, plant and equipment	10	32,836,812	33,961,963	16,273,692	16,542,078
Intangible assets	11	2,833,739	2,887,604	2,563,736	2,572,341

	40,432,916	42,462,807	31,194,007	32,126,414
Total assets	56,854,915	59,961,294	41,607,997	44,928,387

The Management notes are an integral part of the financial statements.

Braskem S.A.**Balance sheet****at March 31, 2016****All amounts in thousands of reais****Continued**

Liabilities and shareholders' equity	Note	Mar/2016	Consolidated Dec/2015	Mar/2016	Parent company Dec/2015
Current liabilities					
Trade payables		9,046,935	11,698,695	8,821,805	9,557,676
Borrowings	12	2,261,540	1,968,540	2,759,670	2,567,124
Project finance	13	392,181	302,266		
Derivatives operations	14.2	43,615	57,760	1,515	8,351
Payroll and related charges		675,049	605,059	505,234	446,125
Taxes payable	15	811,383	744,660	315,372	221,305
Dividends		753,664	753,668	753,664	753,668
Advances from customers		114,344	119,680	43,591	44,528
Sundry provisions	17	71,512	93,942	62,851	67,190
Accounts payable to related parties	7			2,619,928	4,297,735
Other payables		299,649	337,959	192,135	207,730
		14,469,872	16,682,229	16,075,765	18,171,432
Non-current liabilities					
Trade payables	7	100,917	57,148	1,815,401	3,420,281
Borrowings	12	23,117,215	25,370,260	7,531,694	8,207,012
Project finance	13	11,040,341	11,975,167		
Derivatives operations	14.2	1,141,819	1,184,741	1,045,816	1,184,741
Taxes payable	15	29,574	26,716	28,294	25,825
Accounts payable to related parties	7			9,802,892	10,905,207
Non-controlling loan in Braskem Idesa		1,580,402	1,538,784		
Deferred income tax and social contribution	16	699,716	731,241		
Post-employment benefits		148,981	154,707	54,166	54,166
Provision for losses on subsidiaries				110,673	137,013
Sundry provisions	17	671,399	653,972	589,239	571,349
Other payables		212,617	248,618	170,746	179,873
		38,742,981	41,941,354	21,148,921	24,685,467
Shareholders' equity					
Capital	19	8,043,222	8,043,222	8,043,222	8,043,222
Capital reserve		232,430	232,430	232,430	232,430

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Revenue reserves	2,882,019	2,882,019	2,882,019	2,882,019
Other comprehensive income	(7,555,217)	(9,085,256)	(7,555,217)	(9,085,256)
Treasury shares	(49,819)	(49,819)	(927)	(927)
Accumulated profit	781,784		781,784	
Total attributable to the Company's shareholders	4,334,419	2,022,596	4,383,311	2,071,488
Non-controlling interest in Braskem Idesa	(692,357)	(684,885)		
	3,642,062	1,337,711	4,383,311	2,071,488
Total liabilities and shareholders' equity	56,854,915	59,961,294	41,607,997	44,928,387

The Management notes are an integral part of the financial statements.

Braskem S.A.**Statement of operations and statement of comprehensive income****at March 31, 2016****All amounts in thousands of reais**

		Consolidated		Parent company	
	Note	Mar/2016	Mar/2015	Mar/2016	Mar/2015
Net sales revenue	21	12,171,941	10,195,322	8,948,156	7,256,878
Cost of products sold		(8,924,605)	(8,590,489)	(7,153,761)	(6,067,009)
Gross profit		3,247,336	1,604,833	1,794,395	1,189,869
Income (expenses)					
Selling and distribution		(319,877)	(261,924)	(222,625)	(194,937)
General and administrative		(348,717)	(297,096)	(194,041)	(209,415)
Research and development		(42,594)	(39,819)	(23,065)	(27,360)
Results from equity investments	9(c)	1,687	2,003	785,629	64,691
Other operating income (expenses), net		(64,605)	(39,893)	(61,501)	3,840
Operating profit		2,473,230	968,104	2,078,792	826,688
Financial results	22				
Financial expenses		(1,212,290)	(1,192,102)	(734,424)	(1,651,664)
Financial income		(263,115)	603,323	(674,650)	1,166,146
		(1,475,405)	(588,779)	(1,409,074)	(485,518)
Profit before income tax and social contribution		997,825	379,325	669,718	341,170
Current and deferred income tax and social contribution	16	(250,928)	(175,333)	105,016	(89,767)
Profit for the period		746,897	203,992	774,734	251,403
Attributable to:					
Company's shareholders		774,734	251,403		

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Non-controlling interest in Braskem Idesa	(27,837)	(47,411)
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Profit for the period	746,897	203,992
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The Management notes are an integral part of the financial statements.

