

BRASKEM SA  
Form 6-K  
August 05, 2016

---

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

---

**FORM 6-K**

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

**For the month of August, 2016**  
**(Commission File No. 1-14862 )**

---

**BRASKEM S.A.**

*(Exact Name as Specified in its Charter)*

**N/A**

*(Translation of registrant's name into English)*

---

**Rua Eteno, 1561, Polo Petroquimico de Camacari**  
**Camacari, Bahia - CEP 42810-000 Brazil**

*(Address of principal executive offices)*

---

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

Form 20-F  Form 40-F

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

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

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

Yes  No

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

---

**Braskem S.A.**

**Quarterly Information (ITR) at**

**June 30, 2016**

**and Independent Auditors' Report Review**

---

## **Report on review of interim financial information**

To Shareholders, Members of the Board and Management

Braskem S.A.

Camaçari - Bahia

### **Introduction**

We have reviewed the accompanying individual and consolidated interim financial information of Braskem S.A. (the “Company”) included in the Quarterly Financial Information for the quarter ended June 30, 2016, which comprises the balance sheet as of June 30, 2016, the statements of profit or loss and comprehensive income for the three-month and six-month periods then ended, changes in equity and cash flows for the six-month period then ended, and notes to the interim financial information.

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

### **Scope of review**

We conducted our review in accordance with Brazilian and international review standards applicable to interim financial information (NBC TR 2410 - *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* and ISRE 2410 - *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, respectively). A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



### **Conclusion on the individual interim financial information**

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

### **Conclusion on the consolidated interim financial information**

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

### **Emphasis of a matter**

We draw attention to notes 18 (a) and (b) to the interim financial information that discloses the allegations, events and actions taken by the Company related to the internal investigation in progress, dialogues with the competent authorities and the progress of the class action brought against it in the United States courts. During the course of the second quarter, the Company became aware of additional allegations regarding unlawful facts involving the Company, arising from the scope of investigations into third parties. Within this scenario, the Company will begin dialogues with the Department of Justice (DoJ) and the Securities and Exchange Commission (SEC) to confirm the veracity of such allegations, any parallel investigations and any agreements, which may imply the enforcement of fines and/or other sanctions by the competent authorities and other parties involved. At present, the Company is unable to reasonably estimate potential losses to be accounted for and, therefore, no provision was recorded in the interim financial information. Our conclusion does not contain modifications in relation to these matters.

### **Other matters**

### **Statements of value added**

We also reviewed the individual and consolidated statements of value added for the six-month period ended June 30, 2016, prepared under the responsibility of the Company's management, whose presentation on the interim financial information is required under the standards issued by CVM - Brazilian Securities and Exchange Commission applicable to the preparation of Interim Financial Information and considered as additional information by IFRS, which do not require the presentation of the statement of value added. These statements have been submitted to the same review procedures described above and, based on our review, nothing has come to our attention that causes us to believe that the accompanying statements of value added are not prepared, in all material respects, in accordance with the individual and consolidated interim financial information taken as a whole.

São Paulo, August 2, 2016

KPMG Auditores Independentes

CRC 2SP014428/O-6

*Original report in Portuguese signed by*

Anselmo Neves Macedo

Accountant CRC 1SP160482/O-6

2

**Braskem S.A.**

**Balance sheet**

**at June 30, 2016**

**All amounts in thousands of  
reais**

<b>Assets</b>	<b>Note</b>	<b>Consolidated</b>		<b>Parent company</b>	
		<b>Jun/2016</b>	<b>Dec/2015</b>	<b>Jun/2016</b>	<b>Dec/2015</b>
<b>Current assets</b>					
Cash and cash equivalents	3	6,740,633	7,439,723	3,223,019	4,773,251

6

Edgar Filing: BRASKEM SA - Form 6-K

Financial investments	4	428,219	1,172	528	1,172
Trade accounts receivable	5	2,085,423	2,735,144	2,629,232	2,526,510
Inventories	6	5,031,098	5,517,206	3,678,830	4,131,128
Taxes recoverable	8	771,216	1,272,004	354,404	762,824
Dividends and interest on capital	7		1,998	99,118	87,655
Prepaid expenses		158,248	166,170	115,182	139,668
Related parties	7	10,382	10,507	325,526	118,661
Derivatives operations	14.3	19,187	53,662	19,187	12,616
Other receivables		199,124	300,901	123,080	248,488

