

BRASKEM SA  
Form 6-K  
May 25, 2011

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

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**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, 2011**  
**(Commission File No. 1-14862 )**

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

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

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

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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- \_\_\_\_\_.

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(A free translation of the original in Portuguese)

**Braskem S.A.**  
**Quarterly Information (ITR) at**  
**March 31, 2011**  
**and Report on Review of**  
**Quarterly Information**

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## **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 (ITR) Form for the quarter ended March 31, 2011, comprising the balance sheet and the statements of income, comprehensive income, changes in equity and cash flows for the quarter 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 accounting standard 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.

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Braskem S.A.

**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 Brazilian Securities Commission (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 Brazilian Securities Commission (CVM).

**Other matters**

**Interim statements**

**of value added**

We have also reviewed the parent company and consolidated interim statements of value added for the quarter ended March 31, 2011, which are required to be presented in accordance with standards issued by the Brazilian Securities Commission (CVM) applicable to the preparation of Quarterly Information (ITR) and are considered supplementary information under IFRS, which does not require the presentation of the statement of value added. These statements have been submitted to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that they have not been prepared, in all material respects, in relation to the parent company and consolidated interim accounting information taken as a whole.

Salvador, May 11, 2011.

PricewaterhouseCoopers

Auditores Independentes

CRC 2SP000160/O-5 "F" BA

Fábio Cajazeira Mendes

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



**Braskem S.A.****Balance sheet****Base date: March 31, 2011****All amounts in R\$ thousands**

| <b>Assets</b>   | <b>Note</b> | <b>March/2011</b> | <b>Parent company<br/>December/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|---|-------------|-------------------|---|-------------------|---------------------------------------|
| <b>Current assets</b>   |             |                   |   |                   |                                       |
| Cash and cash equivalents                                       | 3           | 2,074,149         | 2,339,060                               | 2,389,293         | 2,624,270                             |
| Financial investments   | 4           | 471,615           | 236,319                                 | 479,572           | 236,319                               |
| Trade accounts receivable                                       | 5           | 1,070,479         | 1,077,492                               | 1,878,387         | 1,894,648                             |
| Inventories   | 6           | 1,984,938         | 1,789,505                               | 3,272,155         | 3,015,657                             |
| Taxes recoverable   | 8           | 531,818           | 400,969                                 | 996,615           | 698,879                               |
| Dividends and interest on capital                               |             | 13,731            | 10,895                                  | 5,528             |                                       |
| Prepaid expenses  |             | 20,531            | 29,690                                  | 38,715            | 41,620                                |
| Other receivables   |             | 199,026           | 151,410                                 | 355,859           | 268,905                               |
|   |             | <b>6,366,287</b>  | <b>6,035,340</b>                        | <b>9,416,124</b>  | <b>8,780,298</b>                      |
| <b>Non-current assets</b>                                       |             |                   |   |                   |                                       |
| Financial investments   | 4           | 21,394            | 28,706                                  | 21,394            | 28,706                                |
| Trade accounts receivable                                       | 5           | 55,439            | 59,026                                  | 56,022            | 62,303                                |
| Taxes recoverable   | 8           | 945,217           | 1,096,497                               | 1,173,436         | 1,444,401                             |
| Deferred income tax and social contribution                     | 18          | 347,746           | 361,299                                 | 1,122,070         | 1,136,685                             |
| Judicial deposits   | 9           | 195,909           | 227,888                                 | 218,924           | 250,195                               |
| Related parties   | 7           | 2,401,235         | 2,408,371                               | 54,801            | 53,742                                |
| Other receivables   |             | 64,282            | 95,780                                  | 81,746            | 107,432                               |
| Investments in subsidiaries and jointly-controlled subsidiaries | 10          | 6,647,930         | 6,549,402                               |                   |                                       |
| Investments in associates                                       | 10          | 163,638           | 157,910                                 | 166,665           | 160,790                               |
| Other investments   |             | 6,575             | 6,575                                   | 7,477             | 7,485                                 |
| Property, plant and equipment                                   | 11          | 11,062,011        | 11,100,184                              | 19,293,243        | 19,366,272                            |
| Intangible assets   | 12          | 2,274,407         | 2,280,111                               | 3,048,959         | 3,079,182                             |
|   |             | <b>24,185,783</b> | <b>24,371,749</b>                       | <b>25,244,737</b> | <b>25,697,193</b>                     |
| <b>Total assets</b>   |             | <b>30,552,070</b> | <b>30,407,089</b>                       | <b>34,660,861</b> | <b>34,477,491</b>                     |

The explanatory notes are an integral part of this quarterly information.





**Braskem S.A.****Balance sheet****Base date: March 31, 2011****All amounts in R\$ thousands  
Continued**

| <b>Liabilities and equity</b>               | <b>Note</b> | <b>March/2011</b> | <b>Parent company<br/>December/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|---|-------------|-------------------|---|-------------------|---------------------------------------|
| <b>Current liabilities</b>                  |             |                   |   |                   |                                       |
| Trade payables                              |             | 4,409,331         | 4,462,552                               | 5,214,749         | 5,201,162                             |
| Borrowings                                  | 14          | 1,166,133         | 1,212,975                               | 1,125,269         | 1,206,444                             |
| Debentures                                  | 15          | 504,756           | 517,741                                 | 504,756           | 517,741                               |
| Hedge operations                            | 16          | 25,287            | 27,618                                  | 48,502            | 50,124                                |
| Salaries and social charges                 |             | 289,871           | 252,694                                 | 406,655           | 360,368                               |
| Taxes payable                               | 17          | 224,260           | 235,339                                 | 396,765           | 390,062                               |
| Dividends and interest on capital           |             | 416,647           | 416,648                                 | 421,325           | 419,981                               |
| Advances from customers                     |             | 41,416            | 44,587                                  | 46,906            | 50,344                                |
| Sundry provisions                           | 19          | 24,494            | 26,036                                  | 32,927            | 32,602                                |
| Other payables                              | 13          | 60,923            | 125,935                                 | 139,936           | 233,322                               |
| Related parties                             |             | 63,065            | 64,517                                  |                   |                                       |
|   |             | <b>7,226,183</b>  | <b>7,386,642</b>                        | <b>8,337,790</b>  | <b>8,462,150</b>                      |
| <b>Non-current liabilities</b>              |             |                   |   |                   |                                       |
| Borrowings                                  | 14          | 9,271,854         | 9,309,704                               | 10,889,488        | 11,004,301                            |
| Debentures                                  | 15          |                   |   | 17,317            |                                       |
| Hedge operations                            | 16          | 8,737             | 12,526                                  | 30,405            | 34,433                                |
| Taxes payable                               | 17          | 1,446,691         | 1,449,704                               | 1,579,954         | 1,583,569                             |
| Related parties                             | 7           | 15,622            | 83,739                                  | 29,538            | 31,386                                |
| Long-term incentives                        | 20          | 16,391            | 14,442                                  | 16,391            | 14,442                                |
| Deferred income tax and social contribution | 18          | 1,311,686         | 1,238,340                               | 2,267,775         | 2,200,538                             |
| Private pension plans                       | 21          | 109,894           | 109,894                                 | 122,796           | 123,517                               |
| Provision for losses on subsidiaries        |             | 5,053             | 937                                     |                   |                                       |
| Sundry provisions                           | 19          | 120,847           | 124,495                                 | 364,033           | 362,265                               |
| Other payables                              | 13          | 241,196           | 237,567                                 | 261,182           | 252,604                               |
|   |             | <b>12,547,971</b> | <b>12,581,348</b>                       | <b>15,578,879</b> | <b>15,607,055</b>                     |
| <b>Equity</b>                               |             |                   |   |                   |                                       |
| Capital                                     | 23          | 8,043,222         | 8,043,222                               | 8,043,222         | 8,043,222                             |
| Capital reserves                            |             | 845,998           | 845,998                                 | 845,998           | 845,998                               |
| Revenue reserves                            |             | 1,338,908         | 1,338,908                               | 1,338,908         | 1,338,908                             |
| Other comprehensive income                  |             | 246,078           | 221,350                                 | 246,078           | 221,350                               |
| Treasury shares                             |             | (11,325)          | (10,379)                                | (60,217)          | (59,271)                              |

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|                                     |                   |                   |                   |                   |
|-------------------------------------|-------------------|-------------------|-------------------|-------------------|
| Retained earnings                   | 315,035           |                   | 315,035           |                   |
|                                     | 10,777,916        | 10,439,099        | 10,729,024        | 10,390,207        |
| Non-controlling interest            |                   |                   | 15,168            | 18,079            |
|                                     | <b>10,777,916</b> | <b>10,439,099</b> | <b>10,744,192</b> | <b>10,408,286</b> |
| <b>Total equity and liabilities</b> | <b>30,552,070</b> | <b>30,407,089</b> | <b>34,660,861</b> | <b>34,477,491</b> |

The explanatory notes are an integral part of this quarterly information.

**Braskem S.A.****Income statement****Base date: March 31, 2011****All amounts in R\$ thousands, except earnings per share**

| <b>Continuing operations</b>  | <b>Note</b> | <b>March/2011</b> | <b>Parent company<br/>March/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>March/2010</b> |
|---|-------------|-------------------|--------------------------------------|-------------------|------------------------------------|
| <b>Net sales revenues</b>   | 26          | <b>4,077,822</b>  | <b>4,133,684</b>                     | <b>7,388,088</b>  | <b>4,716,296</b>                   |
| Cost of products sold   |             | (3,460,794)       | (3,401,613)                          | (6,390,213)       | (3,922,436)                        |
| <b>Gross profit</b>   |             | <b>617,028</b>    | <b>732,071</b>                       | <b>997,875</b>    | <b>793,860</b>                     |
| <b>Income (expense)</b>   |             |                   |                                      |                   |                                    |
| Selling   |             | (37,745)          | (45,873)                             | (82,831)          | (58,802)                           |
| Distribution  |             | (79,116)          | (69,340)                             | (119,673)         | (70,119)                           |
| General and administrative  |             | (171,958)         | (150,540)                            | (262,881)         | (161,574)                          |
| Research and development  |             | (12,653)          | (13,190)                             | (19,627)          | (15,393)                           |
| Results from equity investments   |             | 73,665            | 25,511                               | 5,465             | 9,948                              |
| Other operating income<br>(expenses), net   | 27          | 4,376             | (14,599)                             | (12,456)          | (15,140)                           |
| <b>Operating profit</b>   |             | <b>393,597</b>    | <b>464,040</b>                       | <b>505,872</b>    | <b>482,780</b>                     |
| <b>Finance results</b>  | 28          |                   |                                      |                   |                                    |
| Finance costs   |             | (90,773)          | (529,891)                            | (135,254)         | (563,013)                          |
| Finance income  |             | 112,587           | 101,141                              | 78,297            | 120,670                            |
|   |             | <b>21,814</b>     | <b>(428,750)</b>                     | <b>(56,957)</b>   | <b>(442,343)</b>                   |
| <b>Profit before income tax<br/>and social contribution</b>                         |             | <b>415,411</b>    | <b>35,290</b>                        | <b>448,915</b>    | <b>40,437</b>                      |
| Current income tax and social<br>contribution                                       | 18 (a)      | (21,835)          | (415)                                | (68,703)          | (4,915)                            |
| Deferred income tax and social<br>contribution                                      | 18 (a)      | (85,350)          | (11,963)                             | (75,233)          | (12,610)                           |
|   |             | <b>(107,185)</b>  | <b>(12,378)</b>                      | <b>(143,936)</b>  | <b>(17,525)</b>                    |
| <b>Profit for the year</b>  |             | <b>308,226</b>    | <b>22,912</b>                        | <b>304,979</b>    | <b>22,912</b>                      |
| <b>Attributable to:</b>   |             |                   |                                      |                   |                                    |
| Company's shareholders  |             | 308,226           | 22,912                               | 308,226           | 22,912                             |
| Non-controlling interest  |             |                   |                                      | (3,247)           |                                    |
| <b>Earnings per share attributable to the shareholders of<br/>the Company (R\$)</b> |             |                   |                                      |                   |                                    |

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|  |        |        |
|--|--------|--------|
| Basic earnings per share – common and preferred    | 0.4305 | 0.0441 |
| Dilluted earnings per share – common and preferred | 0.4308 | 0.0441 |

The explanatory notes are an integral part of this quarterly information.

**Braskem S.A.****Statement of comprehensive income****Base date: March 31, 2011****All amounts in R\$ thousands**

|  | <b>March/2011</b> | <b>Parent company<br/>March/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>March/2010</b> |
|--|-------------------|--------------------------------------|-------------------|------------------------------------|
| <b>Profit for the period</b>   | <b>308,226</b>    | <b>22,912</b>                        | <b>304,979</b>    | <b>22,912</b>                      |
| <b>Other comprehensive income:</b>   |                   |                                      |                   |                                    |
| Available-for-sale financial assets  |                   | 995                                  |                   | 995                                |
| Cash flow hedge  | 12,537            | (16,167)                             | 12,537            | (16,167)                           |
| Foreign currency translation adjustment  | (2,228)           |                                      | (2,228)           |                                    |
| Income tax and social contribution related to components of comprehensive income | (1,551)           | 2,337                                | (1,551)           | 2,337                              |
| <b>Total other comprehensive income:</b>   | <b>8,758</b>      | <b>(12,835)</b>                      | <b>8,758</b>      | <b>(12,835)</b>                    |
| <b>Total comprehensive income for the period</b>                                 | <b>316,984</b>    | <b>10,077</b>                        | <b>313,737</b>    | <b>10,077</b>                      |
| <b>Attributable to:</b>  |                   |                                      |                   |                                    |
| Company's shareholders   |                   |                                      | 316,984           | 10,077                             |
| Non-controlling interest   |                   |                                      | (3,247)           |                                    |
|  |                   |                                      | <b>313,737</b>    | <b>10,077</b>                      |

The explanatory notes are an integral part of this quarterly information.

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

|  |                  | Capital        | Revenue          | Other                   | Treasury        | Parent company<br>Retained<br>earnings | Total             |
|--|------------------|----------------|------------------|-------------------------|-----------------|--|-------------------|
|  | Capital          | reserves       | reserves         | comprehensive<br>income | shares          | (accumulated<br>deficit)               | equity            |
| <b>At December 31, 2009</b>  | <b>5,473,181</b> | <b>416,675</b> |                  | <b>314,838</b>          | <b>(10,376)</b> | <b>(1,215,674)</b>                     | <b>4,978,644</b>  |
| Comprehensive income for the period:   |                  |                |                  |                         |                 |  |                   |
| Profit for the period  |                  |                |                  |                         |                 | 22,912                                 | 22,912            |
| Depreciation transfer on additional indexation of fixed assets, net of taxes |                  |                |                  | (6,809)                 |                 | 6,809                                  |                   |
| Fair value of financial assets, net of taxes                                 |                  |                |                  | 657                     |                 |  | 657               |
| Fair value of cash flow hedge, net of taxes                                  |                  |                |                  | (13,492)                |                 |  | (13,492)          |
|  |                  |                |                  | (19,644)                |                 | 29,721                                 | 10,077            |
| Contributions and distributions to shareholders:                             |                  |                |                  |                         |                 |  |                   |
| Expired dividends  |                  |                |                  |                         |                 | 938                                    | 938               |
|  |                  |                |                  |                         |                 | 938                                    | 938               |
| <b>At March 31, 2010</b>   | <b>5,473,181</b> | <b>416,675</b> |                  | <b>295,194</b>          | <b>(10,376)</b> | <b>(1,185,015)</b>                     | <b>4,989,659</b>  |
| <b>At December 31, 2010</b>  | <b>8,043,222</b> | <b>845,998</b> | <b>1,338,908</b> | <b>221,350</b>          | <b>(10,379)</b> |  | <b>10,439,099</b> |
| Comprehensive income for the period:   |                  |                |                  |                         |                 |  |                   |
| Profit for the period  |                  |                |                  |                         |                 | 308,226                                | 308,226           |
| Fair value as deemed cost related to jointly-controlled subsidiary           |                  |                |                  | 22,779                  |                 |  | 22,779            |
| Depreciation transfer on additional indexation of fixed assets, net of taxes |                  |                |                  | (6,809)                 |                 | 6,809                                  |                   |
| Fair value of cash flow hedge, net of taxes                                  |                  |                |                  | 10,986                  |                 |  | 10,986            |
| Foreign currency translation adjustment                                      |                  |                |                  | (2,228)                 |                 |  | (2,228)           |
|  |                  |                |                  | 24,728                  |                 | 315,035                                | 339,763           |
| Contributions and distributions to shareholders:                             |                  |                |                  |                         |                 |  |                   |
| Repurchase of shares   |                  |                |                  |                         | (946)           |  | (946)             |
|  |                  |                |                  |                         | (946)           |  | (946)             |
| <b>At March 31, 2011</b>   | <b>8,043,222</b> | <b>845,998</b> | <b>1,338,908</b> | <b>246,078</b>          | <b>(11,325)</b> | <b>315,035</b>                         | <b>10,777,916</b> |

The explanatory notes are an integral part of this quarterly information.