Braskem S.A.

Statement of operations and statement of
comprehensive income

at March 31, 2016

All amounts in thousands of reais, except earnings per
share

Continued

		Consolidated			Parent company
	Note	Mar/2016	Mar/2015	Mar/2016	Mar/2015
Profit for the period		746,897	203,992	774,734	251,403
Other comprehensive income or loss:					
Items that will be reclassified subsequently to profit or loss					
Fair value of cash flow hedge		27,918	(389,703)	139,587	(311,431)
Income tax and social contribution		(13,959)	122,966	(47,460)	105,887
Fair value of cash flow hedge - Braskem Idesa				(83,752)	(45,895)
Income tax and social contribution				25,126	
Fair value of cash flow hedge from jointly-controlled		(10,004)		(10,004)	
		3,955	(266,737)	23,497	(251,439)
Exchange variation of foreign sales hedge	14.3(a.i)	2,220,529	(3,728,640)	2,220,529	(3,728,640)
Sales Hedge - transfer to profit or loss	14.3(a.i)	421,800		421,800	
Income tax and social contribution on exchange variation		(898,392)	1,267,738	(898,392)	1,267,738
Exchange variation of foreign sales hedge - Braskem Idesa	14.3(a.ii)	(179,723)	(379,332)	(134,792)	(284,499)
Income tax on exchange variation - Braskem Idesa		53,917	70,984	40,438	53,238
		1,618,131	(2,769,250)	1,649,583	(2,692,163)
Foreign subsidiaries currency translation adjustment		(64,632)	437,758	(135,991)	419,359
Total		1,557,454	(2,598,229)	1,537,089	(2,524,243)
Total comprehensive income (loss) for the year		2,304,351	(2,394,237)	2,311,823	(2,272,840)

Attributable to:

Company's shareholders	2,311,823	(2,272,840)
Non-controlling interest in Braskem Idesa	(7,472)	(121,397)

Total comprehensive income (loss) for the period	2,304,351	(2,394,237)
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	Note	Mar/2016 Basic and diluted	Parent company Mar/2015 Basic and diluted
Profit per share attributable to the shareholders of the Company of continued operations at the end of the period (R\$)	20		
Earnings per share - common		0.9735	0.0944
Earnings per share - preferred shares class "A"		0.9735	0.6061
Earnings per share - preferred shares class "B"		0.6065	0.6062

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**

				Revenue res	
				Addi	
		Capital	Legal	Retained	divi
	Note	Capital	reserve	reserve	earnings
		reserve	pro		
At December 31, 2014		8,043,222	232,430	71,542	394,121
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 subsidiaries currency translation adjustment					
Equity valuation adjustments:					
Realization of additional property, plant and equipment price-level restatement, net of taxes					
Realization of deemed cost of jointly-controlled investment, net of taxes					
Contributions to shareholders:					
Additional dividends proposed	19(b)				
At March 31, 2015		8,043,222	232,430	71,542	394,121
At December 31, 2015		8,043,222	232,430	229,992	2,404,663
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 additional property, plant and equipment price-level restatement,
net of taxes

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

At March 31, 2016

8,043,222 232,430 229,992 2,404,663 24

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**

				Revenue res	
				Addi	
	Note	Capital	Capital	Legal	Retained
		reserve	reserve	earnings	divi
					pro
At December 31, 2014		8,043,222	232,430	71,542	394,121
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 subsidiaries currency translation adjustment					
Equity valuation adjustments:					
Realization of additional property, plant and equipment price-level restatement, net of taxes					
Realization of deemed cost of jointly-controlled investment, net of taxes					
Contributions to shareholders:					
Additional dividends proposed	19(b)				
At March 31, 2015		8,043,222	232,430	71,542	394,121
At December 31, 2015		8,043,222	232,430	229,992	2,404,663
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 subsidiaries currency translation adjustment					
Equity valuation adjustments:					
Realization of additional property, plant and equipment price-level restatement, net of taxes					
Realization of deemed cost of jointly-controlled investment, net of taxes					

At March 31, 2016

8,043,222 232,430 229,992 2,404,663 24

The Management notes are an integral part of the financial statements.