**15,443,530 17,498,487 10,568,106 12,801,973**

**Non-current assets**

Financial investments	4		46,193		46,193
Trade accounts receivable	5	27,447	19,822	3,601,791	4,279,433
Advances to suppliers	6	69,068	135,046	69,068	135,046
Taxes recoverable	8	1,298,820	1,304,056	1,187,639	1,198,301
Deferred income tax and social contribution	16	1,550,792	3,226,507	268,110	2,179,354
Judicial deposits		279,993	277,093	271,436	268,572
Related parties	7	310,212	144,633	287,539	124,645
Insurance claims		69,398	63,199	69,398	60,778
Derivatives operations	14.3		12,280		
Other receivables		257,350	298,057	131,158	125,898
Investments	9	82,284	86,354	4,704,703	4,593,775
Property, plant and equipment	10	30,371,667	33,961,963	16,068,991	16,542,078
Intangible assets	11	2,834,887	2,887,604	2,539,578	2,572,341

**37,151,918 42,462,807 29,199,411 32,126,414**

**Total assets 52,595,448 59,961,294 39,767,517 44,928,387**

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

**Braskem S.A.****Balance sheet****at June 30, 2016**

All amounts in thousands of reais

Continued

<b>Liabilities and shareholders' equity</b>	<b>Note</b>	<b>Consolidated</b>		<b>Parent company</b>	
		<b>Jun/2016</b>	<b>Dec/2015</b>	<b>Jun/2016</b>	<b>Dec/2015</b>
<b>Current liabilities</b>					
Trade payables		7,781,968	11,698,695	8,508,046	9,557,676
Borrowings	12	2,644,860	1,968,540	3,119,987	2,567,124
Project finance	13	464,466	302,266		
Derivatives operations	14.3	32,726	57,760	841	8,351
Payroll and related charges		412,291	605,059	321,151	446,125
Taxes payable	15	594,574	744,660	281,053	221,305
Dividends	19(b)	2,050	753,668	2,050	753,668
Advances from customers		72,532	119,680	25,081	44,528
Sundry provisions	17	69,609	93,942	59,261	67,190
Accounts payable to related parties	7			2,274,951	4,297,735
Other payables		436,893	337,959	253,304	207,730
		<b>12,511,969</b>	<b>16,682,229</b>	<b>14,845,725</b>	<b>18,171,432</b>
<b>Non-current liabilities</b>					
Trade payables		138,976	57,148	1,681,977	3,420,281
Borrowings	12	21,036,636	25,370,260	7,019,895	8,207,012
Project finance	13	9,898,313	11,975,167		
Derivatives operations	14.3	959,434	1,184,741	837,439	1,184,741
Taxes payable	15	29,692	26,716	28,131	25,825
Accounts payable to related parties	7			8,809,350	10,905,207
Non-controlling loan in Braskem Idesa		1,573,753	1,538,784		
Deferred income tax and social contribution	16	658,907	731,241		
Post-employment benefits		138,501	154,707	54,166	54,166
Provision for losses on subsidiaries				84,586	137,013
Sundry provisions	17	683,348	653,972	605,380	571,349
Other payables		92,083	248,618	5,914	179,873
		<b>35,209,643</b>	<b>41,941,354</b>	<b>19,126,838</b>	<b>24,685,467</b>
<b>Shareholders' equity</b>					
Capital	19	8,043,222	8,043,222	8,043,222	8,043,222

Edgar Filing: BRASKEM SA - Form 6-K

Capital reserve	232,430	232,430	232,430	232,430
Revenue reserves	2,634,655	2,882,019	2,634,655	2,882,019
Other comprehensive income	(6,316,244)	(9,085,256)	(6,316,244)	(9,085,256)
Treasury shares	(49,819)	(49,819)	(927)	(927)
Accumulated profit	1,201,818		1,201,818	
Total attributable to the Company's shareholders	5,746,062	2,022,596	5,794,954	2,071,488
Non-controlling interest in Braskem Idesa	(872,226)	(684,885)		
	<b>4,873,836</b>	<b>1,337,711</b>	<b>5,794,954</b>	<b>2,071,488</b>
<b>Total liabilities and shareholders' equity</b>	<b>52,595,448</b>	<b>59,961,294</b>	<b>39,767,517</b>	<b>44,928,387</b>