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

|  | Attributed to the Company's shareholders |                  |                  |                            |                 |   |                   | Consolidated             |                   |
|--|--|------------------|------------------|----------------------------|-----------------|---|-------------------|--------------------------|-------------------|
|  | Capital                                  | Capital reserves | Revenue reserves | Other comprehensive income | Treasury shares | Retained earnings (accumulated deficit) | Total interest    | Non-controlling interest | Total equity      |
| <b>At December 31, 2009</b>  | <b>5,473,181</b>                         | <b>416,675</b>   | -                | <b>314,838</b>             | <b>(10,376)</b> | <b>(1,215,674)</b>                      | <b>4,978,644</b>  | -                        | <b>4,978,644</b>  |
| Comprehensive income for the period:   |  |                  |                  |                            |                 |   |                   |                          |                   |
| Profit for the period  | -  | -                | -                | -                          | -               | 22,912                                  | 22,912            | -                        | 22,912            |
| Depreciation transfer on additional indexation of fixed assets, net of taxes | -  | -                | -                | (6,809)                    | -               | 6,809                                   | -                 | -                        | -                 |
| Fair value of financial assets, net of taxes                                 | -  | -                | -                | 657                        | -               | -                                       | 657               | -                        | 657               |
| Fair value of cash flow hedge, net of taxes                                  | -  | -                | -                | (13,492)                   | -               | -                                       | (13,492)          | -                        | (13,492)          |
|  | -  | -                | -                | (19,644)                   | -               | 29,721                                  | 10,077            | -                        | 10,077            |
| Contributions and distributions to shareholders:                             |  |                  |                  |                            |                 |   |                   |                          |                   |
| Expired dividends  | -  | -                | -                | -                          | -               | 938                                     | 938               | -                        | 938               |
|  | -  | -                | -                | -                          | -               | 938                                     | 938               | -                        | 938               |
| <b>At March 31, 2010</b>   | <b>5,473,181</b>                         | <b>416,675</b>   | -                | <b>295,194</b>             | <b>(10,376)</b> | <b>(1,185,015)</b>                      | <b>4,989,659</b>  | -                        | <b>4,989,659</b>  |
| <b>At December 31, 2010</b>  | <b>8,043,222</b>                         | <b>845,998</b>   | <b>1,338,908</b> | <b>221,350</b>             | <b>(59,271)</b> | -                                       | <b>10,390,207</b> | <b>18,079</b>            | <b>10,408,286</b> |
| Comprehensive income for the period:   |  |                  |                  |                            |                 |   |                   |                          |                   |
| Profit for the period  |  |                  | -                |                            |                 | 308,226                                 | 308,226           | (3,247)                  | 304,979           |
| Fair value as deemed cost related to jointly-controlled subsidiary           |  |                  | -                | 22,779                     |                 |   | 22,779            |                          | 22,779            |
| Depreciation transfer on additional indexation of fixed assets, net of taxes |  |                  | -                | (6,809)                    |                 | 6,809                                   | -                 |                          | -                 |
| Fair value of cash flow hedge, net of taxes                                  |  |                  | -                | 10,986                     |                 |   | 10,986            |                          | 10,986            |
| Cumulative translation adjustments   |  |                  | -                | (2,228)                    |                 |   | (2,228)           | 336                      | (1,892)           |

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|  |                  |                |                  |                |                 |                |                   |               |                   |
|--|------------------|----------------|------------------|----------------|-----------------|----------------|-------------------|---------------|-------------------|
|  | -                | -              | -                | 24,728         | -               | 315,035        | 339,763           | (2,911)       | 336,852           |
| Contributions and distributions to shareholders: |                  |                |                  |                |                 |                |                   |               |                   |
| Repurchase of shares                             | -                | -              | -                | -              | (946)           | -              | (946)             | -             | (946)             |
|  | -                | -              | -                | -              | (946)           | -              | (946)             | -             | (946)             |
| <b>At March 31, 2011</b>                         | <b>8,043,222</b> | <b>845,998</b> | <b>1,338,908</b> | <b>246,078</b> | <b>(60,217)</b> | <b>315,035</b> | <b>10,729,024</b> | <b>15,168</b> | <b>10,744,192</b> |

The explanatory notes are an integral part of this quarterly information.

**Braskem S.A.****Statement of cash flows****Base date: March 31, 2011****All amounts in R\$ thousands**

|  | <b>March/2011</b> | <b>Parent company<br/>March/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>March/2010</b> |
|--|-------------------|--------------------------------------|-------------------|------------------------------------|
| Profit before income tax and social contribution           | 415,411           | 35,290                               | 448,915           | 40,437                             |
| Adjustment for reconciliation of profit                    |                   |                                      |                   |                                    |
| Depreciation, amortization and depletion                   | 261,808           | 250,934                              | 418,658           | 260,191                            |
| Results from equity investments                            | (73,665)          | (25,511)                             | (5,465)           | (9,948)                            |
| Interest and monetary and exchange variations, net         | 11,758            | 519,045                              | 67,839            | 515,674                            |
| Other  | (728)             | 17,950                               | 14,162            | (1,694)                            |
|  | <b>614,584</b>    | <b>797,708</b>                       | <b>944,109</b>    | <b>804,660</b>                     |
| Changes in operating working capital                       |                   |                                      |                   |                                    |
| Financial investments                                      | (224,684)         | 40,452                               | (224,684)         | 40,451                             |
| Trade accounts receivable                                  | 10,177            | (250,767)                            | 22,056            | (56,520)                           |
| Inventories  | (195,433)         | 27,896                               | (256,852)         | 24,489                             |
| Taxes recoverable  | 31,033            | (4,225)                              | (8,801)           | (3,706)                            |
| Prepaid expenses   | 9,159             | 13,329                               | 2,905             | 13,247                             |
| Other receivables  | 51,867            | (102,578)                            | (33,734)          | (88,329)                           |
| Trade payables   | (53,221)          | 863,805                              | 13,587            | 729,398                            |
| Taxes payable  | (35,928)          | (429,065)                            | (73,346)          | (430,538)                          |
| Long-term incentives                                       | 1,949             | 4,457                                | 1,949             | 4,457                              |
| Advances from customers                                    | (3,171)           | 25,642                               | (3,438)           | 25,460                             |
| Sundry provisions  | (5,190)           | -                                    | 2,093             | -                                  |
| Other payables   | (28,735)          | 26,468                               | (41,497)          | 48,683                             |
| <b>Cash from operations</b>                                | <b>172,407</b>    | <b>1,013,122</b>                     | <b>344,347</b>    | <b>1,111,752</b>                   |
| Interest paid  | (119,616)         | (101,960)                            | (173,127)         | (148,546)                          |
| Income tax and social contribution paid                    | (10,602)          | (4,905)                              | (17,970)          | (4,905)                            |
| <b>Net cash generated from operating activities</b>        | <b>42,189</b>     | <b>906,257</b>                       | <b>153,250</b>    | <b>958,301</b>                     |
| Proceeds from the sale of fixed assets                     | 423               | 706                                  | 486               | 717                                |
| Acquisitions of investments in subsidiaries and associates | -                 | (312,457)                            | -                 | (5,369)                            |
| Acquisitions of property, plant and equipment              | (217,988)         | (246,056)                            | (312,963)         | (257,541)                          |
| Acquisitions of intangible assets                          | (1)               | -                                    | (607)             | (42)                               |
| Held to maturity financial investments                     | (546)             | -                                    | (8,502)           | -                                  |
| <b>Cash flows from investing activities</b>                | <b>(218,112)</b>  | <b>(557,807)</b>                     | <b>(321,586)</b>  | <b>(262,235)</b>                   |
| Short-Term Debt  |                   |                                      |                   |                                    |
| Funds obtained   | 164,473           | 29,650                               | 188,111           | 32,422                             |
| Payments   | (859,191)         | (1,199,853)                          | (939,409)         | (1,158,670)                        |
| Long-term debt   |                   |                                      |                   |                                    |
| Funds obtained   | 675,236           | 619,018                              | 684,713           | 627,974                            |
| Related parties  |                   |                                      |                   |                                    |
| Funds obtained   | 74,348            | 22,356                               | -                 | -                                  |
| Payments   | (142,907)         | (25,425)                             | -                 | -                                  |

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|   |                  |                  |                  |                  |
|---|------------------|------------------|------------------|------------------|
| Dividends paid to shareholders                              | (1)              | (96)             | (1)              | (1,926)          |
| Repurchase of shares  | (946)            | -                | (946)            | -                |
| <b>Net cash used in investing activities</b>                | <b>(88,988)</b>  | <b>(554,350)</b> | <b>(67,532)</b>  | <b>(500,200)</b> |
| Foreign exchange variation of foreign subsidiaries          | -                | -                | 891              | -                |
| <b>Increase (decrease) in cash and cash equivalents</b>     | <b>(264,911)</b> | <b>(205,900)</b> | <b>(234,977)</b> | <b>195,866</b>   |
| Cash and cash equivalents at the beginning of the period    | 2,339,060        | 2,262,804        | 2,624,270        | 2,651,748        |
| Cash and cash equivalents at the end of the period          | 2,074,149        | 2,056,904        | 2,389,293        | 2,847,614        |
| <b>Net increase (decrease) in cash and cash equivalents</b> | <b>(264,911)</b> | <b>(205,900)</b> | <b>(234,977)</b> | <b>195,866</b>   |

The explanatory notes are an integral part of this quarterly information.

**Braskem S.A.****Statement of value added****Base Date: March 31, 2011****All amounts in R\$ thousands**

|   | <b>March/2011</b>  | <b>Parent company<br/>March/2010</b> | <b>March/2011</b>  | <b>Consolidated<br/>March/2010</b> |
|---|--------------------|--------------------------------------|--------------------|------------------------------------|
| <b>Revenue</b>  | <b>5,061,519</b>   | <b>5,040,489</b>                     | <b>8,937,208</b>   | <b>5,696,640</b>                   |
| Sales of goods, products and services                     | 5,058,494          | 5,059,490                            | 8,955,012          | 5,716,330                          |
| Other income (expenses), net                              | 4,343              | (14,462)                             | (11,701)           | (15,002)                           |
| Allowance for doubtful accounts – reversal (recognition)  | (1,318)            | (4,539)                              | (6,103)            | (4,688)                            |
| <b>Inputs acquired from third parties</b>                 | <b>(4,135,154)</b> | <b>(4,020,501)</b>                   | <b>(7,405,213)</b> | <b>(4,596,994)</b>                 |
| Costs of products, goods and services sold                | (3,972,871)        | (3,874,444)                          | (7,139,446)        | (4,440,858)                        |
| Materials, electric energy, outsourced services and other | (162,263)          | (145,875)                            | (265,747)          | (155,954)                          |
| Impairment/recovery of assets                             | (20)               | (182)                                | (20)               | (182)                              |
| <b>Gross value added</b>                                  | <b>926,365</b>     | <b>1,019,988</b>                     | <b>1,531,995</b>   | <b>1,099,646</b>                   |
| <b>Depreciation, amortization and depletion</b>           | <b>(261,808)</b>   | <b>(250,934)</b>                     | <b>(418,658)</b>   | <b>(260,191)</b>                   |
| <b>Net value added by the entity</b>                      | <b>664,557</b>     | <b>769,054</b>                       | <b>1,113,337</b>   | <b>839,455</b>                     |
| <b>Value added received through transfer</b>              | <b>186,305</b>     | <b>126,697</b>                       | <b>83,815</b>      | <b>131,319</b>                     |
| Equity in results of investees                            | 73,665             | 25,511                               | 5,465              | 9,948                              |
| Finance income  | 112,587            | 101,141                              | 78,297             | 120,671                            |
| Other   | 53                 | 45                                   | 53                 | 700                                |
| <b>Total value added to distribute</b>                    | <b>850,862</b>     | <b>895,751</b>                       | <b>1,197,152</b>   | <b>970,774</b>                     |
| <b>Personnel</b>  | <b>118,504</b>     | <b>110,083</b>                       | <b>184,574</b>     | <b>120,651</b>                     |
| Direct compensation                                       | 92,104             | 87,890                               | 143,307            | 96,505                             |
| Benefits  | 18,830             | 14,983                               | 30,730             | 16,378                             |
| F.G.T.S (Government Severance Pay Fund)                   | 7,570              | 7,210                                | 10,537             | 7,768                              |
| <b>Taxes and contributions</b>                            | <b>295,167</b>     | <b>198,551</b>                       | <b>520,740</b>     | <b>229,191</b>                     |
| Federal   | 219,038            | 95,249                               | 327,535            | 110,238                            |
| State   | 73,488             | 101,160                              | 187,682            | 116,511                            |
| Municipal   | 2,641              | 2,142                                | 5,523              | 2,442                              |
| <b>Remuneration on third parties' capital</b>             | <b>128,965</b>     | <b>564,205</b>                       | <b>186,859</b>     | <b>598,020</b>                     |
| Financial expenses (including foreign exchange variation) | 87,797             | 526,400                              | 131,692            | 559,185                            |
| Rentals   | 41,168             | 37,805                               | 55,167             | 38,835                             |

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|   |                |                |                  |                |
|---|----------------|----------------|------------------|----------------|
| <b>Remuneration on own capital</b>            | <b>308,226</b> | <b>22,912</b>  | <b>304,979</b>   | <b>22,912</b>  |
| Profit retained in the period                 | 308,226        | 22,912         | 308,226          | 22,912         |
| Non-controlling interests in profits retained |                |                | (3,247)          |                |
| <b>Value added distributed</b>                | <b>850,862</b> | <b>895,751</b> | <b>1,197,152</b> | <b>970,774</b> |

The explanatory notes are an integral part of this quarterly information.

**Braskem S.A.**

**Notes to the Quarterly Information**

**of March 31, 2011**

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

**1. Operations**

(a) Braskem S.A. (“Braskem” or “the Company”) is a publicly-held corporation headquartered in Camaçari, State of Bahia (BA) and controlled by Odebrecht S.A. (“Odebrecht”), which indirectly holds 50.1% and 38.1% of its voting and total capital, respectively.

(b) Corporate restructuring

(b.1) On January 1, 2011, the executive board of Braskem America Inc. unanimously decided to merge into Braskem PP Americas, its wholly-owned subsidiary. With the merger, all common shares of Braskem America were replaced by common shares of Braskem PP Americas and the shares of Braskem America were cancelled. Braskem PP Americas inherited all assets and assumed all rights, liabilities and obligations of Braskem America. On the same date, the corporate name of Braskem PP Americas, Inc. was changed to Braskem America, Inc.