Braskem S.A.**Statement of cash flows****at March 31, 2016****All amounts in thousands of reais**

	Note	Consolidated Mar/2016	Mar/2015	Parent company Mar/2016	Mar/2015
Profit before income tax and social contribution		997,825	379,325	669,718	341,170
Adjustments for reconciliation of profit					
Depreciation, amortization and depletion		582,819	518,805	490,773	442,786
Results from equity investments	9(c)	(1,687)	(2,003)	(785,629)	(64,691)
Interest and monetary and exchange variations, net		386,645	998,244	560,859	1,144,124
Other		19,584	3,790	19,582	2,029
		1,985,186	1,898,161	955,303	1,865,418
Changes in operating working capital					
Held-for-trading financial investments		17,252	8,330	17,250	17,653
Trade accounts receivable		434,434	(618,069)	511,695	(1,097,247)
Inventories		413,307	578,262	428,583	616,081
Taxes recoverable		316,153	290,810	165,058	198,677
Prepaid expenses		8,269	5,494	(975)	17,713
Other receivables		(8,479)	(252,734)	(47,434)	(255,658)
Trade payables		(1,870,551)	449,302	(1,603,311)	424,869
Taxes payable		(208,486)	129,570	96,534	77,499
Advances from customers		(5,336)	8,242	(937)	725
Sundry provisions		(5,003)	(28,869)	13,551	(9,561)
Other payables		32,171	(40,600)	27,820	(292,697)
Cash from operations		1,108,917	2,427,899	563,137	1,563,472
Interest paid		(259,042)	(181,343)	(120,010)	(82,677)
Income tax and social contribution paid		(94,662)	(10,459)	(15,350)	(9,124)
Net cash generated by operating activities		755,213	2,236,097	427,777	1,471,671

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Proceeds from the sale of fixed assets		97	532	18	139
Acquisitions to property, plant and equipment	(i)	(751,078)	(816,353)	(206,001)	(226,751)
Acquisitions of intangible assets		(4,557)	(595)	(4,557)	(595)
Net cash used in investing activities		(755,538)	(816,416)	(210,540)	(227,207)
Short-term and Long-term debit					
Obtained borrowings		803,625	1,394,810	823,523	699,973
Payment of borrowings		(968,354)	(1,886,696)	(925,757)	(1,087,288)
Project finance	13				
Obtained borrowings		91,094	357,319		
Payment of borrowings		(80,391)	(86,748)		
Related parties					
Payment of loans				(1,718,207)	(200,022)
Transactions current active					1,766
Dividends paid		(4)	(6)	(4)	(6)
Repurchase of treasury shares	19(b)		(927)		(927)
Net cash provided by (used in) financing activities		(154,030)	(222,248)	(1,820,445)	(586,504)
Exchange variation on cash of foreign subsidiaries		238,273	(119,521)		
Increase (decrease) in cash and cash equivalents		83,918	1,077,912	(1,603,208)	657,960
Represented by					
Cash and cash equivalents at the beginning of the period		7,439,723	3,993,359	4,773,251	2,416,288
Cash and cash equivalents at the end of the period		7,523,641	5,071,271	3,170,043	3,074,248
Increase (decrease) in cash and cash equivalents		83,918	1,077,912	(1,603,208)	657,960

(i) Includes capitalized financial charges paid: Mar/2016 – Consolidated – R\$188,725 and Parent Company – R\$16,974.

The Management notes are an integral part of the financial statements.