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

**Braskem S.A.****Statement of operations and statement of comprehensive income****at June 30, 2016****All amounts in thousands of reais**

		<b>Consolidated</b>			
	<b>Note</b>	<b>2Q2016</b>	<b>YTD2016</b>	<b>2Q2015</b>	<b>YTD2015</b>
<b>Net sales revenue</b>	21	<b>11,886,174</b>	<b>24,058,115</b>	<b>11,591,774</b>	<b>21,787,096</b>
Cost of products sold		(8,632,099)	(17,556,704)	(8,827,607)	(17,418,096)
<b>Gross profit</b>		<b>3,254,075</b>	<b>6,501,411</b>	<b>2,764,167</b>	<b>4,369,000</b>
<b>Income (expenses)</b>					
Selling and distribution		(355,538)	(675,415)	(260,467)	(522,391)
General and administrative		(373,560)	(722,277)	(299,787)	(596,883)
Research and development		(40,034)	(82,628)	(42,338)	(82,157)
Results from equity investments	9(c)	11,690	13,377	7,736	9,739
Other operating income (expenses), net	22	(126,078)	(190,683)	(49,855)	(89,748)
		<b>2,370,555</b>	<b>4,843,785</b>	<b>2,119,456</b>	<b>3,087,560</b>
<b>Financial results</b>	23				
Financial expenses		(1,515,007)	(2,727,297)	(663,438)	(1,855,540)
Financial income		(368,919)	(632,034)	47,334	650,657
		<b>(1,883,926)</b>	<b>(3,359,331)</b>	<b>(616,104)</b>	<b>(1,204,883)</b>
<b>Profit before income tax and social contribution</b>		<b>486,629</b>	<b>1,484,454</b>	<b>1,503,352</b>	<b>1,882,677</b>
Current and deferred income tax and social contribution	16	(205,919)	(456,847)	(448,565)	(623,898)
<b>Profit for the period</b>		<b>280,710</b>	<b>1,027,607</b>	<b>1,054,787</b>	<b>1,258,779</b>
<b>Attributable to:</b>					
Company's shareholders		412,983	1,187,717	1,096,182	1,347,585
Non-controlling interest in Braskem Idesa		(132,273)	(160,110)	(41,395)	(88,806)

<b>Profit for the period</b>	<b>280,710</b>	<b>1,027,607</b>	<b>1,054,787</b>	<b>1,258,779</b>
------------------------------	----------------	------------------	------------------	------------------

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

## Braskem S.A.

## Statement of operations and statement of comprehensive income

at June 30, 2016

All amounts in thousands of reais

Continued

		Parent company			
	Note	2Q2016	YTD2016	2Q2015	YTD2015
<b>Net sales revenue</b>	21	<b>8,744,353</b>	<b>17,692,509</b>	<b>8,070,195</b>	<b>15,327,073</b>
Cost of products sold		(6,658,704)	(13,812,465)	(6,019,071)	(12,086,080)
<b>Gross profit</b>		<b>2,085,649</b>	<b>3,880,044</b>	<b>2,051,124</b>	<b>3,240,993</b>
<b>Income (expenses)</b>					
Selling and distribution		(229,497)	(452,122)	(182,869)	(377,806)
General and administrative		(208,657)	(402,698)	(213,576)	(422,991)
Research and development		(27,653)	(50,718)	(24,666)	(52,026)
Results from equity investments	9(c)	282,241	1,067,870	392,366	457,057
Other operating income (expenses), net	22	(71,986)	(133,487)	930	4,770
		<b>1,830,097</b>	<b>3,908,889</b>	<b>2,023,309</b>	<b>2,849,997</b>
<b>Financial results</b>	23				
Financial expenses		(635,894)	(1,370,318)	(502,005)	(2,153,669)
Financial income		(619,957)	(1,294,607)	(70,621)	1,095,525
		<b>(1,255,851)</b>	<b>(2,664,925)</b>	<b>(572,626)</b>	<b>(1,058,144)</b>
<b>Profit before income tax and social contribution</b>		<b>574,246</b>	<b>1,243,964</b>	<b>1,450,683</b>	<b>1,791,853</b>
Current and deferred income tax and social contribution	16	(161,263)	(56,247)	(354,501)	(444,268)
<b>Profit for the period</b>		<b>412,983</b>	<b>1,187,717</b>	<b>1,096,182</b>	<b>1,347,585</b>