(b.2) On January 3, 2011, the Extraordinary General Meeting of IQ Soluções & Química S.A. (“IQ Soluções”) approved the merger of Unipar Comercial e Distribuidora S.A. (“Unipar Comercial”). The merger resulted in an increase in the capital of IQ Soluções by R\$ 38,709,996.56, from R\$ 61,141,160.45 to R\$ 99,851,157.01 without the issue of new shares. Said increase was based on the equity of Unipar Comercial on November 30, 2010 (base date of the operation), under the terms and conditions established in the “Protocol and Justification” dated December 27, 2010.

(c) On March 31, 2011, Braskem’s net working capital (parent company) was negative by R\$ 859,896 as compared with a positive consolidated net working capital of R\$ 1,078,334. Because the consolidated figures are used in the management of working capital, given that 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. In addition, the Company has a US\$350 million revolving credit line that may be used without restrictions for three years as of September, 2010, which allowed it to reduce the amount of cash held by Braskem.



**Braskem S.A.**

**Notes to the Quarterly Information**

**of March 31, 2011**

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

**2. Summary of significant accounting policies**

**2.1. Basis of preparation**

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

The preparation of the quarterly information requires the use of certain critical accounting estimates. It also requires 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 the estimates for the preparation of the Quarterly Information in relation to those presented in the December 31, 2010 financial statements.

**(a) Consolidated quarterly information**

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

**(b) Individual quarterly information**

The individual Quarterly Information of the Company was prepared and is being presented in accordance with pronouncement CPC 21.

**2.2. Accounting practices**

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

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****2.3. Consolidated quarterly information**

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

|   |       | <b>Headquarters<br/>(Country)</b> | <b>March/2011</b> | <b>Total interest - %<br/>December/2010</b> |
|---|-------|-----------------------------------|-------------------|---|
| <b>Direct and indirect subsidiaries</b>                                   |       |                                   |                   |   |
| Braskem America Inc. ("Braskem America")                                  | (i)   | USA                               |                   | 100.00                                      |
| Braskem Chile Limitada ("IPQ Chile")                                      |       | Chile                             | 100.00            | 100.00                                      |
| Braskem Distribuidora Ltda. ("Braskem Distribuidora")                     |       | Brazil                            | 100.00            | 100.00                                      |
| Braskem Europe B.V. ("Braskem Europa")                                    |       | Netherlands                       | 100.00            | 100.00                                      |
| Braskem Finance Limited ("Braskem Finance")                               |       | Cayman Islands                    | 100.00            | 100.00                                      |
| Braskem Idesa, Sociedade Anónima Promotora de Inversión ("Braskem Idesa") |       | México                            | 65.00             | 65.00                                       |
| Braskem Idesa Servicios S.A. de CV ("Braskem Idesa Servicios")            | (ii)  | México                            | 65.00             |   |
| Braskem Incorporated ("Braskem Inc")                                      |       | Cayman Islands                    | 100.00            | 100.00                                      |
| Braskem Importação e Exportação Ltda. ("Braskem Importação")              |       | Brazil                            | 100.00            | 100.00                                      |
| Braskem México, S de RL de CV ("Braskem México")                          |       | México                            | 100.00            | 100.00                                      |
| Braskem Participações S.A. ("Braskem Participações")                      |       | Brazil                            | 100.00            | 100.00                                      |
| Braskem Petroquímica S.A. ("IPQ Argentina")                               |       | Argentina                         | 100.00            | 100.00                                      |
| Braskem Petroquímica Chile Limitada ("Braskem Chile")                     |       | Chile                             | 100.00            | 100.00                                      |
| Braskem America Inc. ("Braskem America")                                  | (iii) | USA                               | 100.00            | 100.00                                      |
| Lantana Trading Co. Inc. ("Lantana")                                      |       | Bahamas                           | 100.00            | 100.00                                      |
| Ideom Tecnologia Ltda. ("Ideom")  |       | Brazil                            | 100.00            | 100.00                                      |
| IQ Soluções & Químicas S.A. ("Quantiq")                                   |       | Brazil                            | 100.00            | 100.00                                      |
| Ipiranga Química Armazéns Gerais Ltda. ("IQAG")                           |       | Brazil                            | 100.00            | 100.00                                      |
| ISATEC—Pesquisa, Desenv. e Análises Quím.Ltda. ("ISATEC")                 |       | Brazil                            | 100.00            | 100.00                                      |
| Politeno Empreendimentos Ltda. ("Politeno Empreendimentos")               |       | Brazil                            | 100.00            | 100.00                                      |
| Quattor Participações S.A. ("Quattor")                                    |       | Brazil                            | 100.00            | 100.00                                      |
| Quattor Petroquímica S.A. ("Quattor Petroquímica")                        |       | Brazil                            | 100.00            | 100.00                                      |
| Rio Polímeros S.A. ("Riopol")   |       | Brazil                            | 100.00            | 100.00                                      |
| Norfolk Trading S.A. ("Norfolk Trading")                                  |       | Uruguay                           | 100.00            | 100.00                                      |
| Commom Industries Ltd. ("Commom")   |       | British Virgin Islands            | 100.00            | 100.00                                      |
| Unipar Comercial e Distribuidora S.A. ("Unipar Comercial")                | (iv)  | Brazil                            |                   | 100.00                                      |
| <b>Jointly-controlled subsidiaries</b>                                    |       |                                   |                   |   |
| Refinaria de Petróleo Rio-Grandense S.A. ("RPR")                          |       | Brazil                            | 33.20             | 33.20                                       |
| Polietilenos de America S.A. ("POLIMERICA")                               |       | Venezuela                         | 49.99             | 49.99                                       |
| Polipropileno Del Sur S.A. ("PROPILSUR")                                  |       | Venezuela                         | 49.99             | 49.99                                       |

**Specific Purpose Entities ("SPE's")**

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|  |        |        |        |
|--|--------|--------|--------|
| Fundo de Investimento Multimercado Crédito Privado Sol ("FIQ Sol") | Brazil | 100.00 | 100.00 |
|--|--------|--------|--------|

- (i) Merged into Braskem PP Americas, Inc. in January, 2011 (Note 1 (b.1)).
- (ii) Company created in February, 2011.
- (iii) This company's name changed from Braskem PP Americas to Braskem America Inc. after the merger of its parent (Note 1 (b.1)).
- (iv) Merged into Quantiq in January, 2011 (Note 1 (b.2)).

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****2.4. Reconciliation of equity and profit for the period between parent company and consolidated**

|                                      | <b>March/2011</b> | <b>Equity<br/>December/2010</b> | <b>March/2011</b> | <b>Profit for the period<br/>March/2010</b> |
|--------------------------------------|-------------------|---------------------------------|-------------------|---|
| <b>Parent company</b>                | <b>10,777,916</b> | <b>10,439,099</b>               | <b>308,226</b>    | <b>22,912</b>                               |
| Braskem's shares owned by subsidiary |                   |                                 |                   |   |
| Quattor Petroquímica                 | (48,892)          | (48,892)                        |                   |   |
| Non-controlling shareholders         | 15,168            | 18,079                          | (3,247)           |   |
| <b>Consolidated</b>                  | <b>10,744,192</b> | <b>10,408,286</b>               | <b>304,979</b>    | <b>22,912</b>                               |

**3. Cash and cash equivalents**

|                        | <b>March/2011</b> | <b>Parent company<br/>December/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|------------------------|-------------------|---|-------------------|---------------------------------------|
| Cash and banks         | 99,794            | 62,752                                  | 367,943           | 252,925                               |
| Financial investments: |                   |   |                   |                                       |
| In Brazil              | 1,795,987         | 2,181,690                               | 1,813,385         | 2,208,475                             |
| Abroad                 | 178,368           | 94,618                                  | 207,965           | 162,870                               |
| <b>Total</b>           | <b>2,074,149</b>  | <b>2,339,060</b>                        | <b>2,389,293</b>  | <b>2,624,270</b>                      |

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



**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****4. Financial Investments**

| <b>Financial assets</b>                     | <b>March/2011</b> | <b>Parent company<br/>December/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|---|-------------------|---|-------------------|---------------------------------------|
| <b>Held for trading</b>                     |                   |   |                   |                                       |
| Shares                                      | 3,023             | 84                                      | 3,023             | 84                                    |
| Investments of FIQ Sol                      | 225,332           | 204,123                                 | 225,332           | 204,123                               |
| Investments in foreign currency             | 25,912            | 32,112                                  | 25,912            | 32,112                                |
| <b>Loans and receivables</b>                |                   |   |                   |                                       |
| Investments of FIQ Sol                      | 216,813           |   | 216,813           |                                       |
| <b>Held-to-maturity</b>                     |                   |   |                   |                                       |
| Quotas of investment funds in credit rights | 21,394            | 28,706                                  | 21,394            | 28,706                                |
| Restricted deposits                         | 535               | -                                       | 8,492             | -                                     |
| <b>Total</b>                                | <b>493,009</b>    | <b>265,025</b>                          | <b>500,966</b>    | <b>265,025</b>                        |
| In current assets                           | 471,615           | 236,319                                 | 479,572           | 236,319                               |
| In non-current assets                       | 21,394            | 28,706                                  | 21,394            | 28,706                                |
| <b>Total</b>                                | <b>493,009</b>    | <b>265,025</b>                          | <b>500,966</b>    | <b>265,025</b>                        |

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

**5. Trade accounts receivable**

|                                 | <b>March/2011</b> | <b>Parent company<br/>December/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|---------------------------------|-------------------|---|-------------------|---------------------------------------|
| Customers                       |                   |   |                   |                                       |
| Domestic market                 | 814,204           | 910,636                                 | 1,230,586         | 1,638,449                             |
| Foreign market                  | 525,339           | 438,245                                 | 978,049           | 587,661                               |
| Allowance for doubtful accounts | (213,625)         | (212,363)                               | (274,226)         | (269,159)                             |
| <b>Total</b>                    | <b>1,125,918</b>  | <b>1,136,518</b>                        | <b>1,934,409</b>  | <b>1,956,951</b>                      |

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|                       |                  |                  |                  |                  |
|-----------------------|------------------|------------------|------------------|------------------|
| In current assets     | 1,070,479        | 1,077,492        | 1,878,387        | 1,894,648        |
| In non-current assets | 55,439           | 59,026           | 56,022           | 62,303           |
| Total                 | <b>1,125,918</b> | <b>1,136,518</b> | <b>1,934,409</b> | <b>1,956,951</b> |

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



**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****6. Inventories**

|  | <b>March/2011</b> | <b>Parent company<br/>December/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|--|-------------------|---|-------------------|---------------------------------------|
| Finished goods and work in process             | 1,224,061         | 1,012,891                               | 2,192,508         | 1,876,290                             |
| Raw materials, production inputs and packaging | 599,563           | 621,158                                 | 764,792           | 781,594                               |
| Maintenance materials                          | 134,284           | 132,510                                 | 249,328           | 240,442                               |
| Advances to suppliers                          | 10,619            | 8,099                                   | 38,217            | 56,825                                |
| Imports in transit and other                   | 16,411            | 14,847                                  | 27,310            | 60,506                                |
| <b>Total in current assets</b>                 | <b>1,984,938</b>  | <b>1,789,505</b>                        | <b>3,272,155</b>  | <b>3,015,657</b>                      |

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

**7. Related Parties - Consolidated****(a) Accounting balances**

|  | <b>Assets</b>         |                           | <b>Equity and liabilities</b> |                                |
|--|-----------------------|---------------------------|-------------------------------|--------------------------------|
|  | <b>Current assets</b> | <b>Non-current assets</b> | <b>Current liabilities</b>    | <b>Non-current liabilities</b> |
| <b>Jointly-controlled subsidiaries</b> |                       |                           |                               |                                |
| RPR                                    | 2,888 (i)             |                           | 1,496 (vi)                    |                                |
| PROPILSUR                              |                       |                           |                               | 17,955 (vii)                   |
| POLIMERICA                             |                       |                           |                               | 11,583 (vii)                   |
|  | <b>2,888</b>          |                           | <b>1,496</b>                  | <b>29,538</b>                  |
| <b>Associates</b>                      |                       |                           |                               |                                |
| Borealis                               | 10,471 (ii)           |                           |                               |                                |
| Cetrel                                 | 2,731 (iii)           |                           | 2,624 (vi)                    |                                |
|  | <b>13,202</b>         |                           | <b>2,624</b>                  |                                |

**Related companies**

|  |               |      |               |     |                  |
|--|---------------|------|---------------|-----|------------------|
| Construtora Norberto Odebrecht ("CNO")     | 6,420         | (iv) |               | 426 | (vi)             |
| OCS - Corretora de Seguros ("OCS")         |               |      |               | 29  | (vi)             |
| Odebrecht Serviços e Participações ("OSP") | 2,126         | (iv) |               |     |                  |
| Petrobras                                  | 72,949        | (ii) | 54,801        | (v) | 1,150,870 (vi)   |
| Refinaria Alberto Pasqualini ("Refap")     |               |      |               |     | 154,479 (vi)     |
|  | <b>81,495</b> |      | <b>54,801</b> |     | <b>1,305,804</b> |

**At March 31, 2011** **97,585** **54,801** **1,309,924** **29,538**

**At December 31, 2010** **157,930** **53,742** **674,490** **31,386**

(i) Amounts in "trade accounts receivable": R\$ 77 and in "dividends and interest on capital receivable": R\$ 2,811

(ii) Amount in "trade accounts receivable"

(iii) Amounts in "trade accounts receivable": R\$ 14 and in "dividends and interest on capital receivable": R\$ 2,717

(iv) Amount in "other receivables"

(v) Amounts in "related parties" related to loan agreements subject to TJLP + interest of 2% per year

(vi) Amount in "trade payables"

(vii) Amount in "related parties" related to "advance for future capital increase" made by other shareholders.

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****(b) Transactions in profit or loss for the period**

|   | <b>Transactions in profit or loss from January 1 to March 31, 2011</b> |  |                                   |  |
|---|--|--|-----------------------------------|--|
|   | <b>Sales of products</b>   | <b>Purchases of rawmaterials, services and utilities</b> | <b>Finance (costs) income (i)</b> | <b>Cost of production/ general and administrative expenses</b> |
| <b>Jointly-controlled subsidiary</b>      |  |  |                                   |  |
| RPR                                       | 10,829   | 7,263  | (56)                              |  |
|   | <b>10,829</b>  | <b>7,263</b>   | <b>(56)</b>                       |  |
| <b>Associates</b>                         |  |  |                                   |  |
| Borealis                                  | 54,777   |  |                                   |  |
| Cetrel                                    | 37   | 9,269  |                                   |  |
|   | <b>54,814</b>  | <b>9,269</b>   |                                   |  |
| <b>Related companies</b>                  |  |  |                                   |  |
| BRK                                       |  |  | (11)                              |  |
| CNO                                       |  | 15,231   |                                   |  |
| OSP                                       |  | 60,164   |                                   |  |
| Petrobras                                 | 345,824  | 3,129,625  | 1,059                             |  |
| Refap                                     |  | 304,600  |                                   |  |
|   | <b>345,824</b>   | <b>3,509,620</b>   | <b>1,048</b>                      |  |
| <b>Post-employment benefit plan</b>       |  |  |                                   |  |
| Odebrecht Previdência Privada ("Odeprev") |  |  |                                   | 3,504  |
|   |  |  |                                   | <b>3,504</b>   |
| <b>At March 31, 2011</b>                  | <b>411,467</b>   | <b>3,526,152</b>   | <b>992</b>                        | <b>3,504</b>   |
| <b>At March 31, 2010</b>                  | <b>391,301</b>   | <b>1,918,694</b>   | <b>(1,365)</b>                    | <b>3,134</b>   |

(i) Includes the effect of foreign exchange variation.