Braskem S.A.**Statement of value added****at March 31, 2016****All amounts in thousands of reais**

	Mar/2016	Consolidated Mar/2015	Parent company Mar/2016	Parent company Mar/2015
Revenue	13,955,373	11,818,880	10,715,320	8,712,813
Sale of goods, products and services	14,033,485	11,868,714	10,788,593	8,718,300
Other income (expenses), net	(55,538)	(34,135)	(52,648)	9,427
Allowance for doubtful accounts	(22,574)	(15,699)	(20,625)	(14,914)
Inputs acquired from third parties	(10,056,695)	(9,787,237)	(8,215,421)	(6,974,570)
Cost of products, goods and services sold	(9,664,181)	(9,482,475)	(7,945,185)	(6,764,592)
Material, energy, outsourced services and others	(391,518)	(304,826)	(269,468)	(209,978)
Impairment of assets	(996)	64	(768)	
Gross value added	3,898,678	2,031,643	2,499,899	1,738,243
Depreciation, amortization and depletion	(582,819)	(518,805)	(490,773)	(442,786)
Net value added produced by the entity	3,315,859	1,512,838	2,009,126	1,295,457
Value added received in transfer	(261,399)	605,410	110,979	1,230,877
Results from equity investments	1,687	2,003	785,629	64,691
Financial income	(263,115)	603,323	(674,650)	1,166,146
Other	29	84		40
Total value added to distribute	3,054,460	2,118,248	2,120,105	2,526,334
Personnel	309,578	270,091	179,975	147,831
Direct compensation	242,114	205,921	133,445	108,228
Benefits	49,932	50,869	29,232	28,699
FGTS (Government Severance Pay Fund)	17,532	13,301	17,298	10,904

Taxes, fees and contributions	722,469	386,913	379,055	419,112
Federal	181,029	16,001	(58,180)	121,199
State	530,014	363,551	429,267	295,334
Municipal	11,426	7,361	7,968	2,579
Remuneration on third parties' capital	1,275,516	1,257,252	786,341	1,707,988
Financial expenses (including exchange variation)	1,206,475	1,188,642	729,664	1,650,362
Rentals	69,041	68,610	56,677	57,626
Remuneration on own capital	746,897	203,992	774,734	251,403
Profit for the year	774,734	251,403	774,734	251,403
Non-controlling interests in loss for the period	(27,837)	(47,411)		
Value added distributed	3,054,460	2,118,248	2,120,105	2,526,334

The Management notes are an integral part of the financial statements.

Braskem S.A.

Notes to the financial statements

at March 31, 2016

All amounts in thousands, unless otherwise stated

1. Operations

Braskem S.A. (hereinafter “Parent Company”) is a public corporation headquartered in Camaçari, Bahia (“BA”), which jointly with its subsidiaries (hereinafter “Braskem” or “Company”) 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) Significant corporate and operating events impacting these financial statements

Other corporate events of 2015 and which did not produce significant impact on these financial statements were presented in the 2015 annual financial statements of the Company (Note 1(a)).

(b) Net working capital

On March 31, 2016, net working capital at the Parent Company was negative R\$5,661,775 (negative R\$5,369,459 on December 31, 2015). On the other hand, consolidated net working capital was positive R\$1,952,127 (positive R\$816,258 on December 31, 2015). 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. For this reasons, any analysis of the Parent Company’s working capital will not reflect the actual liquidity position of the consolidated group.

2. Summary of significant 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, 2015 financial statements.

2.1. Basis of preparation

This Quarterly Information should be read together with the financial statements of Braskem as of December 31, 2015, 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 significant 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, 2015 financial statements.

Issue of these financial statements was authorized by the Executive Board on May 04, 2016.

2.1.1 Consolidated and parent company quarterly information

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

Braskem S.A.**Notes to the financial statements****at March 31, 2016****All amounts in thousands, unless otherwise stated**

The individual and consolidated Statement of Value Added (“DVA”) is required under Brazilian corporations law and under the accounting practices adopted in Brazil for public companies. IFRS does not require the presentation of this statement.