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

**Braskem S.A.****Statement of operations and statement of comprehensive income****at June 30, 2016**

All amounts in thousands of reais

Continued

		<b>Consolidated</b>			
	<b>Note</b>	<b>2Q2016</b>	<b>YTD2016</b>	<b>2Q2015</b>	<b>YTD2015</b>
<b>Profit for the period</b>		<b>280,710</b>	<b>1,027,607</b>	<b>1,054,787</b>	<b>1,258,779</b>
<b>Other comprehensive income or loss:</b>					
<b>Items that will be reclassified subsequently to profit or loss</b>					
Fair value of cash flow hedge		151,913	179,831	118,074	(271,629)
Income tax and social contribution		(54,348)	(68,307)	(31,162)	91,804
Fair value of cash flow hedge - Braskem Idesa					
Income tax and social contribution					
Fair value of cash flow hedge from jointly-controlled		(2,761)	(12,765)		
		94,804	98,759	86,912	(179,825)
Exchange variation of foreign sales hedge	14.4(a.i)	2,213,130	4,433,659	712,212	(3,016,428)
Sales Hedge - transfer to profit or loss	14.4(a.i)	345,443	767,243		
Income tax and social contribution on exchange variation		(869,915)	(1,768,307)	(242,152)	1,025,586
Exchange variation of foreign sales hedge - Braskem Idesa	14.4(a.ii)	(914,249)	(1,093,972)	(186,404)	(565,736)
Sales Hedge - transfer to profit or loss - Braskem Idesa		14,297	14,297		
Income tax on exchange variation - Braskem Idesa		274,275	328,192	98,737	169,721
		1,062,981	2,681,112	382,393	(2,386,857)
Foreign subsidiaries currency translation adjustment		40,643	(23,989)	(136,516)	301,242
<b>Total</b>		<b>1,198,428</b>	<b>2,755,882</b>	<b>332,789</b>	<b>(2,265,440)</b>
<b>Total comprehensive income (loss) for the year</b>		<b>1,479,138</b>	<b>3,783,489</b>	<b>1,387,576</b>	<b>(1,006,661)</b>

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



## Braskem S.A.

## Statement of operations and statement of comprehensive income

at June 30, 2016

All amounts in thousands of reais, except for earnings per share

Continued

	Note	2Q2016	YTD2016	2Q2015	Parent c Y
<b>Profit for the period</b>		<b>412,983</b>	<b>1,187,717</b>	<b>1,096,182</b>	<b>1</b>
<b>Other comprehensive income or loss:</b>					
<b>Items that will be reclassified subsequently to profit or loss</b>					
Fair value of cash flow hedge		219,366	358,953	53,555	(
Income tax and social contribution		(74,584)	(122,044)	(18,209)	
Fair value of cash flow hedge - Braskem Idesa		(50,590)	(134,342)	48,389	
Income tax and social contribution		15,177	40,303	(9,715)	
Fair value of cash flow hedge from jointly-controlled		(2,761)	(12,765)		(
		106,608	130,105	74,020	(
Exchange variation of foreign sales hedge	14.4(a.i)	2,213,130	4,433,659	712,212	(3,
Sales Hedge - transfer to profit or loss	14.4(a.i)	345,443	767,243		
Income tax and social contribution on exchange variation		(869,915)	(1,768,307)	(242,152)	1
Exchange variation of foreign sales hedge - Braskem Idesa	14.4(a.ii)	(685,687)	(820,479)	(139,803)	(
Sales Hedge - transfer to profit or loss - Braskem Idesa		10,723	10,723		
Income tax on exchange variation - Braskem Idesa		205,706	246,144	74,053	
		1,219,400	2,868,983	404,310	(2,
Foreign subsidiaries currency translation adjustment		(79,984)	(215,975)	(123,505)	
<b>Total</b>		<b>1,246,024</b>	<b>2,783,113</b>	<b>354,825</b>	<b>(2,</b>
<b>Total comprehensive income (loss) for the year</b>		<b>1,659,007</b>	<b>3,970,830</b>	<b>1,451,007</b>	<b>(</b>