**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****(c) Key management personnel**

| <b>Accounting balances</b> | <b>March/2011</b> | <b>December/2010</b> |
|----------------------------|-------------------|----------------------|
| Long-term incentives       | 6,097             | 5,372                |
| <b>Total</b>               | <b>6,097</b>      | <b>5,372</b>         |

| <b>Transactions in profit or loss</b>         | <b>Mar/2011</b> | <b>Mar/2010</b> |
|---|-----------------|-----------------|
| <b>Remuneration</b>                           |                 |                 |
| Short-term benefits to employees and managers | 3,653           | 2,378           |
| Post-employment benefit                       | 63              | 30              |
| Long-term incentives                          | 725             | 44              |
| <b>Total</b>                                  | <b>4,441</b>    | <b>2,452</b>    |

The Company carries out transactions with related parties in the ordinary course of its operations and activities. The Company believes that all the conditions set forth in the contracts with related parties meet the Company's interests and plans to continue to ensure that future contracts present terms and conditions that are as favorable to the Company as would be the case if they were to be entered into with any third parties.

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

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****8. Taxes recoverable**

|   |                   | <b>Parent company</b> |                   | <b>Consolidated</b>  |
|---|-------------------|-----------------------|-------------------|----------------------|
|   | <b>March/2011</b> | <b>December/2010</b>  | <b>March/2011</b> | <b>December/2010</b> |
| Excise tax(IPI)   | 27,917            | 26,008                | 38,273            | 29,128               |
| Value-added Tax on Sales and Services (ICMS)                                  | 721,931           | 795,390               | 1,151,322         | 1,211,256            |
| Social Integration Program (PIS) and Social Contribution on Revenues (COFINS) | 334,252           | 322,191               | 461,250           | 441,367              |
| PIS – Decree-Laws No. 2,445 and No. 2,449/88                                  | 55,194            | 55,194                | 55,317            | 55,317               |
| Income tax and social contribution  | 140,522           | 125,151               | 239,805           | 220,525              |
| Taxon Net Income (ILL)  | 68,958            | 61,126                | 68,958            | 61,126               |
| Other   | 128,261           | 112,406               | 155,126           | 124,561              |
| <b>Total</b>  | <b>1,477,035</b>  | <b>1,497,466</b>      | <b>2,170,051</b>  | <b>2,143,280</b>     |
| Current assets  | 531,818           | 400,969               | 996,615           | 698,879              |
| Non-current assets  | 945,217           | 1,096,497             | 1,173,436         | 1,444,401            |
| <b>Total</b>  | <b>1,477,035</b>  | <b>1,497,466</b>      | <b>2,170,051</b>  | <b>2,143,280</b>     |

In November 2009, the Company entered into an Agreement with the State of Bahia, which ensures the effective implementation of State Decree No. 11,807 of October 27, 2009, which (i) gradually reduced the effective ICMS rate on domestic naphtha acquired in that same state from 17% to 5.5% and, subsequently, to 0% from March 2011; (ii) and allowed for the use of ICMS credits from April 2011 to October 2015 in the amount of R\$ 9,100 until March 2014, with a reduction in the amount until the termination of the agreement.

Consequently, management reclassified the ICMS credits that will be used in 12 months in the amount of R\$ 109,200 from non-current assets to current assets.

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

**9. Judicial Deposits – Non-current Assets**

|                               | <b>March/2011</b> | <b>Parent company<br/>December/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|-------------------------------|-------------------|---|-------------------|---------------------------------------|
| Judicial deposits             |                   |   |                   |                                       |
| Tax contingencies             | 78,195            | 110,757                                 | 78,203            | 110,764                               |
| Labor contingencies and other | 117,714           | 117,131                                 | 140,721           | 139,431                               |
| <b>Total</b>                  | <b>195,909</b>    | <b>227,888</b>                          | <b>218,924</b>    | <b>250,195</b>                        |

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

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****10. Investments****(a) Information on investments**

| (a.1) Investments of the parent company | Interest in total capital (%)<br>March/2011 | Adjusted net profit (loss) for the period |            | Parent company Adjusted equity |               |
|---|---|---|------------|--------------------------------|---------------|
|   |   | March/2011                                | March/2010 | March/2011                     | December/2010 |
| <b>Subsidiaries</b>                     |   |   |            |                                |               |
| Braskem America (i)                     |   |   | (1,498)    |                                | 451,068       |
| Braskem America (ii)                    | 100.00                                      | 15,096                                    |            | 465,342                        |               |
| Braskem Chile                           | 100.00                                      | 955                                       | (463)      | 6,641                          | 5,686         |
| Braskem Distribuidora                   | 100.00                                      | (2,566)                                   | 1,546      | 83,009                         | 85,575        |
| Braskem Europa                          | 100.00                                      | 5,145                                     | 5,700      | 89,758                         | 84,871        |
| Braskem Finance                         | 100.00                                      | (2,603)                                   | (867)      | 28,431                         | 31,034        |
| Braskem Idesa                           | 65.00                                       | (9,277)                                   |            | 43,337                         | 51,654        |
| Braskem Inc.                            | 100.00                                      | 16,150                                    | 6,991      | 190,282                        | 167,949       |
| Braskem Participações                   | 100.00                                      | 603                                       | (1,378)    | 1,581                          | 957           |
| Ideom                                   | 99.90                                       | (3,236)                                   | (1,491)    | (4,153)                        | (917)         |
| IPQ Argentina                           | 96.77                                       | 1,007                                     | 830        | 6,210                          | 5,203         |
| IPQ Chile                               | 99.02                                       | (111)                                     | (18)       | 1,467                          | 1,578         |
| IQAG                                    | 0.12  | 138                                       | 183        | 1,700                          | 1,562         |
| ISATEC                                  | 100.00                                      | (801)                                     | (392)      | (877)                          | (77)          |
| Politeno Empreendimentos                | 100.00                                      | (2)                                       | (24)       | (22)                           | (20)          |
| Quantiq                                 | 100.00                                      | 7,685                                     | 4,918      | 147,090                        | 102,059       |
| Quattor                                 | 96.96                                       | 4,660                                     |            | 2,134,480                      | 2,129,820     |
| Quattor Petroquímica                    | 100.00                                      | 10,734                                    |            | 871,525                        | 860,791       |
| Riopol                                  | 100.00                                      | 42,858                                    |            | 1,729,906                      | 1,687,047     |
| Unipar Comercial (iii)                  |   |   |            |                                | 38,973        |
| <b>Jointly-controlled subsidiary</b>    |   |   |            |                                |               |
| RPR                                     | 33.20                                       | 8,571                                     | 13,565     | 111,671                        | 47,679        |
| <b>Associates</b>                       |   |   |            |                                |               |
| CETREL                                  | 53.26                                       | 10,584                                    | 6,508      | 266,869                        | 254,785       |
| Borealis                                | 20.00                                       |   | 4,838      | 130,940                        | 130,940       |
| CODEVERDE                               | 35.75                                       | (100)                                     | (2)        | 74,755                         | 83,546        |



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|   |       |     |       |       |
|---|-------|-----|-------|-------|
| Sansuy Administração,<br>Participação,<br>Representação e Serviços Ltda | 20.00 | (9) | 1,972 | 1,972 |
|---|-------|-----|-------|-------|

- (i) Subsidiary merged into Braskem PP Americas, Inc. in January 2011 (Note 1 (b.1)).
- (ii) Current name of Braskem PP Americas (Note 1 (b.1)).
- (iii) Subsidiary merged into Quantiq in January 2011 (Note 1 (b.2)).

**Braskem S.A.****Notes to the Quarterly Information**

of March 31, 2011

All amounts in R\$ thousands unless otherwise stated

|  | Interest<br>in total<br>capital (%)<br>March/2011 | Adjusted bet profit (loss)<br>for the period |            | Parent company<br>Adjusted<br>equity |               |
|--|---|--|------------|--------------------------------------|---------------|
|  |   | March/2011                                   | March/2010 | March/2011                           | December/2010 |
| <b>(a.2) Investments of subsidiaries</b> |   |  |            |                                      |               |
| <b>Braskem America</b>                   |   |  |            |                                      |               |
| Braskem PP Americas                      |   |  |            |                                      | 737,914       |
| <b>Braskem Distribuidora</b>             |   |  |            |                                      |               |
| Braskem Importação                       | 100.00  | 4  | 3          | 203                                  | 199           |
| IPQ Argentina                            | 0.06  | 1,007  | 830        | 6,210                                | 5,203         |
| Lantana                                  | 96.35   | (1,765)                                      | 1,873      | 76,645                               | 78,410        |
| <b>Braskem Participações</b>             |   |  |            |                                      |               |
| Ideom                                    | 0.10  | (3,236)                                      | (1,491)    | (4,153)                              | (917)         |
| Braskem Mexico                           | 100.00  | 621  |            | 1,694                                | 1,052         |
| <b>Braskem Inc.</b>                      |   |  |            |                                      |               |
| IPQ Chile                                | 0.98  | (111)  | (18)       | 1,467                                | 1,578         |
| Lantana                                  | 3.65  | (1,765)                                      | 1,873      | 76,645                               | 78,410        |
| <b>Quantiq</b>                           |   |  |            |                                      |               |
| IQAG                                     | 99.88   | 138  | 183        | 1,700                                | 1,562         |
| <b>IPQ Chile</b>                         |   |  |            |                                      |               |
| IPQ Argentina                            | 3.17  | 1,007  | 830        | 6,210                                | 5,203         |
| <b>Braskem Europa</b>                    |   |  |            |                                      |               |
| <b>Jointly-controlled subsidiaries</b>   |   |  |            |                                      |               |
| Propilsur                                | 49.00   |  | (1,336)    | 86,313                               | 86,313        |
| Polimerica                               | 49.00   |  | (940)      | 57,067                               | 57,067        |
| <b>Quattor</b>                           |   |  |            |                                      |               |
| Commom Industries Ltd                    | 100.00  | (110)  |            | 5,602                                | 5,713         |
| Norfolk Trading                          | 100.00  | (691)  |            | 52,301                               | 52,992        |
| <b>Quattor Petroquímica</b>              |   |  |            |                                      |               |
| Quattor                                  | 3.04  | 4,660  |            | 2,134,480                            | 2,129,820     |
| CETREL                                   | 1.26  | 10,584                                       | 6,508      | 266,869                              | 254,785       |

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|  | Interest<br>in total<br>capital (%)<br>March/2011 | Adjusted net profit (loss)<br>for the period |            | Consolidated<br>Adjusted<br>equity |               |
|--|---|--|------------|------------------------------------|---------------|
|  |   | March/2011                                   | March/2010 | March/2011                         | December/2010 |

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**Associates**

|   |       |        |       |         |         |
|---|-------|--------|-------|---------|---------|
| CETREL  | 54.52 | 10,584 | 6,508 | 266,869 | 254,785 |
| Borealis  | 20.00 |        | 4,838 | 130,940 | 130,940 |
| CODEVERDE   | 35.75 | (100)  | (2)   | 74,755  | 83,546  |
| Sansuy Administração,<br>Participação,<br>Representação e Serviços Ltda | 20.00 |        | (9)   | 1,972   | 1,972   |

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****(b) Changes in investments in subsidiaries, jointly-controlled subsidiaries and associates**

|   | Balance in<br>December/2010 | Merger/<br>merger of<br>shares<br>and<br>spin-off | Dividends<br>and<br>interest<br>on<br>capital | Equity<br>adjustment | Fair Value<br>Adjustment<br>amortization | Investment<br>gain<br>(loss) | Provision<br>for losses<br>and other | Carrying<br>value<br>adjustment | Currency<br>translation<br>adjustment | Balance in<br>March/2011 |
|---|-----------------------------|---|---|----------------------|--|------------------------------|--------------------------------------|---------------------------------|---------------------------------------|--------------------------|
| <b>Subsidiaries and jointly-controlled subsidiaries</b> |                             |   |   |                      |  |                              |                                      |                                 |                                       |                          |
| <b>Domestic subsidiaries</b>                            |                             |   |   |                      |  |                              |                                      |                                 |                                       |                          |
| Braskem   |                             |   |   |                      |  |                              |                                      |                                 |                                       | 83,009                   |
| Distribuidora Braskem                                   | 85,575                      |   |   | (2,566)              |  |                              |                                      |                                 |                                       |                          |
| Participações ISATEC                                    | 957                         |   |   | 603                  |  |                              | 21                                   |                                 |                                       | 1,581                    |
| Quattor   | (77)                        |   |   |                      |  |                              | 77                                   |                                 |                                       |                          |
| Quattor   | 100,696                     | 44,230  |   | 7,685                |  |                              |                                      |                                 |                                       | 152,611                  |
| Quattor   | 3,109,681                   |   |   | 4,518                | (22,917)                                 |                              |                                      |                                 |                                       | 3,091,282                |
| Petroquímica  | 860,791                     |   |   | 10,734               | (859)                                    |                              |                                      |                                 |                                       | 870,666                  |
| Riopol  | 1,552,544                   |   |   | 42,858               |  |                              |                                      |                                 |                                       | 1,595,402                |
| RPR   | 13,777                      |   | (2,813)                                       | 3,337                |  |                              |                                      | 22,778                          |                                       | 37,079                   |
| Unipar Comercial  | 44,495                      | (44,230)  |   | (265)                |  |                              |                                      |                                 |                                       |                          |
|   | <b>5,768,439</b>            |   | <b>(2,813)</b>                                | <b>66,904</b>        | <b>(23,776)</b>                          |                              | <b>98</b>                            | <b>22,778</b>                   |                                       | <b>5,831,630</b>         |
| <b>Foreign subsidiaries</b>                             |                             |   |   |                      |  |                              |                                      |                                 |                                       |                          |
| Braskem America   |                             |   |   |                      |  |                              |                                      |                                 |                                       |                          |
| (i) Braskem America                                     | 451,068                     | (451,068)   |   |                      |  |                              |                                      |                                 |                                       |                          |
| (ii) Braskem America                                    |                             | 451,068   |   | 15,096               |  |                              |                                      | 1,793                           | (2,615)                               | 465,342                  |
| Braskem Chile   | 5,686                       |   |   | 955                  |  |                              |                                      |                                 |                                       | 6,641                    |
| Braskem Europa  | 84,871                      |   |   | 5,145                |  |                              |                                      |                                 | (258)                                 | 89,758                   |
| Braskem Idesa   | 33,575                      |   |   | (6,030)              |  |                              |                                      |                                 | 624                                   | 28,169                   |
| Braskem Inc.  | 167,948                     |   |   | 16,150               |  |                              |                                      | 6,184                           |                                       | 190,282                  |

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|                           |                  |                |               |                 |            |               |                |
|---------------------------|------------------|----------------|---------------|-----------------|------------|---------------|----------------|
| Braskem Finance           | 31,034           |                | (2,603)       |                 |            |               | 28,431         |
| IPQ Argentina             | 5,203            |                | 1,007         |                 |            |               | 6,210          |
| IPQ Chile                 | 1,578            |                | (111)         |                 |            |               | 1,467          |
|                           | <b>780,963</b>   |                | <b>29,609</b> |                 |            | <b>7,977</b>  | <b>(2,249)</b> |
| <b>Total subsidiaries</b> | <b>6,549,402</b> | <b>(2,813)</b> | <b>96,513</b> | <b>(23,776)</b> | <b>98</b>  | <b>30,755</b> | <b>(2,249)</b> |
| <b>Associates</b>         |                  |                |               |                 |            |               |                |
| CETREL                    | 131,722          | (25)           | 5,472         | (505)           | 786        |               | 137,450        |
| Borealis                  | 26,188           |                |               |                 |            |               | 26,188         |
| <b>Total associates</b>   | <b>157,910</b>   | <b>(25)</b>    | <b>5,472</b>  | <b>(505)</b>    | <b>786</b> |               | <b>163,638</b> |

(i) Merged into Braskem PP América, INC, in January, 2011. (Note 1(b.1)).