2.1.2 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	Total interest - %	
			Mar/2016	Dec/2015
Direct and Indirect subsidiaries				
Alclor Química de Alagoas Ltda ("Alclor")	(i)	Brazil	100.00	100.00
Braskem America Finance Company ("Braskem America Finance")		USA	100.00	100.00
Braskem America, Inc. ("Braskem America")		USA	100.00	100.00
Braskem Argentina S.A. ("Braskem Argentina")		Argentina	100.00	100.00
Braskem International GmbH ("Braskem Austria")	(ii)	Austria	100.00	100.00
Braskem Austria Finance GmbH ("Braskem Austria Finance")	(iii)	Austria		100.00
Braskem Europe GmbH ("Braskem Alemanha")		Germany	100.00	100.00
Braskem Finance Limited ("Braskem Finance")		Cayman Islands	100.00	100.00
Braskem Idesa S.A.P.I. ("Braskem Idesa")		Mexico	75.00	75.00
Braskem Idesa Servicios S.A. de CV ("Braskem Idesa Serviços")		Mexico	75.00	75.00
Braskem Incorporated Limited ("Braskem Inc")		Cayman Islands	100.00	100.00

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Braskem Mexico Proyectos S.A. de C.V. SOFOM ("Braskem México Sofom")	Mexico	100.00	100.00
Braskem Mexico, S. de RL de CV ("Braskem México")	Mexico	100.00	100.00
Braskem Mexico Servicios S. RL de CV ("Braskem México Serviços")	Mexico	100.00	100.00
Braskem Netherlands B.V. ("Braskem Holanda")	Netherlands	100.00	100.00
Braskem Netherlands Finance B.V. ("Braskem Holanda Finance")	Netherlands	100.00	100.00
Braskem Netherlands Inc. B.V. ("Braskem Holanda Inc")	Netherlands	100.00	100.00
Braskem Petroquímica Chile Ltda. ("Petroquímica Chile")	Chile	100.00	100.00
Braskem Petroquímica Ltda. ("Braskem Petroquímica")	Brazil	100.00	100.00
Quantiq Distribuidora Ltda. ("Quantiq")	Brazil	100.00	100.00
IQAG Armazéns Gerais Ltda. ("IQAG")	Brazil	100.00	100.00
Lantana Trading Co. Inc. ("Lantana")	Bahamas	100.00	100.00

Specific Purpose Entity ("SPE")

Fundo de Investimento Multimercado Crédito Privado Sol ("FIM Sol")	Brazil	100.00	100.00
Fundo de Investimento Caixa Júpiter Multimercado	Brazil	100.00	100.00

Crédito Privado Longo Prazo ("Fundo Júpiter")

- (i) In the process of merger.
- (ii) In process of extinction.
- (iii) Dissolved in January 2016.

Braskem S.A.

Notes to the financial statements

at March 31, 2016

All amounts in thousands, unless otherwise stated

2.2. Foreign currency translation

The information on foreign currency translation was presented in the 2015 annual financial statements of the Company, in Note 2.2.

(a) Brazilian real as functional currency

The company has a few companies abroad that also use the real as their functional currency. Foreign currency transactions and balances are translated into the functional currency using the foreign exchange rates prevailing at the dates of the transactions or at year end, as applicable. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end foreign exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of operations as “financial income” and “financial expenses”, respectively, except those designated for hedge accounting, which are, in this case, deferred in equity as cash flow hedges.

(b) Exchange variation effects

The main effects from exchange variation in these financial statements are shown below:

	Mar/2016	End of period rate Dec/2015	Variation	Mar/2016	Average rate for period ended Mar/2015	Variation
U.S. dollar - Brazilian real	3.5589	3.9048	-8.86%	3.9022	2.8702	35.95%
U.S. dollar - Mexican peso	17.2230	17.3700	-0.85%	18.0244	14.9592	20.49%
U.S. dollar - Euro	0.8779	0.9187	-4.44%	0.9068	0.8900	1.89%

2.3. Reconciliation of equity and profit (loss) for the period between Parent Company and consolidated

	Shareholders' equity		Profit for the period	
	Mar/2016	Dec/2015	Mar/2016	Dec/2015
Parent company	4,383,311	2,071,488	774,734	251,403
Braskem shares owned by subsidiary	(48,892)	(48,892)		
Non-controlling interest in Braskem				
Idesa	(692,357)	(684,885)	(27,837)	(47,411)
Consolidated	3,642,062	1,337,711	746,897	203,992

Braskem S.A.**Notes to the financial statements****at March 31, 2016****All amounts in thousands, unless otherwise stated****3. Cash and cash equivalents**

The information on cash and cash equivalents was presented in the 2015 annual financial statements of the Company, in Note 5.