Note	YTD2016	Parent c Y
	Basic and diluted	Basic and

**Profit per share attributable to the shareholders of the  
Company  
of continued operations at the end of the period (R\$)  
(expressed in reais)**

20

Earnings per share - common	1.4927
Earnings per share - preferred shares class "A "	1.4927
Earnings per share - preferred shares class "B "	0.6065

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

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

All amounts in thousands of reais

	Note	Attributed to shareholders' interest							Total Braskem shareholders' interest
		Capital reserve	Legal reserve	Retained earnings	Revenue reserves Additional dividends proposed	Other comprehensive income	Treasury shares	Retained earnings	
<b>At December 31, 2014</b>		<b>8,043,222</b>	<b>232,430</b>	<b>71,542</b>	<b>394,121</b>	<b>270,517</b>	<b>(2,924,057)</b>	<b>(48,892)</b>	<b>6,038,883</b>
Comprehensive income for the period:									
Profit for the period								1,347,585	1,347,585
Exchange variation of foreign sales hedge, net of taxes						(2,287,853)			(2,287,853)
Fair value of cash flow hedge, net of taxes						(177,418)			(177,418)
Foreign currency translation adjustment						295,854 (2,169,417)		1,347,585	295,854 (821,976)
Equity valuation adjustments:									
Realization of additional property, plant and equipment price-level restatement, net of taxes						(13,619)		13,619	

Realization of deemed cost of jointly-controlled investment, net of taxes						(482)	482	
						(14,101)	14,101	
Contribution to shareholders:								
Repurchase of treasury shares							(927)	
Additional dividends proposed				(270,517)				(270,517)
				(270,517)			(927)	(271,444)
<b>At June 30, 2015</b>	<b>8,043,222</b>	<b>232,430</b>	<b>71,542</b>	<b>394,121</b>		<b>(5,107,575)</b>	<b>(49,819)</b>	<b>1,361,686</b>
<b>At December 31, 2015</b>	<b>8,043,222</b>	<b>232,430</b>	<b>229,992</b>	<b>2,404,663</b>	<b>247,364</b>	<b>(9,085,256)</b>	<b>(49,819)</b>	<b>2,022,067</b>
Comprehensive income for the period:								
Profit for the period								1,187,717
Exchange variation of foreign sales hedge, net of taxes						2,868,983		2,868,983
Fair value of cash flow hedge, net of taxes						130,105		130,105
Foreign currency translation adjustment						(215,975)		(215,975)
						2,783,113		3,970,830
Equity valuation adjustments:								
Realization of additional property, plant and equipment price-level restatement, net of taxes						(13,619)		13,619
Realization of deemed cost of jointly-controlled investment, net of taxes						(482)		482
						(14,101)		14,101

Contribution to shareholders: Additional dividends proposed	19(b)				(247,364)				(247,364)	
					(247,364)				(247,364)	
<b>At June 30, 2016</b>		<b>8,043,222</b>	<b>232,430</b>	<b>229,992</b>	<b>2,404,663</b>		<b>(6,316,244)</b>	<b>(49,819)</b>	<b>1,201,818</b>	<b>5,740,000</b>

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

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

All amounts in thousands of reais

	Note	Capital Capital	Revenue reserves Legal reserve	Retained earnings	Additional dividends proposed	Other comprehensive income	Treasury shares	Retained earnings	shareholder's equity
<b>At December 31, 2014</b>		<b>8,043,222</b>	<b>232,430</b>	<b>71,542</b>	<b>394,121</b>	<b>270,517</b>	<b>(2,924,057)</b>		<b>6,087,165</b>
Comprehensive income for the period:									
Profit for the period								1,347,585	1,347,585
Exchange variation of foreign sales hedge, net of taxes						(2,287,853)			(2,287,853)
Fair value of cash flow hedge, net of taxes						(177,418)			(177,418)
Foreign subsidiaries currency translation adjustment						295,854			295,854
						(2,169,417)		1,347,585	(821,840)
Equity valuation adjustments:									
Realization of additional						(13,619)		13,619	