(ii) Current name of Braskem PP Americas Inc. (Note 1(b.1)).

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****(c) Breakdown of equity results**

|   | <b>March/2011</b> | <b>Parent company<br/>March/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>March/2010</b> |
|---|-------------------|--------------------------------------|-------------------|------------------------------------|
| Equity in results of subsidiaries and jointly-controlled subsidiaries | 96,513            | 19,066                               | 1,228             | 3,295                              |
| Equity in results of associates                                       | 5,472             | 6,595                                | 5,601             | 7,117                              |
| Amortization of fair market value adjustments                         | (24,281) (ii)     | (464)                                | (1,364) (i)       | (464)                              |
| Provision for losses on investments                                   | (4,039)           | 314                                  |                   |                                    |
|   | <b>73,665</b>     | <b>25,511</b>                        | <b>5,465</b>      | <b>9,948</b>                       |

(i) Amortization of fair value adjustments of the fixed assets of the subsidiary Quattor Petroquímica and associate Cetrel.

(ii) In the consolidated income statement, the realization of fair value adjustments on assets and liabilities arising from business combinations, amounting to R\$ 22,917, is allocated to the “net sales revenue”, “cost of sales”, “selling and general and administrative expenses” and “other operating expenses (income), net” account.

**11. Property, plant and equipment**

|                            |             | <b>March/2011</b>                                  |            | <b>December/2010</b> |  |            |
|----------------------------|-------------|--|------------|----------------------|--|------------|
|                            | <b>Cost</b> | <b>Accumulated<br/>depreciation/<br/>depletion</b> | <b>Net</b> | <b>Cost</b>          | <b>Accumulated<br/>depreciation/<br/>depletion</b> | <b>Net</b> |
| Land                       | 413,067     |  | 413,067    | 417,475              |  | 417,475    |
| Buildings and improvements | 1,810,342   | (631,071)  | 1,179,271  | 1,806,090            | (614,967)  | 1,191,123  |
|                            | 22,796,094  | (7,032,657)  | 15,763,437 | 22,615,610           | (6,676,242)  | 15,939,368 |

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|  |                   |                    |                   |                   |                    |                   |
|--|-------------------|--------------------|-------------------|-------------------|--------------------|-------------------|
| Machinery, equipment and installations |                   |                    |                   |                   |                    |                   |
| Projects in progress                   | 1,339,276         |                    | 1,339,276         | 1,269,547         |                    | 1,269,547         |
| Other                                  | 1,100,354         | (321,698)          | 778,656           | 1,037,491         | (305,313)          | 732,178           |
| Provision for impairment               | (180,464)         |                    | (180,464)         | (183,419)         |                    | (183,419)         |
| <b>Total Consolidated</b>              | <b>27,278,669</b> | <b>(7,985,426)</b> | <b>19,293,243</b> | <b>26,962,794</b> | <b>(7,596,522)</b> | <b>19,366,272</b> |
| <b>Total Parent Company</b>            | <b>18,243,657</b> | <b>(7,181,646)</b> | <b>11,062,011</b> | <b>18,030,241</b> | <b>(6,930,057)</b> | <b>11,100,184</b> |

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

The projects in progress relate mainly to the implementation projects of an industrial unit, operating improvements to increase the economic useful life of machinery and equipment, including the project for the construction of the new PVC plant in Alagoas, and the construction of the new butadiene plant in Rio Grande do Sul.

**Impairment test for fixed assets**

There were no significant events or circumstances in the quarter ended March 31, 2011 that indicate the need for an impairment test for the fixed assets.

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****12. Intangible assets**

|  | <b>March/2011</b> |                                     |                  | <b>December/2010</b> |                                     |                  |
|--|-------------------|-------------------------------------|------------------|----------------------|-------------------------------------|------------------|
|  | <b>Cost</b>       | <b>Accumulated<br/>amortization</b> | <b>Net</b>       | <b>Cost</b>          | <b>Accumulated<br/>amortization</b> | <b>Net</b>       |
| Goodwill based on future profitability | 3,246,668         | (1,182,961)                         | 2,063,707        | 3,246,668            | (1,182,961)                         | 2,063,707        |
| Trademarks and patents                 | 214,922           | (86,300)                            | 128,622          | 220,343              | (83,132)                            | 137,211          |
| Software and use rights                | 430,412           | (165,342)                           | 265,070          | 425,291              | (152,609)                           | 272,682          |
| Contracts with customers and suppliers | 644,447           | (52,887)                            | 591,560          | 644,447              | (38,865)                            | 605,582          |
| <b>Total Consolidated</b>              | <b>4,536,449</b>  | <b>(1,487,490)</b>                  | <b>3,048,959</b> | <b>4,536,749</b>     | <b>(1,457,567)</b>                  | <b>3,079,182</b> |
| <b>Total Parent Company</b>            | <b>3,690,498</b>  | <b>(1,416,091)</b>                  | <b>2,274,407</b> | <b>3,685,984</b>     | <b>(1,405,873)</b>                  | <b>2,280,111</b> |

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

**Impairment test of goodwill based on future profitability**

In December 2010, the Company tested goodwill for impairment using the value-in-use method and did not identify losses.

The projection of cash flows is for 5 years from December 2010. The assumptions used to determine the amount using the discounted cash flow method include: projections of cash flows based on estimates of business for future cash flows, discounted rates based on the Weighted Average Cost of Capital (WACC) and growth rates to determine the perpetuity based on annual inflation rate according to the Broad Consumer Price Index ("IPCA").



There were no significant events or circumstances in the quarter ended March 31, 2010 that indicate the need for an impairment test for the intangible assets.

### 13. Other payables

|                               | March/2011     | Parent company<br>December/2010 | March/2011     | Consolidated<br>December/2010 |
|-------------------------------|----------------|---------------------------------|----------------|-------------------------------|
| Credit notes                  | 195            | 828                             | 7,332          | 6,365                         |
| Commissions / customers bonus | 8,717          | 1,026                           | 9,323          | 4,823                         |
| Lease agreements              | 9,739          | 13,187                          | 23,412         | 27,693                        |
| Trade notes                   | 231,246        | 226,894                         | 233,644        | 230,085                       |
| Labor agreements              | 39,107         | 72,437                          | 46,032         | 83,875                        |
| Other payables                | 13,115         | 49,130                          | 81,375         | 133,085                       |
| <b>Total</b>                  | <b>302,119</b> | <b>363,502</b>                  | <b>401,118</b> | <b>485,926</b>                |
| Current liabilities           | 60,923         | 125,935                         | 139,936        | 233,322                       |
| Non-current liabilities       | 241,196        | 237,567                         | 261,182        | 252,604                       |
| <b>Total</b>                  | <b>302,119</b> | <b>363,502</b>                  | <b>401,118</b> | <b>485,926</b>                |

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

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****14. Borrowings**

|                                |  | Annual financial charges<br>Average interest<br>rates<br>(unless otherwise<br>stated) | March/2011 | Consolidated<br>December/2010 |
|--------------------------------|--|---|------------|-------------------------------|
|                                | <b>Monetary adjustment</b>                   |   |            |                               |
| <b><u>Foreign currency</u></b> |  |   |            |                               |
| Eurobonds                      | Note 14 (a)                                  | Note 14 (a)   | 3,872,218  | 3,927,712                     |
| Export prepayments             | Note 14 (b)                                  | Note 14( b)   | 2,544,936  | 2,287,738                     |
|                                | US dollar exchange                           |   |            |                               |
| Medium-Term Notes              | variation                                    | 11.75%  | 416,212    | 438,031                       |
|                                | US dollar exchange                           |   |            |                               |
| Raw material financing         | variation                                    | 2.78%   | 14,865     | 15,142                        |
| Financing for the              | US dollar exchange                           |   |            |                               |
| acquisition of investments     | variation                                    | 4.45%   | 344,419    | 352,480                       |
|                                | Post-fixed monetary<br>adjustment (UMBNDDES) |   |            |                               |
| BNDDES                         | (i)  | 6.48%   | 9,149      | 11,383                        |
|                                | US dollar exchange                           |   |            |                               |
|                                | variation                                    | 6.36%   | 293,293    | 296,318                       |
|                                | US dollar exchange                           |   |            |                               |
| Working capital                | variation                                    | 7.67%   | 629,017    | 658,942                       |
|                                | Post-fixed monetary<br>adjustment            | 101.25% a 105.5%<br>do CDI<br>0.95% acima da  | 6,568      | 1,301                         |
| Project financing (NEXI)       | Yen exchange variation                       | TIBOR   | 54,353     | 66,602                        |
| Transaction costs, net         |  |   | (47,731)   | (29,195)                      |
| <b><u>Local currency</u></b>   |  |   |            |                               |
|                                | Post-fixed monetary<br>adjustment            | 99% a 108% do<br>CDI  | 608,924    | 867,570                       |
| Working capital                |  | 12.14%  | 273,770    | 266,145                       |
| FINAME                         | TJLP   | 1.35%   | 8,821      | 9,842                         |
|                                |  | 5.00%   | 1,704      | 1,024                         |
| BNDDES                         | TJLP   | 3.03%   | 2,370,235  | 2,419,712                     |
|                                |  | 4.50%   | 17,424     |                               |
| BNDDES EXIM                    |  | 7.00%   | 150,452    | 150,452                       |

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|                         |                     |       |                   |                   |
|-------------------------|---------------------|-------|-------------------|-------------------|
| BNB                     |                     | 8.50% | 186,510           | 213,686           |
|                         | Post-fixed monetary |       |                   |                   |
| FINEP                   | adjustment (TJLP)   | 0.01% | 55,172            | 61,975            |
|                         |                     | 4.50% | 10,020            | 10,004            |
| FUNDES                  |                     | 6.00% | 196,392           | 187,419           |
| Transaction costs, net  |                     |       | (1,966)           | (3,538)           |
| <b>Total</b>            |                     |       | <b>12,014,757</b> | <b>12,210,745</b> |
| Current liabilities     |                     |       | 1,125,269         | 1,206,444         |
| Non-current liabilities |                     |       | 10,889,488        | 11,004,301        |
| <b>Total</b>            |                     |       | <b>12,014,757</b> | <b>12,210,745</b> |

(i) UMBNDES = Monetary unit of BNDES.

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****(a) Eurobonds**

The breakdown of Eurobond transactions is shown below:

| <b>Issue date</b> | <b>Issue amount</b>  |                  | <b>Interest (% per year)</b> | <b>Consolidated</b> |                      |
|-------------------|----------------------|------------------|------------------------------|---------------------|----------------------|
|                   | <b>US\$ thousand</b> | <b>Maturity</b>  |                              | <b>March/2011</b>   | <b>December/2010</b> |
| Jul-97            | 250,000              | Jun-15           | 9.38                         | 251,918             | 251,861              |
| Apr-06            | 200,000              | no maturity date | 9.00                         | 331,510             | 339,143              |
| Sep-06            | 275,000              | Jan-17           | 8.00                         | 454,263             | 473,886              |
| Jun-08            | 500,000              | Jun-18           | 7.25                         | 833,210             | 837,294              |
| May-10            | 400,000              | May-20           | 7.00                         | 669,595             | 673,348              |
| May-10            | 350,000              | May-20           | 7.00                         | 585,895             | 589,180              |
| Oct-10            | 450,000              | no maturity date | 7.38                         | 745,827             | 763,000              |
| <b>Total</b>      | <b>2,425,000</b>     |                  |                              | <b>3,872,218</b>    | <b>3,927,712</b>     |

**(b) Export prepayments (“EPP”)**

The breakdown of the transactions is shown below:

| <b>Issue date</b> | <b>Initial amount of the transaction (US\$)</b> | <b>Settlement</b> | <b>Charges (% per year)<br/>Var cambial US\$ + Libor semestral</b> | <b>Consolidated</b> |                      |
|-------------------|---|-------------------|--|---------------------|----------------------|
|                   |   |                   |  | <b>March/2011</b>   | <b>December/2010</b> |
| Dec-05            | 55,000  | Dec-12            | + 1.60   | 39,205              | 45,837               |
| Jul-06            | 95,000  | Jun-13            | Var cambial US\$ + 2.67  | 45,171              | 51,166               |
| Jul-06            | 75,000  | Jul-14            | Var cambial US\$ + 2.73  | 81,442              | 89,561               |

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|              |                  |        |   |                  |                  |
|--------------|------------------|--------|---|------------------|------------------|
| Mar-07       | 35,000           | Mar-14 | Var cambial US\$ + 4.10                                       | 48,864           | 58,630           |
| Apr-07       | 150,000          | Apr-14 | Var cambial US\$ + 3.40                                       | 245,786          | 250,662          |
| Nov-07       | 150,000          | Nov-13 | Var cambial US\$ + 3.53                                       | 245,842          | 250,410          |
| Oct-08       | 725,000          | Oct-13 | Var cambial US\$ + 5.64<br>Var cambial US\$ + Libor semestral | 658,231          | 670,378          |
| Aug-09       | 20,000           | Jul-11 | + 5.00  | 33,224           | 34,482           |
| Mar-10       | 100,000          | Mar-15 | Var cambial US\$ + 4.67<br>Var cambial US\$ + Libor semestral | 163,506          | 168,752          |
| May-10       | 150,000          | May-15 | + 2.40<br>Var cambial US\$ + Libor semestral                  | 246,670          | 250,631          |
| Jun-10       | 150,000          | Jun-16 | + 2.60<br>Var cambial US\$ + Libor semestral                  | 246,609          | 250,419          |
| Dec-10       | 100,000          | Dec-17 | + 2.47<br>Var cambial US\$ + Libor semestral                  | 164,248          | 166,810          |
| Mar-11       | 200,000          | Feb-21 | + 1.20  | 326,138          |                  |
| <b>Total</b> | <b>2,005,000</b> |        |   | <b>2,544,936</b> | <b>2,287,738</b> |

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****(c) Payment schedule**

Te long-term amounts mature as follows:

|              | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|--------------|-------------------|---------------------------------------|
| 2012         | 934,188           | 1,238,243                             |
| 2013         | 1,830,538         | 1,814,902                             |
| 2014         | 1,876,994         | 1,691,089                             |
| 2015         | 1,048,913         | 1,069,774                             |
| 2016         | 657,401           | 671,495                               |
| 2017         | 648,000           | 683,258                               |
| 2018         | 1,098,488         | 1,082,112                             |
| 2019         | 197,367           | 159,965                               |
| 2020         | 1,646,912         | 1,510,429                             |
| 2021 onwards | 950,687           | 1,083,034                             |
| <b>Total</b> | <b>10,889,488</b> | <b>11,004,301</b>                     |

**(d) Capitalized financial charges**

The Company and its subsidiaries capitalized financial charges in the period ended March 31, 2011 in the amount of R\$ 5,056, including foreign exchange and monetary variation. The average rate of these charges in the period was 7.28% per year.

**(e) Covenants**

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

The first indicator establishes a limit for the indebtedness of the Company and its subsidiaries based on their EBITDA (earnings before interest, taxes, depreciation and amortization) generating capacity.

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

On March 31, 2011, all commitments assumed were complied with.

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

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****15. Debentures**

| Issue           | Unit      | Maturity  | Remuneration  | Payment of remuneration           | Consolidated   |                |
|-----------------|-----------|-----------|---------------|-----------------------------------|----------------|----------------|
|                 | amount    |           |               |                                   | March/2011     | December/2010  |
| 14 <sup>a</sup> | R\$ 10    | Sept 2011 | 103.5% of CDI | Semiannually, as from March 2007  | 504,756        | 517,741        |
| 1 <sup>a</sup>  | R\$ 1,000 | Nov 2014  | 118.0% of CDI | Quarterly, as from March 2013 (i) | 17,317         |                |
|                 |           |           |               |                                   | <b>522,073</b> | <b>517,741</b> |

(i) Refers to the 1st issue of debentures of the jointly-controlled subsidiary RPR presented in non-current liabilities.