		Mar/2016	Consolidated Dec/2015	Mar/2016	Parent Company Dec/2015
Cash and banks	(i)	772,528	873,966	117,308	270,965
Cash equivalents:					
Domestic market		1,502,370	2,428,995	2,292,505	2,184,405
Foreign market	(i)	5,248,743	4,136,762	760,230	2,317,881
Total		7,523,641	7,439,723	3,170,043	4,773,251

(i) On March 31, 2016, it includes cash and banks of R\$53,586 (R\$96,830 on December 31, 2015) and cash equivalents of R\$74,503 (R\$37,809 on December 31, 2015) of the subsidiary Braskem Idesa, available for use in its project.

4. Financial investments

The information on financial investments was presented in the 2015 annual financial statements of the Company, in Note 6.

Consolidated**Parent Company**

	Mar/2016	Dec/2015	Mar/2016	Dec/2015
Held-for-trading				
Other	1,397	1,172	1,397	1,172
Held-to-maturity				
Quotas of investment funds in credit rights	37,457	46,193	37,457	46,193
Total	38,854	47,365	38,854	47,365
 Current assets	 1,397	 1,172	 1,397	 1,172
Non-current assets	37,457	46,193	37,457	46,193
Total	38,854	47,365	38,854	47,365

Braskem S.A.**Notes to the financial statements****at March 31, 2016****All amounts in thousands, unless otherwise stated****5. Trade accounts receivable**

The information on trade accounts receivable was presented in the 2015 annual financial statements of the Company, in Note 7.

	Mar/2016	Consolidated Dec/2015	Mar/2016	Parent company Dec/2015
Consumers				
Domestic market	1,373,915	1,439,133	1,363,470	1,370,971
Foreign market	1,297,068	1,643,807	5,241,395	5,724,982
Allowance for doubtful accounts	(350,548)	(327,974)	(310,635)	(290,010)
Total	2,320,435	2,754,966	6,294,230	6,805,943
Current assets	2,308,564	2,735,144	2,360,292	2,526,510
Non-current assets	11,871	19,822	3,933,938	4,279,433
Total	2,320,435	2,754,966	6,294,230	6,805,943

6. Inventories

The information on inventories was presented in the 2015 annual financial statements of the Company, in Note 8.

	Mar/2016	Consolidated Dec/2015	Mar/2016	Parent company Dec/2015
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Finished goods	3,710,937	3,928,446	2,603,382	2,812,657
Raw materials, production inputs and packaging	802,912	1,008,217	656,505	879,608
Maintenance materials	292,757	289,568	188,229	196,432
Advances to suppliers	301,294	315,234	291,932	304,816
Imports in transit and other	123,423	110,787	89,013	72,661
Total	5,231,323	5,652,252	3,829,061	4,266,174
Current assets	5,145,074	5,517,206	3,742,812	4,131,128
Non-current assets	86,249	135,046	86,249	135,046
Total	5,231,323	5,652,252	3,829,061	4,266,174

Braskem S.A.**Notes to the financial statements****at March 31, 2016****All amounts in thousands, unless otherwise stated****7. Related parties**

The information concerning related parties was presented in the 2015 annual financial statements of the Company, in Note 9.

(a) Consolidated

	Balances at March 31, 2016				Associated companies, Jointly-controlled investment and Related companies	
	Odebrecht and subsidiaries	Petrobras and subsidiaries	Other	Total	Odebrecht and subsidiaries	Petrobras and subsidiaries
Balance sheet						
Assets						
Current						
Trade accounts receivable	8,304	121,548	34,182	164,034	12,851	
Inventories	167,4427(b.i)			167,442	138,6197(b.i)	
Dividends and interest on capital			2,350	2,350		
Related parties		10,320		10,320		
Non-current						
Advances to suppliers	15,2227(b.i)			15,222	58,4437(b.i)	
Related parties						
Intracompany loan		80,175		80,175		
Other receivables		228,146		228,146		
Total assets	190,968	440,189	36,532	667,689	209,913	
Liabilities						

Current					
Trade payables	118,406	1,235,830	1,517	1,355,753	284,973
Total liabilities	118,406	1,235,830	1,517	1,355,753	284,973