property, plant and equipment price-level restatement, net of taxes								
Realization of deemed cost of jointly-controlled investment, net of taxes						(482)	482	
						(14,101)	14,101	
Contribution to shareholders:								
Repurchase of treasury shares							(927)	(927)
Additional dividends proposed				(270,517)				(270,517)
				(270,517)			(927)	(271,444)
<b>At June 30, 2015</b>	<b>8,043,222</b>	<b>232,430</b>	<b>71,542</b>	<b>394,121</b>		<b>(5,107,575)</b>	<b>(927)</b>	<b>1,361,686</b>
<b>At December 31, 2015</b>	<b>8,043,222</b>	<b>232,430</b>	<b>229,992</b>	<b>2,404,663</b>	<b>247,364</b>	<b>(9,085,256)</b>	<b>(927)</b>	<b>2,071,912</b>
Comprehensive income for the period:								
Profit for the period							1,187,717	1,187,717
Exchange variation of foreign sales hedge, net of taxes						2,868,983		2,868,983
Fair value of cash flow hedge, net of taxes						130,105		130,105
Foreign currency translation adjustment						(215,975)		(215,975)
						2,783,113	1,187,717	3,970,830
Equity valuation adjustments:								
Realization of additional property, plant and equipment price-level						(13,619)	13,619	

restatement, net of taxes								
Realization of deemed cost of jointly-controlled investment, net of taxes					(482)		482	
					(14,101)		14,101	
Contribution to shareholders:								
Additional dividends proposed	19(b)			(247,364)			(247,364)	
				(247,364)			(247,364)	
<b>At June 30, 2016</b>	<b>8,043,222</b>	<b>232,430</b>	<b>229,992</b>	<b>2,404,663</b>	<b>(6,316,244)</b>	<b>(927)</b>	<b>1,201,818</b>	<b>5,794</b>

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

**Braskem S.A.****Statement of cash flows****at June 30, 2016****All amounts in thousands of reais**

	Note	Consolidated Jun/2016	Consolidated Jun/2015	Parent company Jun/2016	Parent company Jun/2015
Profit before income tax and social contribution		1,484,454	1,882,677	1,243,964	1,791,853
Adjustments for reconciliation of profit					
Depreciation, amortization and depletion		1,255,691	1,013,033	1,030,708	858,105
Results from equity investments	9(c)	(13,377)	(9,739)	(1,067,870)	(457,057)
Interest and monetary and exchange variations, net		978,082	1,289,967	1,070,796	1,425,789
Other		12,959	5,301	12,930	2,784
		<b>3,717,809</b>	<b>4,181,239</b>	<b>2,290,528</b>	<b>3,621,474</b>
Changes in operating working capital					
Held-for-trading financial investments		(409,333)	17,441	18,356	47,102
Trade accounts receivable		641,982	(56,633)	574,901	(1,096,623)
Inventories		509,635	84,906	421,318	77,181
Taxes recoverable		686,777	572,522	459,258	255,034
Prepaid expenses		7,922	37,112	24,486	28,003
Other receivables		(25,407)	(28,390)	(253,384)	88,381
Trade payables		(2,351,316)	(1,254,099)	(1,304,351)	(1,468,685)
Taxes payable		(21,623)	62,521	26,699	(8,351)
Advances from customers		(47,148)	(22,873)	(19,447)	(14,376)
Sundry provisions		5,043	(67,385)	26,102	(50,448)
Other payables		(179,173)	(251,109)	(208,102)	(439,105)
<b>Cash from operations</b>		<b>2,535,168</b>	<b>3,275,252</b>	<b>2,056,364</b>	<b>1,039,587</b>
Interest paid		(686,246)	(468,707)	(240,328)	(206,358)
Income tax and social contribution paid		(668,126)	(50,425)	(40,176)	(21,736)
<b>Net cash generated by operating activities</b>		<b>1,180,796</b>	<b>2,756,120</b>	<b>1,775,860</b>	<b>811,493</b>