This table was presented in the Company's 2010 annual financial statements, in Note 18.



**Braskem S.A.**

**Notes to the Quarterly Information**

**of March 31, 2011**

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

**16. Financial instruments**

**16.1. Risk management**

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

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

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

**16.2. Non-derivative financial instruments**

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

| Classification by category | Hierarchy  | Carrying amount |             | Fair value |               |
|----------------------------|------------|-----------------|-------------|------------|---------------|
|                            | Fair value | March/2011      | December/20 | March/2011 | December/2010 |

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**Cash and cash equivalents**

|                                 |                       |         |                  |                  |                  |                  |
|---------------------------------|-----------------------|---------|------------------|------------------|------------------|------------------|
| Cash and banks                  | Loans and receivables |         | 367,943          | 252,925          | 367,943          | 252,925          |
| Financial investments in Brazil | Held for trading      | Level 2 | 859,757          | 2,208,475        | 859,757          | 2,208,475        |
| Financial investments in Brazil | Loans and receivables |         | 953,628          |                  | 953,628          |                  |
| Financial investments abroad    | Held for trading      | Level 2 | 207,965          | 162,870          | 207,965          | 162,870          |
|                                 |                       |         | <b>2,389,293</b> | <b>2,624,270</b> | <b>2,389,293</b> | <b>2,624,270</b> |

**Financial investments**

|                       |                       |         |                |                |                |                |
|-----------------------|-----------------------|---------|----------------|----------------|----------------|----------------|
| Held for trading      | Held for trading      | Level 1 | 3,023          | 84             | 3,023          | 84             |
| Held for trading      | Held for trading      | Level 2 | 251,244        | 236,235        | 251,244        | 236,235        |
| Loans and receivables | Loans and receivables |         | 216,813        |                | 216,813        |                |
| Held-to-maturity      | Held-to-maturity      |         | 29,886         | 28,706         | 29,886         | 28,706         |
|                       |                       |         | <b>500,966</b> | <b>265,025</b> | <b>500,966</b> | <b>265,025</b> |

**Trade accounts receivable**

|                       |  |  |                  |                  |                  |                  |
|-----------------------|--|--|------------------|------------------|------------------|------------------|
| Loans and receivables |  |  | <b>1,934,409</b> | <b>1,956,951</b> | <b>1,934,409</b> | <b>1,956,951</b> |
|-----------------------|--|--|------------------|------------------|------------------|------------------|

**Related parties (Note 7)**

|             |                       |  |        |        |        |        |
|-------------|-----------------------|--|--------|--------|--------|--------|
| Assets      | Loans and receivables |  | 54,801 | 53,742 | 54,801 | 53,742 |
| Liabilities | Loans and receivables |  | 29,538 | 31,386 | 29,538 | 31,386 |

**Trade payables**

|                             |  |  |                  |                  |                  |                  |
|-----------------------------|--|--|------------------|------------------|------------------|------------------|
| Other financial liabilities |  |  | <b>5,214,749</b> | <b>5,201,162</b> | <b>5,214,749</b> | <b>5,201,162</b> |
|-----------------------------|--|--|------------------|------------------|------------------|------------------|

**Borrowings (Note 14)**

|                  |                             |  |                   |                   |                   |                   |
|------------------|-----------------------------|--|-------------------|-------------------|-------------------|-------------------|
| Foreign Currency | Other financial liabilities |  | 8,185,030         | 8,055,649         | 8,566,785         | 8,127,648         |
| Local currency   | Other financial liabilities |  | 3,879,424         | 4,187,829         | 3,879,424         | 4,187,829         |
|                  |                             |  | <b>12,064,454</b> | <b>12,243,478</b> | <b>12,446,209</b> | <b>12,315,477</b> |

**Debentures (Note 15)**

|                             |  |  |                |                |                |                |
|-----------------------------|--|--|----------------|----------------|----------------|----------------|
| Other financial liabilities |  |  | <b>522,073</b> | <b>517,741</b> | <b>504,067</b> | <b>516,562</b> |
|-----------------------------|--|--|----------------|----------------|----------------|----------------|

**Braskem S.A.**

**Notes to the Quarterly Information**

**of March 31, 2011**

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

**(a) Fair value hierarchy**

We present below the classifications of fair value hierarchies:

Level 1 – Public sources, when the instrument is traded at a stock exchange;

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

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (that is, unobservable inputs).

**(b) Credit risk**

The maximum exposure to credit risks of non-derivative assets on the reporting date is their carrying amounts less any impairment loss. On March 31, 2011, the balance of trade accounts receivable is net of the allowance for doubtful accounts and amounts to R\$ 274,226 (December 2010 – R\$ 269,159).

**(c) Liquidity risk**

The analysis of the main financial liabilities of the Company by maturity is presented in Note 14 (c).



**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****16.3. Derivative financial instruments**

The table below shows the transactions with derivative financial instruments of Braskem and its subsidiaries as of March 31, 2011 and December 31, 2010. The "Loss (gain)" column shows the effect recognized in financial income or expenses associated with the settlements and to the change in the fair value of derivatives in the period ended March 31, 2011.

| Identification                               |      | Note            | Nominal<br>value                  | December/2010           | Loss<br>(gain)            | Changes<br>in<br>fair value<br>(Note<br>16.3.2) | March/2011              |
|--|------|-----------------|-----------------------------------|-------------------------|---------------------------|---|-------------------------|
| <b><u>Derivative transaction</u></b>         |      |                 |                                   |                         |                           |   |                         |
| <i>Yen-CDI Swap</i>                          | (*)  | 16.3.1 (a)      | R\$ 279,495<br><b>R\$ 279,495</b> | 13,700<br><b>13,700</b> | (4,548)<br><b>(4,548)</b> | 2,062<br><b>2,062</b>                           | 11,214<br><b>11,214</b> |
| Current liabilities (hedge transactions)     |      |                 |                                   | 13,700<br><b>13,700</b> |                           |   | 11,214<br><b>11,214</b> |
| <b><u>Hedge accounting transactions</u></b>  |      |                 |                                   |                         |                           |   |                         |
| <b><u>Braskem Inc.</u></b>                   |      |                 |                                   |                         |                           |   |                         |
| <i>Interest rate swap (Fixed-Libor)</i>      | (**) | Note 16.3.1 (b) | US\$ 400,000<br>thousand          | 42,890                  |                           | (1,332)   | 41,558                  |
| <b><u>Braskem</u></b>                        |      |                 |                                   |                         |                           |   |                         |
| <i>Interest rate swap (Fixed-Libor)</i>      | (**) | Note 16.3.1 (b) | US\$ 526,146<br>thousand          | 25,988                  | (2,563)                   | (1,295)   | 22,130                  |
| <b><u>Braskem</u></b>                        |      |                 |                                   |                         |                           |   |                         |
| <i>Interest rate swap (Fixed rate-CDI %)</i> | (**) | Note 16.3.1 (c) | US\$ 42,612 mil                   | 456                     |                           | 224   | 680                     |
| <b><u>Braskem America</u></b>                |      |                 |                                   |                         |                           |   |                         |
| <i>Interest rate swap (Fixed-Libor)</i>      | (**) | Note 16.3.1 (b) | US\$ 210,000<br>thousand          | 1,523                   | (1,099)                   | (518)   | (94)                    |

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|   |       |                    |                                    |               |                |                |               |
|---|-------|--------------------|------------------------------------|---------------|----------------|----------------|---------------|
| <i>Sale swap</i>                                | (***) | Note<br>16.3.1 (d) | US\$ 5,732<br>thousand             | (1,300)       |                | 596            | (704)         |
|   |       |                    | <b>US\$ 1,184,490<br/>thousand</b> | <b>69,557</b> | <b>(3,662)</b> | <b>(2,325)</b> | <b>63,570</b> |
| Current assets (other<br>receivables)           |       |                    |                                    | (1,300)       |                |                | (704)         |
| Non-current assets (other<br>receivables)       |       |                    |                                    |               |                |                | (3,419)       |
| Current liabilities (hedge<br>transactions)     |       |                    |                                    | 36,424        |                |                | 37,288        |
| Non-current liabilities<br>(hedge transactions) |       |                    |                                    | 34,433        |                |                | 30,405        |
|   |       |                    |                                    | <b>69,557</b> |                |                | <b>63,570</b> |

(\*) Foreign exchange hedge of the NEXI financing

(\*\*) Interest rate swap designated for hedge accounting.

(\*\*\*) Sale price swap designated for hedge accounting.

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****16.3.1. Derivatives outstanding at March 31, 2011**

The Company and its subsidiaries held the following derivative financial instruments:

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

| <b>Identification</b>                           | <b>Nominal<br/>value<br/>US\$<br/>thousand</b> | <b>Interest rate</b> | <b>Maturity</b> | <b>Fair value</b> |                      |
|---|--|----------------------|-----------------|-------------------|----------------------|
|   |  |                      |                 | <b>March/2011</b> | <b>December/2010</b> |
| <i>Swap</i> NEXI I                              | 28,987   | 104.29%CDI           | Jun/2012        | 1,092             | 1,051                |
| <i>Swap</i> NEXI II                             | 136,495  | 101.85%CDI           | Mar/2012        | 6,250             | 9,283                |
| <i>Swap</i> NEXI III                            | 86,110   | 103.98%CDI           | Jun/2012        | 3,229             | 3,089                |
| <i>Swap</i> NEXI IV                             | 27,903   | 103.98%CDI           | Jun/2012        | 643               | 277                  |
| <b>Total</b>                                    | <b>279,495</b>                                 |                      |                 | <b>11,214</b>     | <b>13,700</b>        |
| Non-current liabilities<br>(hedge transactions) |  |                      |                 | <b>11,214</b>     | <b>13,700</b>        |

The regular changes in the fair value of swaps are recorded as finance income or cost in the same period in which they occur. The Company recognized finance costs of R\$ 2,062 related to the variation in the fair value of these swaps between December 31, 2010 and March 31, 2011.

**(b) Export prepayment and foreign loan related interest rate swaps**

## • Braskem Inc.

| <b>Identification</b>                        | <b>Nominal<br/>value<br/>US\$ thousand</b> | <b>Interest rate</b> | <b>Maturity</b> | <b>Fair value</b> |                      |
|--|--|----------------------|-----------------|-------------------|----------------------|
|  |  |                      |                 | <b>March/2011</b> | <b>December/2010</b> |
| Swap EPP V                                   | 50,000                                     | 3.3050               | Oct/2013        | 4,788             | 4,945                |
| Swap EPP VI                                  | 100,000                                    | 3.5800               | Oct/2013        | 10,723            | 11,064               |
| Swap EPP VII                                 | 50,000                                     | 3.3150               | Oct/2013        | 4,808             | 4,966                |
| Swap EPP VIII                                | 100,000                                    | 3.5250               | Oct/2013        | 10,495            | 10,830               |
| Swap EPP IX                                  | 100,000                                    | 3.5850               | Oct/2013        | 10,744            | 11,085               |
| <b>Total</b>                                 | <b>400,000</b>                             |                      |                 | <b>41,558</b>     | <b>42,890</b>        |
| Current liabilities (hedge transactions)     |  |                      |                 | 19,890            | 19,270               |
| Non-current liabilities (hedge transactions) |  |                      |                 | 21,668            | 23,620               |
| <b>Total</b>                                 |  |                      |                 | <b>41,558</b>     | <b>42,890</b>        |



**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated**

## • Braskem

| <b>Identification</b>                        | <b>Nominal value</b><br><b>US\$ thousand</b> | <b>Interest rate</b> | <b>Maturity</b> | <b>Fair value</b> |                      |
|--|--|----------------------|-----------------|-------------------|----------------------|
|  |  |                      |                 | <b>March/2011</b> | <b>December/2010</b> |
| <i>Swap</i> EPP X                            | 35,000                                       | 2.5040               | Mar/2014        | 1,150             | 1,786                |
| <i>Swap</i> EPP XI                           | 57,500                                       | 1.9500               | Jul/2014        | 1,046             | 1,455                |
| <i>Swap</i> EPP XII                          | 100,000                                      | 2.1200               | Nov/2013        | 3,904             | 4,061                |
| <i>Swap</i> EPP XIII                         | 50,000                                       | 2.1500               | Nov/2013        | 2,002             | 2,082                |
| <i>Swap</i> EPP XIV                          | 50,000                                       | 2.6400               | Apr/2014        | 3,547             | 3,734                |
| <i>Swap</i> EPP XV                           | 100,000                                      | 2.6200               | Apr/2014        | 7,021             | 7,392                |
| <i>Swap</i> EPP XVI                          | 33,646                                       | 1.6700               | Jun/2013        | 449               | 606                  |
| <i>Swap</i> EPP XVII                         | 75,000                                       | 2.1975               | Mar/2015        | 2,283             | 3,684                |
| <i>Swap</i> EPP XIX                          | 25,000                                       | 2.1700               | Mar/2015        | 728               | 1,188                |
| <b>Total</b>                                 | <b>526,146</b>                               |                      |                 | <b>22,130</b>     | <b>25,988</b>        |
| Current liabilities (hedge transactions)     |  |                      |                 | 14,073            | 13,918               |
| Non-current liabilities (hedge transactions) |  |                      |                 | 8,057             | 12,070               |
| <b>Total</b>                                 |  |                      |                 | <b>22,130</b>     | <b>25,988</b>        |

## • Braskem America

| <b>Identification</b>         | <b>Nominal value</b><br><b>US\$ thousand</b> | <b>Interest rate</b> | <b>Maturity</b> | <b>Fair value</b> |                      |
|-------------------------------|--|----------------------|-----------------|-------------------|----------------------|
|                               |  |                      |                 | <b>March/2011</b> | <b>December/2010</b> |
| <i>Swap</i> Empréstimos XXI   | 70,000                                       | 0.8275               | Apr/2015        | (2,536)           | (2,262)              |
| <i>Swap</i> Empréstimos XXII  | 70,000                                       | 1.8500               | Apr/2015        | 1,217             | 1,887                |
| <i>Swap</i> Empréstimos XXIII | 70,000                                       | 1.8475               | Apr/2015        | 1,225             | 1,898                |
| <b>Total</b>                  | <b>210,000</b>                               |                      |                 | <b>(94)</b>       | <b>1,523</b>         |

|   |             |              |
|---|-------------|--------------|
| Current liabilities (hedge transactions)            | 3,325       | 3,236        |
| Non-current liabilities (other accounts receivable) | (3,419)     | (1,713)      |
| <b>Total</b>  | <b>(94)</b> | <b>1,523</b> |

The "Interest Rate" column shows the contractual fixed rate that the Company pays in exchange for receiving Libor.