	Period ended March 31, 2016				Associated companies	
	Associated companies, Jointly-controlled investment and Related companies				Odebrecht and subsidiaries	Petrobras and subsidiaries
	Odebrecht and subsidiaries	Petrobras and subsidiaries	Other	Total	Odebrecht and subsidiaries	Petrobras and subsidiaries
Transactions						
Sales of products	15,569	695,947	117,856	829,372	12,688	
Purchases of raw materials, finished goods						
services and utilities	361,144	(i) 2,536,367	22,165	2,919,676	829,358	(i)
Financial income (expenses), net	187	(50,061)		(49,874)		
Post-employment benefits plan						
Odebrecht previdência Privada ("Odeprev")			5,055	5,055		

(i) Includes expenses with the Braskem Idesa project, of which R\$330,406 related to the first quarter of 2016, and R\$782,024 related to the first quarter of 2015 (Note 13).

Braskem S.A.**Notes to the financial statements****at March 31, 2016****All amounts in thousands, unless otherwise stated****(b) Parent Company**

	Associated companies, Jointly-controlled investment and associated comp					
	Braskem	Braskem	Braskem	Braskem	Braskem	Braskem
	Inc.	Holanda	Netherlands Inc	Petroquímica	America	Argentina
Balance sheet						
Assets						
Current						
Cash and equivalents						
Trade accounts receivable		667,049		146,614	84,402	180,072
Inventories						
Dividends and interest on capital				97,611		
Related parties	50	45		28,441	46,931	
Non-current						
Trade accounts receivable	3,923,946					
Advances to suppliers						
Related parties						
Loan agreements	15,231					
Other receivables						
Total assets	3,939,227	667,094		272,666	131,333	180,072
Liabilities						
Current						
Trade payables		3,307,990		1,061,338	20	
Accounts payable to related parties						
Advance to export			2,426,540		8,714	
Other payables				149,813	578	
Non-current						

Trade payables	1,723,588					
Accounts payable to related parties						
Advance to export			8,780,610		1,007,169	
Payable notes	13,666			1,447		
Total liabilities	1,737,254	3,307,990	11,207,150	1,212,598	1,016,481	3

Associated companies, Jointly-controlled investment and associated comp

	Braskem Inc.	Braskem Holanda	Braskem Netherlands Inc	Braskem Petroquímica	Braskem America	Braskem Argentina
Transactions						
Sales of products	43,911	711,702		561,900	87,462	85,560 20
Purchases of raw materials, finished products						
services and utilities	160,378	1,042,868		1,161,054		2
Financial income (expenses), net	(180,369)	265,944	964,824		73,425	(19,190) (6
General and administrative expenses - Odeprev						

Braskem S.A.**Notes to the financial statements****at March 31, 2016****All amounts in thousands, unless otherwise stated**

	Associated companies, Jointly-controlled investment and associated companies							Related
	Braskem	Braskem	Braskem	Braskem	Braskem	Braskem	Braskem	Odebrecht and P
Balance sheet	Inc.	Holanda	Netherlands Inc	Petroquímica	America	Austria	Argentina	subsidiaries
Assets								
Current								
Cash and equivalents								
Trade accounts receivable		645,621		144,433	38,890		202,937	66,976
Inventories								
Dividends and interest on capital				84,150				
Related parties				20,039	46,648			41,987
Non-current								
Trade accounts receivable	4,261,535							
Advances to suppliers								
Related parties								
Loan agreements	16,541							113
Other receivables								
Total assets	4,278,076	645,621		248,622	85,538		202,937	109,076

Liabilities

Current

Trade payables	3,068,634		686,084	21		2,862	27,715
Accounts payable to related parties							
Advance to export	15,629	4,065,040		22,171			
Other payables	9,538		149,520	689		35,148	

Non-current

Trade payables	3,280,511						
Accounts payable to related parties							
Advance to export	149,684	9,634,023		1,105,058			
Payable notes	14,995		1,447				
Total liabilities	3,460,819	3,078,172	13,699,063	837,051	1,127,939	38,010	27,715

Associated companies, Jointly-controlled investment and associated companies

	Braskem Inc.	Braskem Holanda	Braskem Netherlands Inc	Braskem Petroquímica	Braskem America	Braskem Austria	Braskem Argentina	Other	Odebrecht and P subsidiaries
Transactions									