Edgar Filing: BRASKEM SA - Form 6-K

Proceeds from the sale of fixed assets	114	686	19	165
Acquisitions to property, plant and equipment	(i) (1,469,520)	(1,827,907)	(452,744)	(445,120)
Acquisitions of intangible assets	(16,348)	(9,670)	(16,348)	(9,670)
Held-for-maturity financial investments	38,353	(11)	38,353	(11)
<b>Net cash used in investing activities</b>	<b>(1,447,401)</b>	<b>(1,836,902)</b>	<b>(430,720)</b>	<b>(454,636)</b>
Short-term and Long-term debit				
Obtained borrowings	1,937,284	2,659,341	1,957,182	1,086,423
Payment of borrowings	(1,865,492)	(3,049,074)	(1,781,594)	(1,977,850)
Project finance	13			
Obtained borrowings	153,126	1,250,201		
Payment of borrowings	(227,201)	(370,979)		
Related parties				
Obtained loans				491,307
Payment of loans			(2,071,978)	(569,738)
Transactions current active				1,766
Dividends paid	(998,982)	(482,074)	(998,982)	(482,074)
Repurchase of treasury shares		(927)		(927)
<b>Net cash provided by (used in) financing activities</b>	<b>(1,001,265)</b>	<b>6,488</b>	<b>(2,895,372)</b>	<b>(1,451,093)</b>
Exchange variation on cash of foreign subsidiaries	568,780	(98,040)		
<b>Increase (decrease) in cash and cash equivalents</b>	<b>(699,090)</b>	<b>827,666</b>	<b>(1,550,232)</b>	<b>(1,094,236)</b>
Represented by				
Cash and cash equivalents at the beginning of the period	7,439,723	3,993,359	4,773,251	2,416,288
Cash and cash equivalents at the end of the period	6,740,633	4,821,025	3,223,019	1,322,052
<b>Increase (decrease) in cash and cash equivalents</b>	<b>(699,090)</b>	<b>827,666</b>	<b>(1,550,232)</b>	<b>(1,094,236)</b>

(i) Includes capitalized financial charges paid: Jun/2016 – Consolidated – R\$252,722 and Parent Company – R\$33.640.

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



**Braskem S.A.****Statement of value added**

at June 30, 2016

All amounts in thousands of reais

	<b>Consolidated</b>		<b>Parent company</b>	
	<b>Jun/2016</b>	<b>Jun/2015</b>	<b>Jun/2016</b>	<b>Jun/2015</b>
<b>Revenue</b>	<b>27,518,032</b>	<b>24,924,969</b>	<b>21,134,901</b>	<b>18,157,578</b>
Sale of goods, products and services	27,679,895	25,015,605	21,279,280	18,152,348
Other income (expenses), net	(120,608)	(68,644)	(105,631)	25,741
Allowance for doubtful accounts	(41,255)	(21,992)	(38,748)	(20,511)
<b>Inputs acquired from third parties</b>	<b>(19,885,100)</b>	<b>(19,885,116)</b>	<b>(15,994,167)</b>	<b>(13,918,563)</b>
Cost of products, goods and services sold	(19,021,330)	(19,252,315)	(15,401,979)	(13,709,007)
Material, energy, outsourced services and others	(859,438)	(630,297)	(588,183)	(206,988)
Impairment of assets	(4,332)	(2,504)	(4,005)	(2,568)
<b>Gross value added</b>	<b>7,632,932</b>	<b>5,039,853</b>	<b>5,140,734</b>	<b>4,239,015</b>
<b>Depreciation, amortization and depletion</b>	<b>(1,255,691)</b>	<b>(1,013,033)</b>	<b>(1,030,708)</b>	<b>(858,105)</b>
<b>Net value added produced by the entity</b>	<b>6,377,241</b>	<b>4,026,820</b>	<b>4,110,026</b>	<b>3,380,910</b>
<b>Value added received in transfer</b>	<b>(618,571)</b>	<b>660,538</b>	<b>(226,372)</b>	<b>1,552,638</b>
Results from equity investments	13,377	9,739	1,067,870	457,057
Financial income	(632,034)	650,657	(1,294,607)	1,095,525
Other	86	142	365	56
<b>Total value added to distribute</b>	<b>5,758,670</b>	<b>4,687,358</b>	<b>3,883,654</b>	<b>4,933,548</b>
<b>Personnel</b>	<b>633,499</b>	<b>557,720</b>	<b>367,622</b>	<b>432,858</b>
Direct compensation	501,476	436,854	276,132	324,672
Benefits	100,976	94,454	61,693	77,010
FGTS (Government Severance Pay Fund)	31,047	26,412	29,797	31,176
<b>Taxes, fees and contributions</b>	<b>1,256,130</b>	<b>893,164</b>	<b>865,147</b>	<b>836,676</b>