(c) **Loan related interest rate swaps**

- Braskem

| Identification                               | Nominal value<br>US\$<br>thousand | Interest rate  | Maturity | Fair value |            |
|--|-----------------------------------|----------------|----------|------------|------------|
|  |                                   |                |          | March/2011 | March/2011 |
| <i>Swap</i> NCA I                            | 42,612                            | 100.70%<br>CDI | Sep/2012 | 680        | 456        |
| <b>Total</b>                                 | <b>42,612</b>                     |                |          | <b>680</b> | <b>456</b> |
| Non-current liabilities (hedge transactions) |                                   |                |          | <b>680</b> | <b>456</b> |

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****(d) Sale price swaps**

- Braskem America:

| <b>Identification</b>                         | <b>Nominal<br/>value<br/>US\$<br/>thousand</b> | <b>Interest rate</b> | <b>Maturity</b> | <b>Fair value</b> |                      |
|---|--|----------------------|-----------------|-------------------|----------------------|
|   |  |                      |                 | <b>March/2011</b> | <b>December/2010</b> |
| <i>Sale price swap</i>                        | 5,732  | 147.800%             | Dec/2011        | (704)             | (1,300)              |
| <b>Total</b>                                  | <b>5,732</b>                                   |                      |                 | <b>(704)</b>      | <b>(1,300)</b>       |
| Current assets (other<br>accounts receivable) |  |                      |                 | <b>(704)</b>      | <b>(1,300)</b>       |

**16.3.2. Hedge operations presented in “other comprehensive income”**

The Company designated certain derivatives as cash flow hedge, resulting in closing balances in other comprehensive income. The appropriations of interest are allocated to interest expenses in the finance costs group. The summary of changes in the account is as follows:

|  | <b>December/2010</b> | <b>Appropriation<br/>of accrued<br/>interest</b> | <b>Changes<br/>in effective<br/>portion<br/>of hedges</b> | <b>March/2011</b> |
|--|----------------------|--|---|-------------------|
| <i>Swaps EPP Braskem Inc.</i>            | (39,315)             | 4,853  | 1,332   | (33,130)          |
| <i>Swaps EPP Braskem</i>                 | (23,013)             | 3,489  | 1,295   | (18,229)          |
| <i>Swaps Empréstimos Braskem</i>         | (456)                |  | (224)   | (680)             |
| <i>Swaps Empréstimos Braskem America</i> | 212                  | 1,870  | 518   | 2,600             |
| <i>Swaps Vendas Braskem America</i>      | 1,300                |  | (596)   | 704               |

(61,272)

10,212

2,325

(48,735)

On March 31, 2011, the changes in the fair values of derivatives designated as “cash flow hedges” amounted to R\$ 12,537, gross of income tax and social contribution, amounting to R\$ 1,551.

**Braskem S.A.**

**Notes to the Quarterly Information**

**of March 31, 2011**

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

**16.4. Credit quality of financial assets**

**(a) Trade accounts receivable**

Only a few of the Company's customers have risk ratings assigned by credit rating agencies. For this reason, the Company developed its own credit rating system based on the distribution of the portfolio of accounts receivable from domestic customers on each base date. The Company does not apply this rating to all of its foreign customers because most accounts receivable from them are covered by an insurance policy or letters of credit issued by banks. As of March 31, 2011, the credit ratings are as follows:

|                      | <b>Percentage</b> |
|----------------------|-------------------|
| 1 Minimum risk       | 25,18             |
| 2 Low risk           | 29,66             |
| 3 Moderate risk      | 34,56             |
| 4 High risk          | 1,02              |
| 5 Very high risk (i) | 9,58              |

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

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****(b) Other financial assets**

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

|  | March/2011       | December/2010    |
|--|------------------|------------------|
| <b>Cash and cash equivalents and financial investment</b>  |                  |                  |
| AAA  | 2,171,531        | 2,136,193        |
| AA+  | 454,046          | 445,867          |
| AA   | 17,920           | 43,154           |
| AA-  | 45,155           | 37,397           |
| A+   | 63,046           | 78,920           |
| A-   | 29,756           | 37,176           |
| BBB+   | 19,203           | 18,684           |
| BB+  | 18,986           | 18,878           |
| B+   | 3,305            | 3,378            |
| Other financial assets with no risk assessment             | 11,481           | 8,830            |
|  | <b>2,834,429</b> | <b>2,828,477</b> |
| <b>Held-to-maturity</b>                                    |                  |                  |
| Quotas of investment funds in credit rights (i)            | 21,394           | 28,706           |
| Restricted deposits (ii)                                   | 8,492            |                  |
|  | 29,886           | 28,706           |
| <b>Other investments (offshore funds)</b>                  |                  |                  |
| Sundry funds (i)   | 25,944           | 32,112           |
|  | 25,944           | 32,112           |
| <b>Total</b>   | <b>2,890,259</b> | <b>2,889,295</b> |
| (i) Financial assets with no internal or external ratings. |                  |                  |
| (ii) Risk-free financial assets.                           |                  |                  |



**Braskem S.A.**

**Notes to the Quarterly Information**

**of March 31, 2011**

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

**16.5. Sensitivity analysis**

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

**(a) Selection of risks**

The Company selected the three market risks that may most affect the value of the financial instruments it holds, namely: a) Brazilian real-U.S. dollar exchange rate; (b) Brazilian real-yen exchange rate; (c) Libor floating interest rate.

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

**(b) Selection of scenarios**

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



The FOCUS survey published by the Central Bank of Brazil on March 25, 2011 was considered for the probable scenario. For the interest rate variables not considered in the FOCUS survey, the probable scenario considered was the Interbank Deposit Certificate (CDI) percentage variation. For the exchange rate variables not included in the FOCUS survey, the probable scenario considered was the U.S. dollar-real percentage variation.

For the Brazilian real-U.S. dollar exchange rate, an increase of 25% was considered for the possible adverse scenario and of 50% for the extreme scenario based on the closing exchange rate for the period ended March 31, 2011.

For the Brazilian real-yen exchange rate, an increase of 25% was considered for the possible adverse scenario and of 50% for the extreme scenario based on the closing exchange rate for the period ended March 31, 2011.

For the Libor interest rate, a decrease of 25% was considered for the possible adverse scenario and of 50% for the extreme scenario based on the Libor rate at the end of the period ended March 31, 2011.

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

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****(c) Sensitivity to the Brazilian real-U.S. dollar exchange rate**

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

| <b>Instrument</b>                             | <b>Probable</b> | <b>Possible adverse<br/>(25% )</b> | <b>Extreme adverse<br/>(50% )</b> |
|---|-----------------|------------------------------------|-----------------------------------|
| BNDES   | (7,437)         | (73,323)                           | (146,646)                         |
| Eurobonds                                     | (98,190)        | (968,055)                          | (1,936,109)                       |
| Working capital/structured operations         | (15,950)        | (157,254)                          | (314,509)                         |
| Raw material financing                        | (377)           | (3,716)                            | (7,432)                           |
| Financing of fixed assets                     | (8,734)         | (86,105)                           | (172,210)                         |
| <i>Medium-Term Notes</i>                      | (10,554)        | (104,053)                          | (208,106)                         |
| Export prepayments                            | (20,516)        | (202,270)                          | (404,541)                         |
| Financial investments abroad                  | 5,274           | 51,991                             | 103,983                           |
| Export prepayment debt, plus hedge, of which: |                 |                                    |                                   |
| Export prepayment debt                        | (44,017)        | (433,964)                          | (867,927)                         |
| Export prepayment swap                        | (1,612)         | (15,893)                           | (31,785)                          |

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

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

| <b>Instrument</b>                             | <b>Probable</b> | <b>Possible adverse<br/>(25% )</b> | <b>Extreme adverse<br/>(50% )</b> |
|---|-----------------|------------------------------------|-----------------------------------|
| Project finance (NEXI), plus swaps, of which: |                 |                                    |                                   |
| Debt (NEXI)                                   | (1,619)         | (15,965)                           | (31,931)                          |
| <i>Swaps (NEXI)</i>                           | 1,368           | 13,484                             | 26,968                            |

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

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

| <b>Instrument</b>                             | <b>Probable</b> | <b>Possible adverse<br/>(25% )</b> | <b>Extreme adverse<br/>(50% )</b> |
|---|-----------------|------------------------------------|-----------------------------------|
| Working capital/Structured operations         | (473)           | (14,865)                           | (28,856)                          |
| Raw material financing                        | (6)             | (177)                              | (350)                             |
| Export prepayments                            | (786)           | (24,224)                           | (46,134)                          |
| Export prepayment debt, plus hedge, of which: |                 |                                    |                                   |
| Export prepayment debt                        | (1,322)         | (41,853)                           | (81,792)                          |
| Export prepayment swap                        | 1,303           | 41,266                             | 80,669                            |

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated**

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

**17. Taxes payable**

|  | <b>March/2011</b> | <b>Parent company<br/>December/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|--|-------------------|---|-------------------|---------------------------------------|
| <b>Current</b>                                   |                   |   |                   |                                       |
| IPI  | 31,103            | 28,413                                  | 54,756            | 49,721                                |
| PIS e COFINS                                     |                   | 15,606                                  | 5,126             | 27,785                                |
| Income tax and social contribution               | 33,378            | 19,410                                  | 73,757            | 31,055                                |
| ICMS   | 37,336            | 38,482                                  | 120,043           | 122,445                               |
| Tax debt refinancing program – Law No. 11,941/09 | 99,809            | 97,277                                  | 106,630           | 104,100                               |
| Other  | 22,634            | 36,151                                  | 36,453            | 54,956                                |
| <b>Total</b>                                     | <b>224,260</b>    | <b>235,339</b>                          | <b>396,765</b>    | <b>390,062</b>                        |
| <b>Non-current</b>                               |                   | -                                       |                   | -                                     |
| ICMS   | 1,704             | 1,704                                   | 48,262            | 48,863                                |
| Education, SAT and INSS                          | 14,080            | 40,085                                  | 14,080            | 40,085                                |
| Tax debt refinancing program – Law No. 11,941/09 | 1,381,358         | 1,351,622                               | 1,461,095         | 1,431,358                             |
| Other  | 49,549            | 56,293                                  | 56,517            | 63,263                                |
| <b>Total</b>                                     | <b>1,446,691</b>  | <b>1,449,704</b>                        | <b>1,579,954</b>  | <b>1,583,569</b>                      |

This table was presented in the Company's 2010 annual financial statements, in Note 20.



**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****18. Income tax and social contribution****(a) Reconciliation of the effects of income tax and social contribution on the Company's profit (loss)**

|  | March/2011       | Parent company<br>March/2010 | March/2011       | Consolidated<br>March/2010 |
|--|------------------|------------------------------|------------------|----------------------------|
| <b>Profit before income tax, social contribution and non-controlling interests in subsidiaries</b> | <b>415,411</b>   | <b>35,290</b>                | <b>448,915</b>   | <b>40,437</b>              |
| Income tax and social contribution expenses at the rate of 34%                                     | (141,240)        | (11,998)                     | (152,631)        | (13,749)                   |
| Income tax and social contribution on equity in results of investees                               | 26,883           | (13,057)                     | (5,639)          | (12,381)                   |
| Effects of taxes paid in installments  |                  | 22,273                       |                  | 22,273                     |
| Tax incentives (Sudene and PAT)  | 7,038            |                              | 7,370            | 34                         |
| Permanent differences  | 134              | (9,596)                      | 6,964            | (13,702)                   |
| <b>Effect of income tax and social contribution on profit (loss)</b>                               | <b>(107,185)</b> | <b>(12,378)</b>              | <b>(143,936)</b> | <b>(17,525)</b>            |
| <b><u>Breakdown of income tax and social contribution:</u></b>                                     |                  |                              |                  |                            |
| Current income tax and social contribution   | (28,873)         | (415)                        | (76,073)         | (4,915)                    |
| SUDENE and PAT   | 7,038            |                              | 7,370            |                            |
| <b>Current income tax and social contribution</b>  | <b>(21,835)</b>  | <b>(415)</b>                 | <b>(68,703)</b>  | <b>(4,915)</b>             |
| Deferred BR GAAP   | (85,350)         | (11,963)                     | (75,233)         | (12,610)                   |
| <b>Deferred income tax and social contribution</b>   | <b>(85,350)</b>  | <b>(11,963)</b>              | <b>(75,233)</b>  | <b>(12,610)</b>            |
| <b>Total income tax and social contribution in profit (loss)</b>                                   | <b>(107,185)</b> | <b>(12,378)</b>              | <b>(143,936)</b> | <b>(17,525)</b>            |



**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****(b) Deferred income tax and social contribution**

| <b><u>Breakdown of deferred income tax</u></b>   | <b>March/2011</b> | <b>Parent company<br/>December/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|--|-------------------|---|-------------------|---------------------------------------|
| <b>Non-current assets</b>  |                   |   |                   |                                       |
| Taxlosses  |                   | 7,096                                   | 359,201           | 372,064                               |
| Amortized goodwill   | 70,308            | 77,157                                  | 73,295            | 80,222                                |
| Diferenças temporárias   | 81,842            | 71,027                                  | 107,424           | 91,149                                |
| Temporary adjustments of accounting criteria arising from Laws No. 11,638/07 and No. 11.941/09 | 106,678           | 114,088                                 | 289,599           | 296,667                               |
| <b>Total</b>   | <b>258,828</b>    | <b>269,368</b>                          | <b>829,519</b>    | <b>840,102</b>                        |
| <b>Non-current liabilities</b>   |                   |   |                   |                                       |
| Exchange variations  | 506,171           | 474,834                                 | 508,333           | 474,834                               |
| Temporary differences  | 5,982             | 6,130                                   | 293,548           | 289,200                               |
| Temporary adjustments of accounting criteria arising from Laws No. 11,638/07 and No. 11.941/09 | 453,905           | 431,202                                 | 942,969           | 930,225                               |
| <b>Total</b>   | <b>966,058</b>    | <b>912,166</b>                          | <b>1,744,850</b>  | <b>1,694,259</b>                      |
| <b><u>Breakdown of deferred social contribution</u></b>  |                   |   |                   |                                       |
| <b>Non-current assets</b>  |                   |   |                   |                                       |
| Social contribution tax loss carryforwards   |                   | 1,863                                   | 129,586           | 133,486                               |
| Amortized goodwill   | 25,311            | 28,524                                  | 26,386            | 29,628                                |
| Temporary differences  | 25,203            | 21,733                                  | 32,323            | 27,928                                |
| Temporary adjustments of accounting criteria arising from Laws No. 11,638/07 and No. 11.941/09 | 38,404            | 39,811                                  | 104,256           | 105,541                               |
| <b>Total</b>   | <b>88,918</b>     | <b>91,931</b>                           | <b>292,551</b>    | <b>296,583</b>                        |
| <b>Non-current liabilities</b>   |                   |   |                   |                                       |
| Exchange variations  | 182,222           | 170,940                                 | 183,000           | 170,940                               |
| Temporary differences  | 163,406           | 155,234                                 | 455               | 493                                   |
|  |                   |   | 339,470           | 334,846                               |



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Temporary adjustments of accounting  
criteria arising from Laws No.  
11,638/07 and No. 11.941/09

|              |                |                |                |                |
|--------------|----------------|----------------|----------------|----------------|
| <b>Total</b> | <b>345,628</b> | <b>326,174</b> | <b>522,925</b> | <b>506,279</b> |
|--------------|----------------|----------------|----------------|----------------|

**Braskem S.A.****Notes to the Quarterly Information**

of March 31, 2011

All amounts in R\$ thousands unless otherwise stated

**c) Changes in tax loss and social contribution tax loss carryforwards**

|   | Income tax    | Parent company<br>Social<br>contribution | Income tax       | Consolidated<br>Social<br>contribution |
|---|---------------|--|------------------|--|
| <b>Tax loss and social contribution tax loss carryforwards in December 2010</b> | <b>28,385</b> | <b>20,702</b>                            | <b>1,488,255</b> | <b>1,483,181</b>                       |
| Use of taxloss in teh year  | (28,385)      |  | (51,452)         |  |
| Use of social contribution tax loss carryforwards in the year                   |               | (20,702)                                 |                  | (43,334)                               |
| <b>Tax loss and social contribution tax loss carryforwards in March 2011</b>    |               |  | <b>1,436,803</b> | <b>1,439,847</b>                       |
| Income taxand social contribution rates   | 25%           | 9%                                       | 25%              | 9%                                     |
| <b>Tax credit</b>   |               |  | <b>359,201</b>   | <b>129,586</b>                         |

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

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****19. Sundry provisions**

|   | <b>March/2011</b> | <b>Parent company<br/>December/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|---|-------------------|---|-------------------|---------------------------------------|
| Bonus provision                                 | 16,621            | 17,554                                  | 22,822            | 21,538                                |
| Provision for recovery of environmental damages | 31,115            | 35,555                                  | 31,826            | 36,282                                |
| Sundry legal provisions                         | 97,605            | 97,422                                  | 336,074           | 330,807                               |
| Other   |                   |   | 6,238             | 6,240                                 |
| <b>Total</b>                                    | <b>145,341</b>    | <b>150,531</b>                          | <b>396,960</b>    | <b>394,867</b>                        |
| Current liabilities                             | 24,494            | 26,036                                  | 32,927            | 32,602                                |
| Non-current liabilities                         | 120,847           | 124,495                                 | 364,033           | 362,265                               |
| <b>Total</b>                                    | <b>145,341</b>    | <b>150,531</b>                          | <b>396,960</b>    | <b>394,867</b>                        |

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

|                | <b>March/2011</b> | <b>Parent company<br/>December/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|----------------|-------------------|---|-------------------|---------------------------------------|
| Labor claims   | 30,769            | 25,129                                  | 38,144            | 33,302                                |
| Tax claims     | 55,264            | 57,911                                  | 285,964           | 282,729                               |
| Civil lawsuits | 11,243            | 13,711                                  | 11,637            | 14,105                                |
| Other          | 329               | 671                                     | 329               | 671                                   |
|                | <b>97,605</b>     | <b>97,422</b>                           | <b>336,074</b>    | <b>330,807</b>                        |

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

**20. Long-term incentives**

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The breakdown of the number and amount of the investment units at March 31, 2011 are as follows:

|                         | <b>Number</b> | <b>Amount</b> |
|-------------------------|---------------|---------------|
| <b>Investment units</b> |               |               |
| Issued (Alfa units)     | 672,753       | 8,699         |
| Bonus (Beta units)      | 665,268       | 7,692         |
| <b>Total</b>            | 1,338,021     | 16,391        |

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

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****21. Private pension plan**

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

|   | <b>March/2011</b> | <b>Parent company<br/>December/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>December/2010</b> |
|---|-------------------|---|-------------------|---------------------------------------|
| <b>Actuarial asset registered in:</b>       |                   |   |                   |                                       |
| Novamont Braskem America (i)                |                   |   | 264               | 270                                   |
| <b>Actuarial liability with:</b>            |                   |   |                   |                                       |
| Petros Copesul                              | 109,894           | 109,894                                 | 110,744           | 110,744                               |
| Fundação Francisco Martins Bastos<br>(FFMB) |                   |   | 12,052            | 12,773                                |
|   | 109,894           | 109,894                                 | 122,796           | 123,517                               |

(i) This amount is part of the balance of “other receivable” in non-current assets.

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

**22. Contingencies**

The Company has contingent liabilities related to legal lawsuits and administrative proceedings arising in the ordinary course of its business. These contingencies are of labor and social security, tax, civil and corporate nature and involve risks of losses that are classified by the Company’s management as possible. A provision for the lawsuits for which the

risk of loss is classified as probable is recognized and it is presented in Note 19 of this Quarterly Information.

Based on the opinion of the internal legal advisors, there were no significant additions of lawsuits representing lawsuits that involve risk of losses classified as possible, nor significant changes in the progress of the existing lawsuits, except for the monetary adjustments to the amounts involved in the quarter ended March 31, 2011.

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

**Braskem S.A.**

**Notes to the Quarterly Information**

**of March 31, 2011**

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

**23. Equity**

**(a) Capital**

On March 31, 2011, the Company's subscribed and paid up capital amounts to R\$ 8,043,222 and comprises 801,665,617 shares with no par value divided into 451,669,063 common shares, 349,402,736 class A preferred shares, and 593,818 class B preferred shares.

**(b) Treasury shares**

At March 31, 2011, the Company held in treasury 1,542,669 shares (2,697,427, consolidated) amounting to R\$ 11,325 (R\$ 60,217, consolidated), and at December 31, 2010, it held 1,506,471 shares (2,661,229, consolidated), amounting to R\$ 10,379 (R\$ 59,271, consolidated). In January 2011, the Company repurchased 36,198 class A preferred shares for the amount of R\$ 946 arising from the minority shareholders' right to withdraw from Quattor Participações due to its merger into Braskem, which was approved at the Extraordinary General Meeting held on December 27, 2010.

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

**24. Earnings per share**

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

|  | <b>Basic</b> | <b>March/2011<br/>Diluted</b> | <b>Basic</b> | <b>March/2010<br/>Diluted</b> |
|--|--------------|-------------------------------|--------------|-------------------------------|
| Profit for the period  | 308,226      | 308,226                       | 22,912       | 22,912                        |
| Profit (loss) attributable to class B preferred shareholders   | 358          |                               | 41           |                               |
| Profit (loss) for the year attributable to other shareholders  | 307,868      | 308,226                       | 22,871       | 22,912                        |
| Weighted average number of common and class A preferred shares | 715,150,647  | 715,447,556                   | 518,828,276  | 519,125,185                   |
| Earnings per share (in R\$)                                    | 0.4305       | 0.4308                        | 0.0441       | 0.0441                        |



**Braskem S.A.**

**Notes to the Quarterly Information**

**of March 31, 2011**

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

**25. Segment information**

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

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated**

|  | Basic       |             |           | Reportable segments |              | Total       | Other     | Corporate | Br     |
|--|-------------|-------------|-----------|---------------------|--------------|-------------|-----------|-----------|--------|
|  | Petrochem.  | Polyolefins | Vinyls    | Foreign             | Chemical     | Reportable  | segments  | unit      | consol |
|  |             |             |           | businesses          | distribution | segments    |           |           | a      |
| Net sales revenues                             | 5,087,138   | 3,074,449   | 396,641   | 652,779             | 174,203      | 9,385,210   | 201,009   |           | 9,5    |
| Cost of products sold                          | (4,539,836) | (2,633,734) | (384,580) | (578,774)           | (138,877)    | (8,275,801) | (175,468) |           | (8,45  |
| Gross profit                                   | 547,302     | 440,715     | 12,061    | 74,005              | 35,326       | 1,109,409   | 25,541    |           | 1,1    |
| Operating expenses                             |             |             |           |                     |              |             |           |           |        |
| Selling, general and distribution expenses     | (137,173)   | (198,950)   | (33,166)  | (29,735)            | (23,621)     | (422,645)   | (19,057)  | (43,310)  | (48    |
| Results from equity investments                |             |             |           |                     |              |             |           | 5,465     |        |
| Other operating income (expenses), net         | (5,696)     | (3,936)     | (5,826)   | (7,395)             | (1,455)      | (24,308)    | 2,553     | 9,299     | (1     |
|  | (142,869)   | (202,886)   | (38,992)  | (37,130)            | (25,076)     | (446,953)   | (16,504)  | (28,546)  | (49    |
| Operating profit before finance income (costs) | 404,433     | 237,829     | (26,931)  | 36,875              | 10,250       | 662,456     | 9,037     | (28,546)  | 6      |

|  | <b>Basic<br/>Petrochem.</b> | <b>Polyolefins</b> | <b>Reportable segments<br/>Vinyls</b> | <b>Chemical<br/>distribution</b> | <b>Total<br/>Reportable<br/>segments</b> | <b>Other<br/>segments</b> | <b>Corporate<br/>unit</b> | <b>Braskem<br/>consolid.<br/>bef. adjust</b> | <b>Reclas<br/>Eli</b> |
|--|-----------------------------|--------------------|---------------------------------------|----------------------------------|--|---------------------------|---------------------------|--|-----------------------|
| Net sales revenues                             | 3,421,598                   | 2,005,654          | 420,293                               | 150,524                          | 5,998,069                                | 174,097                   |                           | 6,172,166                                    | (                     |
| Cost of products sold                          | (2,925,128)                 | (1,762,180)        | (390,046)                             | (126,707)                        | (5,204,061)                              | (161,279)                 |                           | (5,365,340)                                  |                       |
| Gross profit                                   | 496,470                     | 243,474            | 30,247                                | 23,817                           | 794,008                                  | 12,818                    |                           | 806,826                                      |                       |
| Operating expenses                             |                             |                    |                                       |                                  |  |                           |                           |  |                       |
| Selling, general and distribution expenses     | (91,219)                    | (129,774)          | (32,886)                              | (16,784)                         | (270,663)                                | (8,913)                   | (26,312)                  | (305,888)                                    |                       |
| Results from equity investments                |                             |                    |                                       |                                  |  |                           | 9,948                     | 9,948  |                       |
| Other operating income (expenses), net         | 4,009                       | (803)              | (145)                                 | 750                              | 3,811                                    | 2,839                     | (21,790)                  | (15,140)                                     |                       |
|  | (87,210)                    | (130,577)          | (33,031)                              | (16,034)                         | (266,852)                                | (6,074)                   | (38,154)                  | (311,080)                                    |                       |
| Operating profit before finance income (costs) | 409,260                     | 112,897            | (2,784)                               | 7,783                            | 527,156                                  | 6,744                     | (38,154)                  | 495,746                                      |                       |

**Braskem S.A.**

**Notes to the Quarterly Information**

**of March 31, 2011**

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

**26. Net sales revenues**

|                             | <b>March/2011</b> | <b>Parent company<br/>March/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>March/2010</b> |
|-----------------------------|-------------------|--------------------------------------|-------------------|------------------------------------|
| <b>Gross sales revenues</b> |                   |                                      |                   |                                    |
| Domestic market             | 4,063,277         | 3,963,402                            | 6,134,075         | 4,216,819                          |
| Foreign market              | 1,031,478         | 1,111,757                            | 2,899,078         | 1,513,386                          |
|                             | 5,094,755         | 5,075,159                            | 9,033,153         | 5,730,205                          |
| <b>Sales deductions</b>     |                   |                                      |                   |                                    |
| Taxes                       | (980,672)         | (925,806)                            | (1,566,924)       | (1,000,034)                        |
| Sales returns               | (36,261)          | (15,669)                             | (78,141)          | (13,875)                           |
|                             | (1,016,933)       | (941,475)                            | (1,645,065)       | (1,013,909)                        |
| <b>Net sales revenues</b>   | <b>4,077,822</b>  | <b>4,133,684</b>                     | <b>7,388,088</b>  | <b>4,716,296</b>                   |

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**Other operating income (expenses)**

In the quarter ended March 31, 2011, other consolidated net operating income (expenses) basically include: (i) sale of property, plant and equipment, which had a positive impact, amounting to R\$ 10,516; (ii) expenses with inventory adjustments and losses on changes in raw materials amounting to R\$ 16,343; (iii) and other operating expenses amounting to R\$ 6,629.

**28. Finance income and costs**

|                       | <b>March/2011</b> | <b>Parent company<br/>March/2010</b> | <b>March/2011</b> | <b>Consolidated<br/>March/2010</b> |
|-----------------------|-------------------|--------------------------------------|-------------------|------------------------------------|
| <b>Finance income</b> |                   |                                      |                   |                                    |
| Interest income       | 62,345            | 39,909                               | 64,786            | 39,635                             |

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|  |                 |                  |                  |                  |
|--|-----------------|------------------|------------------|------------------|
| Monetary variations                            | 47,846          | 20,270           | 20,080           | 20,168           |
| Exchange variations                            | 191             | 39,056           | (10,148)         | 53,048           |
| Other  | 2,205           | 1,906            | 3,579            | 7,819            |
|  | <b>112,587</b>  | <b>101,141</b>   | <b>78,297</b>    | <b>120,670</b>   |
| <b>Finance costs</b>                           |                 |                  |                  |                  |
| Interest expenses                              | (203,071)       | (154,442)        | (208,889)        | (143,828)        |
| Monetary variations                            | (54,128)        | (50,599)         | (72,274)         | (50,621)         |
| Exchange variations                            | 219,752         | (210,278)        | 225,218          | (227,701)        |
| Adjustment of tax and labor debts              | (35,822)        | (56,774)         | (36,879)         | (56,780)         |
| Tax expenses on financial operations           | (2,976)         | (3,490)          | (3,562)          | (3,829)          |
| Discounts granted                              | (4,746)         | (2,005)          | (9,863)          | (13,942)         |
| Transaction costs - amortization               | (504)           | (2,101)          | (3,825)          | (3,630)          |
| Adjustment to present value -<br>appropriation | (372)           | (34,675)         | (4,738)          | (38,758)         |
| Other  | (8,906)         | (15,527)         | (20,442)         | (23,924)         |
|  | <b>(90,773)</b> | <b>(529,891)</b> | <b>(135,254)</b> | <b>(563,013)</b> |
| <b>Total</b>                                   | <b>21,814</b>   | <b>(428,750)</b> | <b>(56,957)</b>  | <b>(442,343)</b> |

**Braskem S.A.****Notes to the Quarterly Information****of March 31, 2011****All amounts in R\$ thousands unless otherwise stated****29. Expenses by nature**

|  | <b>March/2011</b>  | <b>Parent company<br/>March/2010</b> | <b>March/2011</b>  | <b>Consolidated<br/>March/2010</b> |
|--|--------------------|--------------------------------------|--------------------|------------------------------------|
| <b>Classification by function:</b>       |                    |                                      |                    |                                    |
| Cost of products sold                    | (3,460,794)        | (3,401,613)                          | (6,390,213)        | (3,922,436)                        |
| Selling                                  | (37,745)           | (45,873)                             | (82,831)           | (58,802)                           |
| Distribution                             | (79,116)           | (69,340)                             | (119,673)          | (70,119)                           |
| General and administrative               | (171,958)          | (150,540)                            | (262,881)          | (161,574)                          |
| Research and development                 | (12,653)           | (13,190)                             | (19,627)           | (15,393)                           |
| <b>Total</b>                             | <b>(3,762,266)</b> | <b>(3,680,556)</b>                   | <b>(6,875,225)</b> | <b>(4,228,324)</b>                 |
| <b>Classification by nature:</b>         |                    |                                      |                    |                                    |
| Raw materials or feedstocks              | (2,865,966)        | (2,786,258)                          | (5,400,625)        | (3,307,847)                        |
| Personnel expenses                       | (226,203)          | (211,103)                            | (386,095)          | (231,277)                          |
| Outsourced services                      | (129,754)          | (105,789)                            | (214,128)          | (108,627)                          |
| Tax expenses                             | (7,336)            | (6,589)                              | (14,581)           | (7,037)                            |
| Depreciation, amortization and depletion | (252,673)          | (277,754)                            | (411,704)          | (260,191)                          |
| Variable selling expenses                | (73,788)           | (66,125)                             | (129,752)          | (70,278)                           |
| Freights                                 | (157,303)          | (169,246)                            | (225,060)          | (174,949)                          |
| Other expenses                           | (49,243)           | (57,692)                             | (93,280)           | (68,118)                           |
| <b>Total</b>                             | <b>(3,762,266)</b> | <b>(3,680,556)</b>                   | <b>(6,875,225)</b> | <b>(4,228,324)</b>                 |

**30. Insurance coverage**

In the period ended March 31, 2011, there were no significant changes in the insurance coverage of Braskem and its subsidiaries.

**31. Subsequent events**

- (a) On April 6, 2011, the subsidiary Braskem Finance raised US\$ 750 million in bonds with a coupon and effective rate of 5,75% p.a. maturing in 2021 with semiannual payments on April 15 and October 15 of every year.
- (b) On April 11, the Company settled financing agreements by paying the principal amount, interest and premium in advance as follows: (i) export prepayments amounting to US\$ 200,086; (ii) Medium-Term Notes in the amount of US\$ 210,664, (iii) and Eurobonds amounting to US\$ 482,993.
- (c) On April 29, 2011, the Ordinary General Meeting approved the payment of dividends in the amount of R\$ 665,631, which will be paid as of May 10, 2011.



